



EASTERN ONTARIO
MODEL FOREST

FORÊT MODÈLE
DE L'EST DE L'ONTARIO

Moving Forward...

**Eastern Ontario Model Forest
Annual Report 2013-2014**

Forests for Seven Generations!



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Message from the President

Eastern Ontario Model Forest Moves Forward

As I once again sit and reflect on the year that has just passed we must all realize the Eastern Ontario Model Forest (EOMF) is entering a new era without government funding.

The EOMF continued to be a cornerstone in forest certification across southern Ontario. In southern-western Ontario, great strides have been made to work with conservation authorities and municipalities, giving direction, assistance and putting them under our Forest Stewardship Council (FSC) certification program. All this hard work has resulted in the certification program being well positioned to move forward to be self-sufficient financially as we move forward.

In addition, this year's successful chain of custody certification program for forest businesses, we have contributed to being able to bring wood products from sustainably managed forests to customers using finished products.

The Regional Forest Health Network (RFHN) continues to build capacity to respond to forest threats. EOMF continues to chair and facilitate efforts of this network. Emerald Ash Borer (EAB) continues to be a priority. We worked closely with the Invasive Species Centre this past year to produce two high quality videos on EAB. The videos provide both urban and rural messaging that can be used by municipalities and other organizations on how to deal with this insect. The RFHN was also involved in the provincial EAB task force.

Moving forward the Regional Forest Health Network will be dealing with other threats to the both the rural and urban forests. Members have agreed to financially support the Network.

Other progress has also been made in new streams of revenue, which will help move the Eastern Ontario Model Forest forward in the near future, the woodlands restoration program being but one of these.

The EOMF Board of Director has had many discussions over the year concerning our future. I am happy to say they are in strong support of continuing with the Annual Christmas Seminar in

Board of Directors

Jim McCready, President
Tony Bull, Vice-President
Martin Streit, Sec.-Treasurer
Peter Hall
Geoff McVey
Henry Lickers
Tom Richardson
Jim Hendry
Michael Slivitsky, CFS Observer

Advisors to the Board

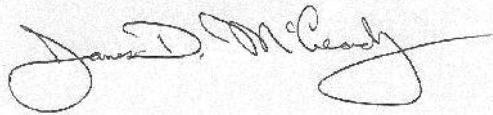
Ray Fortune
Henry Lickers, EOMF Scientist

partnership with the local Chapter of the Canadian Forestry Institute and the Kemptville Winter Woodlot Conference with many other partners.

The one constant over the years is the outstanding contributions from our many partners. This year is no exception. Many of our successes this past year can be directly contributed to the strong support we continue to receive from partners. Our partners will become increasingly important as we move forward, confronted with opportunities to contribute not only operationally, but also financially to ensure that our shared enterprise continues to prosper.

I want to thank my fellow Board members for their commitment, support and wisdom over the course of the past year giving direction on how to proceed without government funding in the years to come. With this leadership we will be continuing with selected programs and continue working with our partners.

In closing, I cannot sign off without saying thanks to Elizabeth Holmes and Mary Humphries for their many years of dedication to the Eastern Ontario Model Forest. They have made such an important contribution over these many years. This annual report is dedicated to these two women who have given so much of their time to our organization.



Jim McCready, RPF
President, Eastern Ontario Model Forest

EOMF Staff & Associates

Wade Knight, General
Manager

Elizabeth Holmes, Strategic
Operations & Development
Officer

Scott Davis, Forest
Certification Coordinator

Mary Humphries,
Administrative Coordinator

Erin Neave, Biodiversity
Specialist

Melanie Williams,
Communications Coordinator

The Year in Retrospect

This has been a year of significant transition and change for the EOMF. With the impending loss of funding from the Forest Communities Program (Natural Resources Canada) the Board focused on re-positioning the EOMF. The goal was to ensure ongoing stability into the future while providing a balanced program to our members and supporters.

While managing through this transition, the EOMF has also delivered successfully upon a number of project activities. Some highlights of our accomplishments include:

❖ Forest Certification

The EOMF Forest Certification Program continues to thrive. In 2013 over 10,000 ha of new forests were added to the program. The program now encompasses over 63,000 hectares of private land forest consisting of community forests, forest owner groups, forest managers and maple syrup producers.

The program is guided by the Certification Working Group with representation from private landowner groups, community forest owners, First Nations, forest industry, and government.

We continued to expand forest management certification into southwestern Ontario, with addition of Long Point Conservation and private land owners, the latter through a project funded by the Frontenac Community Futures Development Corporation.

The interest and growth potential of the program is promising and with the implementation of new funding/fee structure for the Forest Certification Program last year, the program is strongly positioned for self-sufficiency in the long-term.

In support of the forest industry and our certification program we delivered a regional Chain of Custody (CoC) program for local saw mills.

❖ Ontario East Wood Centre

The Ontario East Wood Centre (OEWCC), for which the EOMF has been a key catalyst and partner, is meant to be a platform for getting new wood products off the ground in the face of the decline in traditional markets for wood products.

Certification Working Group

Martin Streit, Co-chair
Steve Hunter, Co-chair
Brian Anderson
Achille Drouin
Ray Fortune
Nicolas Gauthier
Jean-Claude Havard
Fred Huszarik
Pieter Leenhouts
Geoff McVey
Jeff Muzzi
Tom Richardson
Linda Touzin
Tony Bull,
Jim Hendry
Carl Saddler
Jesse Henrich
Ben Walters
John McNeil
Josee Brizzard
Peter McElwain
Wade Knight, Staff
Scott Davis, Staff

The EOMF supported efforts in-kind through participation on the OEWC board, and by lending other assistance such as the encouragement of partnerships with academia and others, and the sharing of knowledge and forestry-related expertise.

Here a few of key activities & accomplishments:

- The OEWC actively sought the support and commitment to the bio-economy and sustainable forests and communities of Eastern Ontario via the Eastern Ontario Warden's Caucus, a major force in Eastern Ontario.
- Queen's University's Chemical Engineering Department hosted the February 21, 2014 AGM. One of the outcomes of the AGM was a stronger alliance with Algonquin College's Perth and Pembroke offices.
- Progress has been made with respect to the aim of having pilot plants and biomass related industrial and business clusters established. (e.g., the GreenHouse at GreenField has led to securing a proponent [Suntech Greenhouses Ltd]).
- One of the main objectives is to secure markets for wood fibre. In 2013 with financial support from Frontenac Community Futures EODP Funding Queen's University examined pellet production closer to the wood supply. The study is now complete and with support from Algonquin College, Frontenac County and Renfrew County CFDC's, Heideman & Sons and others the next step leading to construction is being actively pursued.

The OEWC board continued to press on with efforts to advance the vision and objects of the OEWC. Project leader Sandra Lawn continued to lend her energy and enthusiasm to the effort, alongside a large number of dedicated experts, academics, business people, and forest specialists.

❖ Regional Forest Health Network

The EOMF continued to chair and facilitate efforts of the Regional Forest Health Network (RFHN). Emerald ash borer (EAB) continued to be top of mind for the RFHN, with ongoing efforts to provide information-sharing support and expertise to municipalities, private landowners, homeowners, property owners and forest practitioners.

Members of the Regional Forest Health Network

Agence regionale de mise en valeur des forets privees outaouaises
Agriculture and Agri-Food Canada (Arboretum)
Canadian Food Inspection Agency
City of Gatineau
City of Cornwall
City of Ottawa
Conservation Authorities
County of Renfrew
Ministry of Natural Resources (Kemptville District)
Ministry of Natural Resources (Southern Region)
Mohawk Council of Akwesasne
National Capital Commission
Natural Resources Canada (Canadian Forest Service)
New York State, Department of Environmental Conservation Ontario
St. Lawrence County, New York State
St. Lawrence Islands National Park
Town of Carleton Place
Tree Canada
United Counties of Leeds & Grenville

To assist the Francophone community the publication *A guide entitled Preparing for Emerald Ash Borer: A Landowner's Guide to Managing Ash Forests* produced by members of the RFHN (October 2012) was translated and published in French. An online edition is available on the EOMF website www.eomf.on.ca.

With funding assistance from the Invasive Species Centre we were able to produce two high quality professional videos on managing for EAB. One video focused rural forest owners while the second video focused on urban land owners. To assist rural municipalities the EOMF developed an EAB management strategy template.

❖ Education & Community Outreach

Kemptville Winter Woodlot Conference

The 27th edition of the Kemptville Winter Woodlot Conference was held in February 2013, on the Kemptville Campus of the University of Guelph. This informal conference has become an important educational and networking event for private woodlot owners, farmers with woodlots, community forest managers in eastern Ontario.

This year's theme was "Evolving Issues & Insights for Woodlot Owners" and featured presentations on – new medical findings on the health benefits of trees; invasive pests and diseases of local forests; airing of the EOMF new video entitled "Emerald Ash Borer: Facts and Tactics for Woodlot Owners and Forest Managers"; non-timber forest product that can yield new income and diversity opportunities for woodlot owners; hazards and safe practices in the woodlot; vernal pools; and a visually engaging overview and description of the fascinating plants and animals in our local woodlots by world-renowned naturalist and wildlife photographer, Michael Runtz.

Annual Christmas Forest Seminar

In partnership with the Ottawa Valley Section of the Canadian Institute of Forestry, the EOMF hosted another annual Christmas Forest Seminar. The theme this year was the peri-urban forest.

The term peri-urban forest is a relatively new and Ken Farr was able to describe and explain how the term evolved and how it is becoming more widely used in the forest community, nationally

Kemptville Woodlot Conference Committee

Jeff Ward, Chair
Sally Hamilton
Achille Drouin
Pieter Leenhouts
Dorothy Hamilton
Alf Campbell
Adam Shewchuk
Mary Humphries, Staff
Melanie Williams, Staff

and internationally. Other speakers provide their unique perspective of the theme including Dr. Renate Sander-Regier of the University of Ottawa, who described how modern civilizations have become estranged from forests and natural systems and the implications for social health and well-being. Dr. Andy Kenney then explained how these forests are managed from a sustainability viewpoint and some of the challenges encountered in balancing various demands. Finally Henry Lickers of the Mohawk Council of Akwesasne described 'Adventures in the Peri-Urban Forest: A Story of Aboriginal Gathering' and showed how people interact with these forests in spiritual and quite practical fashions.

The Science Committee is currently working on the December 2014 seminar. The topic will focus on forest management in Canada; its history and evolution, with particular emphasis on eastern Ontario and some speculations on where forest management may go in the future.

❖ **Akwesasne Partnership**

As a founding partner to the EOMF, the Mohawk community of Akwesasne has shaped the very essence of our governance structure and the way in which we work with partners - embracing Naturalized Knowledge Systems principles and the Great Way of Peace (respect, equity, and empowerment as key ingredients for effective and lasting partnerships). Nurturing this partnership (indeed friendship) is something the EOMF holds dear - and it is central to the objective of continuing to develop enduring partnerships that enable the organization to flourish in the long-term.

Staff of the Mohawk Council of Akwesasne's Environment Program was active in supporting various project activities (e.g., efforts of the Regional Forest Health Network) and active in the governance of the EOMF through participation on the board and Forest Science Committee.

❖ **Forest Science Committee**

The EOMF provides a platform for collaborative community efforts to promote and ensure sustainable forest communities and one of its permanent committees, the Forest Science Committee (FSC) furthers these goals through various science-based activities and advises the board of directors on all

Forest Science Committee

Peter Hall, Chair
Gerald Guenkel
Bob Stewart
Brian Haddon
Sally Hamilton
Henry Lickers, EOMF Scientist
Bill McMillan
Erin Neave
Erik Wang
Ed White
Dave Winston
Elizabeth Holmes, Staff

science-related matters and reviews projects from a science perspective.

A Changing Climate?

The FSC has completed and published an article on the changing climate in Eastern Ontario titled 'Is the Climate Changing in Eastern Ontario?' This article has now been published on the EOMF website to make our partners aware of some of the environmental changes which appear to be ongoing in eastern Ontario. This analysis of the weather data looks at temperature and precipitation records over the past century and explains some of the current trends in the climate. It does not make predictions on future climates or assume that current trends will continue. The trends are of interest to people generally and particularly those involved in infrastructure planning, agriculture, forestry and tourism.



Analysis of Forest Resources

A major gap in the ability to engage in sustainable forestry, particularly on private lands is the lack of reliable resource inventory information (FRI) for use by resource managers. This is reflected in a number of issues affecting the EOMF including; ecological land classification, surveying lands for non-timber values, criteria and indicators for sustainable forestry, geographical information systems for land management and an understanding of forest fragmentation and biodiversity. The FSC has recognized the importance of a comprehensive resource inventory to guide decisions associated with the management of multiple natural resources and has prepared a summary of needs after discussions with key individuals. We have also completed a review of existing information sources. Many needs were identified; Determinations of Species at Risk, requirements for the Managed Forest Tax Incentive Program, Forest Certification and Community Forests. Existing data sources were identified including those developed by the EOMF as well as imagery and inventory products that provide coverage of the EOMF area. However, given the current resource limitations it is unlikely that analysis of this information can be done without outside technical and financial support.

❖ Woodland Restoration Program

This year we initiated the new Woodland Restoration Program in partnership with Trees Ontario. The program facilitated

woodland planting efforts with solar companies mandated by the province to replant acreages taken out of forest cover as a result of solar installations.

In the spring of 2013 a total of 54,000 trees were planted in eastern Ontario. Through this initiative 28 hectares of new natural corridors and linkages were created and 17 hectares of interior forest.

Additional plantings are slated for 2014 and 2015 and we are working to expand the effort in the coming year in terms of both the number of solar companies involved and the geography covered (i.e., beyond the traditional boundary of the EOMF).



❖ **Activities In Support of the CMFN & IMFN**

The EOMF continued to serve as a champion and supporter of the Canadian Model Forest Network (CMFN) as well as the International Model Forest Network (IMFN). We participated on the CMFN board as well as on the General Managers' Committee, actively supporting a number of collaborative efforts and initiatives, including joint collaboration with the IMFN.

Highlights this year include:

- Assisted in the development of a CMFN-spearheaded funding proposals to advance work on social forestry in Indonesia;
- Conducted forest sector interviews to feed into the CMFN discuss paper on forest sector jobs;
- Provided input into the final stages of the CMFN's Responsible Resource Development Program; and
- Hosting visits by delegations from Natural Resources Canada showcasing local forest management activities and the EOMF Forest Certification Program.

As we move forward it is our hope to continue to support the CMFN and IMFN in these types of vital knowledge sharing and information transfer efforts in the year ahead.

Ross Silversides Award

Honourary Members & Recipients of the Ross Silversides Forestry Award

Honourary members and recipients of the Ross Silversides Forestry Award are identified by the Board of Directors for their outstanding contribution to forestry in eastern Ontario or as past or present residents who have made a major contribution to forestry elsewhere in the world.

1993	C. Ross Silversides, Maitland, Ontario (Honourary)
1994	Bess Silversides, Maitland, Ontario (Honourary)
1994	Ernest M. Kaientaronkwen Benedict, Akwesasne
1995	Teharonianeken, Chief Jake Swamp, Akwesasne
1996	Ewan Caldwell, Rockcliffe Park, Ontario
1996	Ferdinand LaRose, Bourget, Ontario
1996	Françoise LaBelle, St. Bruno Quebec (Honourary)
1998	Sandra S. Lawn, Prescott, Ontario
1999	William K. "Old Bill" Fullerton, Manotick, Ontario
2000	Jim Cayford, Barrhaven, Ontario
2001	George Fowler, Iroquois, Ontario
2001	Henry Atsienhanonne Arquette, Akwesasne
2002	John Kerr-Wilson, Ompah, Ontario
2003	Ray & Ruth Fortune, Almonte, Ontario
2004	Wayne D. Young, Cornwall, Ontario
2005	Peter M. Murray, Gananoque, Ontario
2006	F. Henry Lickers, Akwesasne
2007	Edwin H. White, Marcellus, New York
2007	Brian A. Barkley, Elma, Ontario
2008	Richard David, Akwesasne
2009	Dave Chapeskie, Spencerville, Ontario
2010	Dave Neave, Nepean, Ontario
2011	William (Bill) Hall, Renfrew, Ontario
2012	Jim Hendry, South Stormont, Ontario
2012	Martin Streit, Morrisburg, Ontario
2013	Jim McCready, Carleton Place, Ontario
2014	Laird Nelson, Codrington, Ontario

The Heartwood Award

Recipients of the Heartwood Award

The Heartwood Award is presented in recognition of an individual or group who has made an exceptional volunteer contribution to the Eastern Ontario Model Forest.

2005

Sally Hamilton, Kemptville, Ontario

2006

John P. Wilson, Kemptville, Ontario

2007

Tony Bull, Ottawa, Ontario

2008

Alf Campbell, Kemptville, Ontario

2008

Jim Gilmour, Watson's Corners, Ontario

2009

Hans Ottens, Maberly, Ontario

2010

Achille Drouin, Casselman, Ontario

2011

Don Schell, Tatlock, Ontario

2012

Kerry Coleman, Oxford Mills, Ontario

2013

J. Peter Hall, Gloucester, Ontario

2014

Dorothy Hamilton, Cornwall, Ontario

Partners & Supporters

Agence regionale de mise en valeur des forets
privees outaouaises
Agriculture and Agri-Food Canada
Alf's Forest Service
Algonquin College, Forestry Technician Program
Algonquin First Nation of Golden Lake
Algonquin to Adirondack Conservation
Association
Barr Lumber Ltd.
Boises Est
Canadian Federation of Woodlot Owners
Canadian Food Inspection Agency Canadian
Canadian Forestry Association
Canadian Institute of Forestry
Canadian Lumbermen's Association
Canadian Model Forest Network
Canadian Wildlife Service
Canadian Wood Fibre Centre
Carleton Place Forest Advisory Committee
Carleton Place Secondary High School
Cataraqui River Conservation Authority
City of Ottawa
Commonwealth Plywood Co. Ltd.
Community Stewardship Council of Lanark
County
Conservation Ontario
Country Lane Fine Wood Products
County of Lanark
David Black Ash Consulting
Drummond's Sugarbush
Eastern Chapter of the Society of Ontario Nut
Growers
Eastern Ontario Certified Forest Owners
Eastern Ontario Development Program
Environment Canada
Ferguson Forest Centre
Forest Gene Conservation Association Forest
Products Association of Canada Forest
Stewardship Council of Canada
Fortune Farms
Fowler Tree Farms
FP Innovations
Friends of Limerick Forest
Frontenac Arch Biosphere Reserve
Frontenac Community Futures Development
Corporation
Fulton's Pancake House and Sugar Bush
Gananoque Forestry Advisory Committee
Great Lakes Forestry Centre
Grey County Forest
Haliburton Forest and Wildlife Reserve Ltd.
Halifax Global Management Consultants
Herb Shaw & Sons Ltd.
International Model Forest Network
ITS - International Truck Load Services Inc.
Lanark Cedar
Lanark & District Maple Syrup Producer's
Association
Lavern Heideman & Sons Ltd.
Leeds-Grenville Stewardship Council
Leo Andre Ltd.
Limerick Forest
L.R. McVeigh Lumber Ltd.
Mazinaw-Lanark Forest Inc.
McCann's Forest Products
McCready Tree & Forestry Consulting
Mississippi Valley Conservation
M.J. Umpherson Lumber Co. Ltd.
Mohawk Council of Akwesasne, Environment
Program
Murray Brothers Lumber
National Capital Commission
Natural Heritage Information Centre
Natural Resources Canada
Nature Conservancy of Canada (Ontario)
Norampac Inc., Trenton Division
North Grenville Chamber of Commerce
Northumberland County Forest
Ontario Forestry Association
Ontario Maple Syrup Producers' Association
Ontario Ministry of Agriculture, Food and Rural
Affairs
Ontario Ministry of Natural Resources
Ontario Nature
Ontario Network on Ecosystem Services
Ontario Professional Foresters Association
Ontario Woodlot Association
Opeongo Forestry Service
Ottawa Stewardship Council

Ottawa Valley Section - Canadian Institute of Forestry
Ottawa Valley Forest Sustainable Forest Licence
Popkie Lumber Ltd.
Port of Prescott
Prescott-Russell Stewardship Council
Queen's University
Rainforest Alliance
Raisin Region Conservation Authority
Renfrew County Stewardship Council
Resource Stewardship S.D. & G.
Rideau Valley Conservation Authority
St. Lawrence Islands National Park
St. Lawrence River Institute of Environmental Sciences
Sand Road Sugar Camp
Sandra S. Lawn & Associates Inc.
SmartWood
South Nation Conservation
State University of New York, College of Environmental Science and Forestry
Stewardship Network of Ontario

Stormont, Dundas & Glengarry Certified Forest Owners Inc.
Sugarbush Cabinet Company Ltd.
Temples Sugar Camp
TD Graham + Associates
Town of Carleton Place
Town of Gananoque Town of Oakville
Township of Edwardsburgh/Cardinal
Tree Canada Foundation
Trees Ontario
United Counties of Leeds and Grenville
United Counties of Prescott and Russell
United Counties of Stormont, Dundas & Glengarry
University of Guelph
University of Guelph, Kemptville Campus
University of Toronto, Faculty of Forestry
Westwind Forest Stewardship Inc.
Wheeler's Pancake House & Sugar Camp

Thomas Foran FCA(Doc)
W. Gordon Wells CA (Ret)
Alan Gunnam, CPA, CA, LPA
Marilyn Payne, CPA, CA, LPA



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Independent Auditors' Report

To the Board
Eastern Ontario Forest Group

We have audited the accompanying financial statements of Eastern Ontario Forest Group, which comprise the balance sheet as at March 31, 2014 and the Statement of operations, Statement of changes in net assets and cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.


An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independent Auditors' Report

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Eastern Ontario Forest Group as at March 31, 2014 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.


WGP Professional Corporation
Chartered Accountants
Authorized to practise public accounting by
The Institute of Chartered Accountants of Ontario

Kempville, Ontario
June 06, 2014

Eastern Ontario Forest Group

Balance Sheet
March 31, 2014

	Note	2014	2013
Assets			
Current Assets			
Cash		\$ 352,666	\$ 187,633
Trade accounts receivable		92,590	66,633
HST receivable		-	12,786
Interest receivable		31	-
Other current assets		-	2,462
Total Current Assets		445,287	369,531
Property, plant and equipment, net of accumulated amortization	2.a.	3,981	4,976
Total Assets		\$ 449,268	\$ 374,510

The accompanying notes are an integral part of these financial statements.



Eastern Ontario Forest Group

Balance Sheet
March 31, 2014

	Note	2014	2013
Liabilities and Shareholders' Equity			
Current Liabilities			
Accounts payable and accrued liabilities		\$ 9,602	\$ 5,592
HST payable		22,141	-
Total Current Liabilities		31,743	5,592
Deferred income		3	-
Total Liabilities		256,071	97,405
Equity			
Retained earnings		193,197	177,104
Total Liabilities and Equity		\$ 449,268	\$ 274,510

Approved on behalf of the board

The accompanying notes are an integral part of these financial statements.



Eastern Ontario Forest Group

Statement of Operations For the Year Ended March 31, 2014

	2014	2013
Receipts		
Administration revenue	\$ 1,526	\$ 572
Contributions from partners	342,298	69,307
Provincial	6,927	370,954
Federal - Forest Communities Program	75,000	175,000
Federal other	33,623	27,839
Memberships	4,340	3,335
Donations	-	5,303
Interest income	584	1,539
Other revenue	17,910	461
Total receipts	482,208	654,310

Expenditures		
EOFG Projects (Sch. 1)	75,000	175,000
Supplementary Projects (Sch. 2)	360,352	489,788
Expense recoveries	8,999	(24,079)
Bad debt expense	-	148
Interest and bank charges	85	330
Office expenses	5,603	7,260
Professional fees	9,730	(440)
Amortization of tangible assets	995	1,245
Insurance	4,403	3,770
Salaries and wages	-	11,094
Meetings	948	1,926
Delivery, freight and postage	-	66
General and administrative	-	600
Total expenditures	466,115	666,708

Income from operations	16,093	(12,398)
Other direct contributions (Note 4)		
Contributions	262,236	394,164
Expenses	(262,236)	(394,164)
Total other direct contributions		

Excess of receipts over expenditures (expenditures over receipts) **\$ 16,093** **\$(12,398)**

The accompanying notes are an integral part of these financial statements.



Eastern Ontario Forest Group

Statement of Changes in Net Assets For the Year Ended March 31, 2014

	2014	2013
Net Assets, opening	\$ 177,404	\$ 189,502
Excess of receipts over expenditures (expenditures over receipts)	16,093	(12,398)
Net Assets, closing	\$ 193,497	\$ 177,104

The accompanying notes are an integral part of these financial statements.



Eastern Ontario Forest Group

Statement of Cash Flows
For the Year Ended March 31, 2014

	Note	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES:			
Net income	\$	16,093	\$ (12,398)
Accounts receivable		(13,202)	138,922
Prepays		2,462	(2,462)
Accounts payable		26,151	(34,442)
Deferred income		132,514	(6,070)
Amortization expense		995	1,245
TOTAL CASH FLOWS FROM OPERATING ACTIVITIES		165,013	74,795
Purchase of capital assets		-	(3,373)
CASH FLOWS FROM FINANCING ACTIVITIES:			
OTHER ACTIVITIES:			
Net cash increase (decrease) in cash and cash equivalents		165,013	71,422
Cash and cash equivalents at beginning of period		187,653	116,231
Cash and cash equivalents at end of period		\$ 352,666	\$ 187,653
Cash and cash equivalents consist of the following:			
Cash		\$ 352,666	\$ 187,653

The accompanying notes are an integral part of these financial statements.



Eastern Ontario Forest Group

Notes to the Financial Statements
For the Year Ended March 31, 2014

1. Significant Accounting Policies

a. First time adoption

i. No change

On April 1 2012, the organization adopted Canadian generally accepted accounting principles for not for profit organizations (ASNFPPO). These are the company's first financial statements prepared in accordance with ASNFPPO, which has been applied retrospectively. The adoption of ASNFPPO had no impact on the previously reported assets, liabilities and net assets in the company, and accordingly, no adjustments have been recorded in the comparative balance sheet, statement of operations, statement of net assets and the cash flows statement. Certain of the company's disclosures included in these financial statements reflect the new disclosure requirement of ASNFPPO. The following exemptions were used at the date of transition to Canadian GAAP for not for profit organizations:

b. Nature of business/basis of preparation

i. Place of incorporation and principal business

The group was incorporated as a not-for-profit corporation, without share capital on October 13, 1992, under the laws of Ontario. The organization received its charitable status from the Canada Revenue Agency on April 1, 1999. The group is dedicated to championing the concept and practice of sustainable forestry for all it values in Eastern Ontario and beyond through the cooperative efforts of its residents and supporters. The Eastern Ontario Forest Group belongs to the Canadian Model Forest Network with over 11 sites located across Canada.

c. Property, plant and equipment

i. Depreciation rates

Depreciation is provided for using the straight-line method over the estimated useful lives as follows for the major classes of assets:

	Rate
Equipment	5 years

d. Financial instruments

(1) Measurement of financial instruments

The entity initially measures its financial assets and liabilities at fair value, except for certain non-earn's length transactions. Non-earn's length transactions are measured at the exchange amount of consideration paid or received as established and agreed to by the related parties.



Eastern Ontario Forest Group

Notes to the Financial Statements
For the Year Ended March 31, 2014

1. Significant Accounting Policies continued

d. Financial instruments continued

(2) The entity subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted at active market, which are measured at fair value. Changes in fair value are recognized in net income.

Financial assets measured at amortized cost include cash, accounts receivable.

Financial liabilities measured at amortized cost include the accounts payable, and accrued liabilities

(3) Risks and concentrations

The entity is exposed to various risks through its financial instruments. The following analysis provides a measure of the entity's risk exposure and concentrations at the balance sheet date of March 31, 2014.

(4) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The entity is exposed to this risk mainly in respect of its accounts payable and accrued liabilities.

(5) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The entity's main credit risk relates to its accounts receivable.

(6) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

(7) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

(8) Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instruments or its issuer, or factors affecting all similar financial instruments traded in the market.



Eastern Ontario Forest Group

Notes to the Financial Statements
For the Year Ended March 31, 2014

1. Significant Accounting Policies continued

d. Financial instruments continued

e. Use of estimates

i. Actual results could differ

The preparation of the financial statements in accordance with AS/NPPO requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the March 31, 2014 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and may have impact on future periods.

f. Revenue recognition

i. Accordance with industry practice

The Eastern Ontario Forest Group follows the deferral method for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount is to be received can be reasonably estimated and collections is reasonably assured.

2. Property, plant and equipment

a. Cost less accumulated depreciation/impairment - net book value by period

Property, plant and equipment consist of the following:

	2014		2013	
	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Equipment	\$ 31,331	\$ 27,350	\$ 3,981	\$ 4,976



Eastern Ontario Forest Group

Notes to the Financial Statements
For the Year Ended March 31, 2014

3. Deferred Income

	2014	2013
Beginning balance, related to supplementary funding	\$ 91,814	\$ 97,884
Less: Amount recognized as revenue in the year	(91,814)	(97,884)
Add: Amount received related to following year	224,328	91,814
Ending balance, related to supplementary funding	\$ 224,328	\$ 91,814

4. Other Direct Contributions

Included in the statement of operations is \$262,236 (2013 - \$394,164) representing the estimated fair value of contributions of services and materials as declared by the partners. These services and materials are recorded at fair value as if Eastern Ontario Forest Group would normally have to pay for the services donated.

5. Changes in presentation of comparative financial statements

- a. Reclassified to conform with current year

Certain comparative figures have been reclassified to conform with the current year's financial statements presentation.

Eastern Ontario Forest Group

For the Year Ended March 31, 2014

Schedule 1: Forest Communities Program Projects

	Budget		
	2014	2013	
	(Unaudited)		
F/CP/12-10 Forest Certification	\$ 8,000	\$ 35,000	
F/CP/12-20 Ontario East Wood Canteen	-	13,800	
F/CP/12-21 Enhancing Wood Market Viability	3,000	7,200	
F/CP/12-30 Regional Forest Health Network	2,000	8,000	
F/CP/12-40 Ecological Goods & Services	5,000	22,000	
F/CP/12-50 Positioning EOMF for Financial Self-Sufficiency	52,000	75,000	
F/CP/12-51 Awareness Partnership	3,000	10,000	
F/CP/12-52 Championing & Supporting the CMFN	2,000	4,000	
Total Expense - EORF Projects	\$ 75,000	\$ 175,000	



The accompanying notes are an integral part of these financial statements.

Eastern Ontario Forest Group
For the Year Ended March 31, 2014

Schedule 2: Supplementary Projects

	2014	2013
EOFG12/2 Govt. Cost Project Phase 2	\$ -	\$ 332,781
EOFG13/01 Logging CHOC	21,208	-
EOFG27/25 Sun & Cleaning	187	-
EOFG12/06 Forensic Community Futures	33,162	20,497
EOFG27/22 Christmas Seminar	-	1,770
EOFG03/71 Forest Health Workshops	29,401	13,276
EOFG12/10 EMN Legacy	3,252	750
EOFG03/05 Esai SAV Leaders	135	-
EOFG12/17 One's Workshop	766	1,776
EOFG11/11 Jan Cayford Fund Charity	-	2,032
EOFG03/78 EOFG Maple Publications	9,658	1,634
EOFG12/19 North Central Pest Workshop	2,360	13,036
EOFG13/26 Administration Funds	1,818	7,117
EOFG06/18-CEO Info	3,479	1,135
EOFG12/13 Invasive Species Partner	4,567	20,433
EOFG10/16 Species at Risk	-	18,250
EOFG13/14 low Spec EAB video	29,693	-
EOFG 03/36 EOAMF Event	4,557	1,462
EOFG13/29 Tree Planting	114,497	-
EOFG09/50 EOAMF Forest Event Charitable	-	102
EOFG07/93 Certificate Renewal fund	76,866	34,407
EOFG14/04 Wood Pellet Plant	5,000	-
EOFG28/39 Woodlot Day	14,190	6,400
EOFG07/20 East Prairie Orchard	1,114	-
EOFG02/62 EOAMF Workshops	230	-
EOFG01/44 Filching Maple Sap	57	-
EOFG03/76 ANSI Site Dist report	4,125	-
Total Expense - Supplementary projects	\$ 360,352	\$ 489,788

The accompanying notes are an integral part of these financial statements.



Notes

*Our vision of forests for seven generation
is a sustainable landscape valued by all communities.*

Acknowledgement

The Eastern Ontario Model Forest gratefully acknowledges the support of Natural Resources Canada through the Canadian Forest Service's Forest Communities Program and are grateful for the support we have received from our many members and partners.

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