

Audited Financial Statements

**ONE ELEUTHERA FOUNDATION**

30 June 2020

# ONE ELEUTHERA FOUNDATION

Audited Financial Statements

30 June 2020

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## INDEPENDENT AUDITORS' REPORT

To the Members of  
**ONE ELEUTHERA FOUNDATION**

### **Opinion**

We have audited the accompanying financial statements of One Eleuthera Foundation ("the Foundation"), which comprise the statement of financial position as at 30 June 2020, and the statements of income and accumulated funds and cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Foundation as at 30 June 2020 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards for Small and Medium-sized Entities ("IFRS for SMEs").

### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Foundation in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* ("IESBA Code"), and we have fulfilled our other responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS for SMEs 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.

In preparing the financial statements, management is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

To the Members of  
**ONE ELEUTHERA FOUNDATION**

***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but it is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISA, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Obtain an understanding of internal controls relevant to the audit 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 Foundation's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieve fair presentation.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

To the Members of  
**ONE ELEUTHERA FOUNDATION**

***Auditors' Responsibilities for the Audit of the Financial Statements (continued)***

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our audit.

24 September 2021

Nassau, The Bahamas

A handwritten signature in cursive script that reads "Baker Tilly". Below the signature, the words "CHARTERED ACCOUNTANTS" are printed in a bold, uppercase, sans-serif font.

# ONE ELEUTHERA FOUNDATION

Statement of Financial Position  
(Expressed in Bahamian dollars)

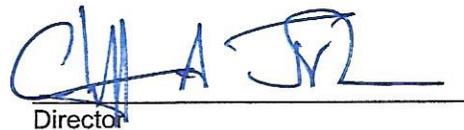
30 June 2020

	Notes	2020 \$	2019 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	1,046,406	1,050,609
Accounts receivable	14	106,453	900
		1,152,859	1,051,509
<b>NON-CURRENT ASSETS</b>			
Property and equipment, net	6, 10	625,211	35,306
Other assets	7	51,940	400
		677,151	35,706
<b>TOTAL ASSETS</b>		1,830,010	1,087,215
<b>LIABILITIES AND ACCUMULATED FUNDS</b>			
<b>CURRENT LIABILITIES</b>			
Funds held for third parties	8	366,961	469,250
Accounts payable and accrued expenses	9	73,456	19,965
Mortgage payable	10	200,000	-
Unearned income	14	70,763	-
Other liabilities		3,840	-
		715,020	489,215
<b>ACCUMULATED FUNDS</b>			
Unrestricted fund		711,059	527,523
Restricted funds		403,931	70,477
		1,114,990	598,000
<b>TOTAL LIABILITIES AND ACCUMULATED FUNDS</b>		1,830,010	1,087,215

Approved by the Board of Directors and signed on its behalf by:



Director



Director

24 September 2021  
Date

See accompanying notes. Independent Auditors' Report pages 1 through 3.

# ONE ELEUTHERA FOUNDATION

Statement of Income and Accumulated Funds  
(Expressed in Bahamian dollars)

Year ended 30 June 2020

	Notes	Unrestricted Fund		Restricted Funds		Total Funds	
		2020	2019	2020	2019	2020	2019
		\$	\$	\$	\$	\$	\$
<b>INCOME</b>							
Donations and gifts	11	951,624	1,114,959	1,601,921	325,590	2,553,545	1,440,549
Other income		85,514	17,852	-	-	85,514	17,852
<b>Total Income</b>		<b>1,037,138</b>	<b>1,132,811</b>	<b>1,601,921</b>	<b>325,590</b>	<b>2,639,059</b>	<b>1,458,401</b>
<b>EXPENSES</b>							
Social purpose activities	12	132,751	420,731	1,268,467	266,769	1,401,218	687,500
Salaries and wages	13	499,861	377,601	-	-	499,861	377,601
Facilities and utilities		60,304	31,621	-	-	60,304	31,621
Development		41,542	18,676	-	-	41,542	18,676
Meetings and travel		29,828	41,562	-	-	29,828	41,562
Bank charges		15,963	14,608	-	-	15,963	14,608
Information Technology and Website		13,617	6,961	-	-	13,617	6,961
National insurance contributions		12,731	11,591	-	-	12,731	11,591
Audit fees		11,200	10,584	-	-	11,200	10,584
Communications		9,950	54,113	-	-	9,950	54,113
Depreciation	6	7,000	694	-	-	7,000	694
Supplies		4,780	5,907	-	-	4,780	5,907
Advertisement and marketing		4,535	8,517	-	-	4,535	8,517
Miscellaneous		2,448	3,430	-	-	2,448	3,430
Insurance		1,968	2,190	-	-	1,968	2,190
Repair and maintenance		1,960	1,588	-	-	1,960	1,588
Membership subscriptions		1,120	1,155	-	-	1,120	1,155
Business license		830	830	-	-	830	830
Merchandise		814	6,332	-	-	814	6,332
Legal fees		400	500	-	-	400	500
Consultation fees		-	7,420	-	-	-	7,420
Fundraising activities		-	6,851	-	-	-	6,851
<b>Total Expenses</b>		<b>853,602</b>	<b>1,033,462</b>	<b>1,268,467</b>	<b>266,769</b>	<b>2,122,069</b>	<b>1,300,231</b>
<b>SURPLUS OF INCOME OVER EXPENSES</b>							
		183,536	99,349	333,454	58,821	516,990	158,170
<b>ACCUMULATED FUNDS,</b>							
<b>Beginning of the year</b>		527,523	428,174	70,477	11,656	598,000	439,830
<b>ACCUMULATED FUNDS,</b>							
<b>End of the year</b>		711,059	527,523	403,931	70,477	1,114,990	598,000

See accompanying notes. Independent Auditors' Report pages 1 through 3.

# ONE ELEUTHERA FOUNDATION

Statement of Cash Flows  
(Expressed in Bahamian dollars)

Year ended 30 June 2020

	Notes	2020 \$	2019 \$
<b>CASH AND CASH EQUIVALENTS PROVIDED BY (USED IN):</b>			
<b>OPERATING ACTIVITIES</b>			
Surplus of income over expenses		516,990	158,170
Adjustment for non-cash item:			
Depreciation	6	7,000	694
Changes in operating assets and liabilities:			
(Increase) decrease in accounts receivable		( 105,553)	300
(Decrease) in funds held for third parties		( 102,289)	( 15,170)
Increase (decrease) in accounts payable and accrued expenses		53,491	( 20,317)
Increase in unearned income		70,763	-
Increase in other liabilities		3,840	-
Decrease in due to Centre for Training and Innovation		-	( 151,600)
Net cash provided by (used in) operating activities		444,242	( 27,923)
<b>INVESTING ACTIVITIES</b>			
Purchase of property and equipment	6, 10	( 396,905)	( 36,000)
(Increase) decrease in other assets	7	( 51,540)	501
Net cash used in by investing activities		( 448,445)	( 35,499)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS DURING THE YEAR</b>			
		( 4,203)	( 63,422)
Cash and cash equivalents, beginning of the year		1,050,609	1,114,031
<b>CASH AND CASH EQUIVALENTS, END OF THE YEAR</b>	5	1,046,406	1,050,609
<b>Supplemental disclosure of non-cash transactions:</b>			
<b>INVESTING ACTIVITY</b>			
Purchase of property and equipment	6, 10	( 200,000)	-
<b>FINANCING ACTIVITY</b>			
Increase in mortgage payable	7	200,000	-

See accompanying notes. Independent Auditors' Report pages 1 through 3.

# ONE ELEUTHERA FOUNDATION

Notes to Financial Statements

30 June 2020

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## 1. GENERAL INFORMATION AND NATURE OF OPERATIONS

One Eleuthera Foundation (“the Foundation”) was incorporated on 14 March 2012 under the Companies Act 1992, of the Commonwealth of The Bahamas as a company limited by guarantee. Therefore, the Foundation has no authorized capital but is limited by guarantee whereby each Member has agreed that in the event of the Foundation’s winding-up, and its liabilities exceed its assets, to contribute up to fifteen dollars (B\$15.00) each. At 30 June 2020, the Foundation had thirty (30) members (2019: 86).

The Foundation is a non-profit community development company whose guiding principles are captured in a plan called A Shared Vision. A Shared Vision established five foundational program areas through which the Foundation now streams its work, and they are as follows:

- Economy - The Foundation believes that Eleutherans should own and benefit the most from their ECONOMY, and sponsors a variety of programs designed to accomplish this goal.
- Education - The Foundation believes that EDUCATION is key to Eleuthera's future success, and offers and supports a variety of programs designed to give persons the skills and knowledge they need to thrive.
- Environment – The Foundation believes that the protection of the ENVIRONMENT and its natural resources must be a high priority, and promotes a variety of programs focused on conservation and sustainability.
- Health - The Foundation believes that the HEALTH and well-being of Eleutherans are essential, and offers and supports a variety of programs to promote healthy living.
- Heritage - The Foundation believes in preserving Bahamian HERITAGE AND CULTURE, and supports a number of efforts so that it can be celebrated by residents and guests for years to come.

These five foundational program areas are collectively referred to social purpose activities.

The Foundation is also registered under the Non-Profit Organizations Act, 2019.

The registered office of the Foundation is located at 3 Bayside Executive Park, West Bay Street and Blake Road, P.O. Box N-4875 Nassau, The Bahamas. The business office is located at Mingo Drive and Queen’s Highway, Rock Sound, Eleuthera.

## 2. STATEMENT OF COMPLIANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS

The Foundation’s financial statements are presented in accordance with International Financial Reporting Standard for Small and Medium-sized Entities (“IFRS for SMEs”) as issued by the International Accounting Standards Board (“IASB”), and prepared under the historical cost convention and are presented in Bahamian dollars, the Foundation’s functional currency.

# ONE ELEUTHERA FOUNDATION

Notes to Financial Statements

30 June 2020

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## 3. NEW AND REVISED STANDARDS OR INTERPRETATIONS

The IASB has not made amendments to the IFRS for SMEs during the year.

## 4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with the IFRS for SMEs issued by the IASB. Summary of principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented unless otherwise stated.

### **Management's use of judgments and estimates**

The Foundation uses accounting estimates and assumptions in the preparation of these combined financial statements. Although these estimates are based on management's best knowledge of current events and transactions, actual results may ultimately differ from those estimates. The effect of any changes in estimates will be recorded in the Foundation's financial statements when determinable.

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The following presents a summary of these significant estimates and judgments:

### ***Estimation of useful lives of equipment***

Useful lives of equipment are estimated based on the period over which these assets are expected to be available for use.

### **Cash and cash equivalents**

Cash and cash equivalents are comprised of depository accounts with banks and other financial institutions which are subject to an insignificant risk of change in value.

### **Accounts receivable and other assets**

Account receivables and other assets are recognized initially at the transaction price. They are subsequently measured at amortized cost using the effective interest method, less provision for doubtful debts. A provision for doubtful debts is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the financial asset.

### **Property and equipment, net**

Property and equipment, which includes motor vehicles and computer equipment, are initially recognized at cost, less depreciation in the statement of financial position. Cost includes the value of consideration exchanged. The cost of self-constructed assets includes the cost of material and direct labor, and any other cost directly attributed to bringing the asset to a working condition for its intended use. All other subsequent expenditures are expensed in the period in which they are incurred.

# ONE ELEUTHERA FOUNDATION

Notes to Financial Statements

30 June 2020

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## 4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

### Property and equipment, net (continued)

Where an item of property and equipment is acquired in exchange for a non-monetary asset or monetary assets, or a combination of monetary and non-monetary assets, the asset acquired is initially measured at fair value (the cost). If the acquired item's fair value was not determinable, its deemed cost is the carrying amount of the asset(s) given up.

When significant components of an item of property and equipment have different useful lives, they are accounted for as separate items (major components) of property and equipment.

Repair costs for property and equipment will be subject to capitalization when the repair extends the useful life of the related asset. The cost is recorded as an increase to the appropriate asset account.

OEF capitalizes all expenditure on property and equipment with a cost greater than or equal to \$2,500, and with a useful life of at least three (3) years, unless otherwise stipulated by a grant. When an asset is purchased through a grant, the grant's capitalization rules apply. OEF will conduct a regular inventory of its property and equipment and maintain a central list that includes the date of purchase, registration numbers, warranty information, original cost, and the assets' estimated useful lives.

Gains and losses on disposals are determined by comparing proceeds with carrying amounts. These are included in the statement of income and retained funds.

Donated assets and capitalized donated leases are recorded at their estimated fair values at the date of the donation.

Depreciation and amortization are computed on a straight-line basis using the assets' estimated useful lives as follows:

	Years
Buildings	12 - 30 years
Computer equipment	6 years
Motor vehicles	2 - 6 years

When assets are retired or otherwise disposed of, the costs and related accumulated depreciation are removed from the accounts and any resulting gain or loss is credited or charged to operations.

### Impairment of financial assets

An assessment is made at each reporting date to determine whether there is any indication of impairment of any assets. If any such indication exists, the asset's recoverable amount is estimated. An asset's recoverable amount is computed as the higher of the asset's value in use or its net selling price. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows.

# ONE ELEUTHERA FOUNDATION

Notes to Financial Statements

30 June 2020

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## 4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

### **Impairment of non-financial assets**

An assessment is made at each reporting date to determine whether there is any indication of impairment of any assets. If any such indication exists, the asset's recoverable amount is estimated. An asset's recoverable amount is computed as the higher of the asset's value in use or its net selling price.

An impairment loss is recognized only if the carrying amount of an asset exceeds its recoverable amount. An impairment loss is charged to operations in the period in which it arises unless the asset is carried at a revalued amount in which case the impairment is charged to the revaluation increment of the said asset.

A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount of an asset, however, not to an amount higher than the carrying amount that would have been determined (net of any depreciation).

A reversal of an impairment loss is credited to current operations.

### **Funds held for third parties**

Funds received in a custodial capacity are recorded as liabilities. The disbursement of these funds is recorded as a reduction in these liabilities.

### **Accounts payable and accrued expenses**

Accounts payable and accrued expenses are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.

### **Mortgage payable**

Mortgage payable is initially measured at fair value less transaction cost (if any) and is subsequently measured at amortized cost, which includes all interest-bearing liabilities, using the effective interest rate method. Any difference between the proceeds (net of transaction costs) and the settlement or redemption of the loan payable is recognized over the term of the loan. Other financial liabilities are measured initially at fair value less transaction costs, and subsequently, at amortized cost using the effective interest rate method.

### **Restricted funds**

Restricted funds are donations and gifts received by the Foundation upon which the donors have imposed restrictions on their expenditure. The receipt and expenditure of restricted funds are reported in the statement of income and accumulated funds except for the expenditure of restricted funds to purchase capital assets. The receipt of such funds is reported as income, and once the capital assets are acquired an amount equal to the cost of the capital assets is transferred from the Accumulated Funds-Restricted Funds to the Accumulated Funds-Unrestricted Fund.

# ONE ELEUTHERA FOUNDATION

Notes to Financial Statements

30 June 2020

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## 4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

### **Unrestricted fund**

The Unrestricted Fund comprises donations and gifts upon which the donors have not imposed any restrictions on their expenditure. The Accumulated Fund-Unrestricted comprises the surplus of unrestricted income over expenses and Restricted Funds received for the purchase of capital assets that have been acquired.

### **Income**

Income arises mainly from donations and restricted gifts.

Income is recognized to the extent that it is probable that the economic benefits will flow to the Foundation and the income can be reliably measured. The following specific recognition criteria must also be met before income is recognized:

### ***Donations, gifts and grants***

Donations, gifts and grants are recorded as income upon receipt or when receipt is reasonably determine.

Donations and grants with performance-related conditions are recorded as income upon receipt and when receipt is reasonably determined and when the performance-related conditions are met.

### ***Social purpose activities***

These are expenditures incurred in one of the five foundational program areas of the Foundation. Expenses are recorded when incurred throughout the period.

### **Expenses**

Expenses are recognized in the statement of income and accumulated funds upon utilization of the service or at the date of their origin.

### ***Donation expense***

Donation expenses are recorded upon the cash payment to provide other charitable organizations with monetary sponsorship.

### ***Other income and expenses***

Other income and expenses are recorded on the accrual basis.

### **Income Taxes and Value Added Tax**

There are no income taxes imposed on the Foundation in The Commonwealth of The Bahamas. On 1 January 2015, the Value Added Tax (VAT) Bill and Regulations became effective in the Commonwealth of The Bahamas with three categories for goods and services: VAT at 7.5%, VAT Exempt and Zero Rated VAT. Effective 1 July 2018, the VAT rate was increased from 7.5% to 12%. The Foundation is a charitable organization and is considered a non-taxable entity for most transactions.

# ONE ELEUTHERA FOUNDATION

Notes to Financial Statements

30 June 2020

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## 4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

### Income Taxes and Value Added Tax (continued)

The Foundation is not a VAT registrant, but has registered with the Ministry of Finance for a Tax Identification Number (“TIN”). The Foundation is obligated to comply with the Bill and associated Regulations as a TIN only registrant.

### Related party transactions

Transactions between related parties are based on terms similar to those offered to nonrelated parties. Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions and the parties are subject to common control or common significant influence.

### Post-reporting date events

Post-reporting date events that provide additional information about the Foundation’s position at the reporting date (adjusting event) are reflected in the financial statements. Post-reporting date events that are not adjusting events, if any, are disclosed when material to the financial statements.

## 5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at 30 June 2020 are comprised of the following:

	2020	2019
	\$	\$
RBC Royal Bank (Bahamas) Limited - current	984,755	937,474
One Eleuthera Cooperative Credit Union Limited	51,651	103,135
RBC Royal Bank (Bahamas) Limited - fixed deposit	10,000	10,000
	<u>1,046,406</u>	<u>1,050,609</u>

The current account with RBC Royal Bank (Bahamas) Limited is non-interest bearing. The RBC Royal Bank (Bahamas) Limited - fixed deposit is placed as collateral for the Foundation’s Visa credit card facility and is non-interest bearing.

At 30 June 2020, The Foundation’s savings account with One Eleuthera Cooperative Credit Union Limited (“OECCUL”) earns interest at 0.5% per annum (2019: 0.5% per annum). Interest income earned and received from the savings account during the year amounted to \$456 (2019: \$504), which is presented as other income in the Foundation’s Statement of Income and Accumulated Funds. The Foundation is a founding member of OECCUL and a director of the Foundation serves as a director of OECCUL.

# ONE ELEUTHERA FOUNDATION

Notes to Financial Statements

30 June 2020

## 6. PROPERTY AND EQUIPMENT, net

Property and equipment, net, as at 30 June 2020 are comprised of the following:

	Land and Building \$	Motor Vehicle \$	Total \$
<b>Cost:</b>			
Balances at 30 June 2018	-	1,646	1,646
Additions during the year	-	36,000	36,000
Balances at 30 June 2019	-	37,646	37,646
Additions during the year	580,905	16,000	596,905
Balances at 30 June 2020	580,905	53,646	634,551
<b>Accumulated Depreciation:</b>			
Balances at 30 June 2018	-	( 1,646)	( 1,646)
Depreciation during the year	-	( 694)	( 694)
Balances at 30 June 2019	-	( 2,340)	( 2,340)
Depreciation during the year	-	( 7,000)	( 7,000)
Balances at 30 June 2020	-	( 9,340)	( 9,340)
<b>Net carrying value:</b>			
30 June 2020	580,905	44,306	625,211
30 June 2019	-	35,306	35,306

In June 2020, the Foundation entered into an agreement to purchase 4.59 acres of land for \$500,000 (see Note 10).

## 7. OTHER ASSETS

As at 30 June 2020, other assets amounted to \$51,940 (2019: \$400), of which \$50,000 represents an investment in member shares with OECCUL, which are recorded at cost.

## 8. FUNDS HELD FOR THIRD PARTIES

The Foundation serves as custodian for funds donated to a number of incorporated and unincorporated entities whose activities are not associated with the activities of the Foundation. The disbursement of these funds is directed by third parties and neither the Foundation nor its directors and officers play a decision-making role in the disbursement of these funds. The entities for whom the Foundation serves as custodian, and their summarized receipts and payments during the year ended 30 June 2020, are as follows:

Entity	Balance 30 June 2019 \$	Receipts \$	Disbursements \$	Balance 30 June 2020 \$
Space to Create	325,504	4,975	( 44,775)	285,704
Cotton Bay Fund for South Eleuthera	133,919	21,870	( 94,486)	61,303
Jail House Cupid's Cay	9,031	-	-	9,031
Dignified Girl Project	796	-	( 796)	-
Jeff Moore Memorial Scholarship	-	10,923	-	10,923
	469,250	37,768	(140,057)	366,961

# ONE ELEUTHERA FOUNDATION

Notes to Financial Statements

30 June 2020

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## 8. FUNDS HELD FOR THIRD PARTIES (continued)

### Space to Create

Space to Create, is a nonprofit summer day camp for the youth of Harbour Island, Eleuthera, established by Will Simmons, an art teacher and a resident of Harbour Island in 2010. It joined forces with The Cape Eleuthera Institute to initiate Space 2 Explore, a program based around marine ecology and conservation.

### Cotton Bay Fund for South Eleuthera

Cotton Bay Fund for South Eleuthera (“CBFSE”) is the successor organization to the Cotton Bay Fund (“CBF”) that was dissolved in 2016. Prior to its dissolution, CBF nominated the Foundation to receive and raise funds, and make grants to and for the betterment of the residents of South Eleuthera. The Foundation accepted to carry on the mandate of CBF and CBFSE was established as a donor-designated fund.

The Foundation was authorized to solicit funds from persons who previously made donations to CBF.

### Jail House Cupid’s Cay

Jail House Cupid's Cay program pertains solely to the restoration of the Old Jail House on Cupid's Cay in partnership with the Governor's Harbour Historical Society.

### Dignified Girls Project

Dignified Girls Project started in 2017 to give girls between 6 years old and 17 years old a sense of dignity and empowerment by providing feminine care packages. Partnered with Hologic, a U.S. based medical technology community company, to improve the quality of life for girls in Nassau.

### Jeff Moore Memorial Scholarship

Jeff Moore Memorial Scholarship is a scholarship fund open to graduating high school seniors and students enrolled in college or university that are living in, or are from, James Cistern, Eleuthera.

## 9. ACCOUNTS PAYABLE AND ACCRUED EXPENSES

Accounts payable and accrued expenses as at 30 June 2020 consist of the following:

	2020	2019
	\$	\$
Accounts payable	72,506	8,938
Accrued expenses	950	11,027
	73,456	19,965

# ONE ELEUTHERA FOUNDATION

Notes to Financial Statements

30 June 2020

## 10. MORTGAGE PAYABLE

In June 2020, the Foundation entered into an agreement to purchase 4.59 acres of land in Rock Sound, Eleuthera, known as the Cates Property, for \$500,000. The Seller provided a mortgage of \$200,000 that is to be settled in quarterly installments of \$50,000 through June 2021.

## 11. DONATIONS AND GIFTS - RESTRICTED FUNDS

During the year, the Foundation received restricted donations and gifts categorized by their social purpose activities, as follows:

	2020	2019
	\$	\$
Environmental	1,008,120	290,032
Economic Development	345,000	-
Health and Wellness	238,801	35,008
Education	10,000	-
Cultural and Heritage	-	550
	1,601,921	325,590

Environmental funds were mainly for the Hurricane Dorian Response program. Hurricane Dorian affected mostly Abaco and Grand Bahama in September of 2019. As a result, hundreds of evacuees were displaced, and Eleuthera became their home. OEF's assistance included food, clothing, housing, training, jobs and counseling, and the program received donations of an estimated \$0.95 million.

Economic Development funds came from donations for the purchase of Cates Property. The property will facilitate the Foundation's Studio Project. OEF will develop partnerships with educational institutions and other organizations. In collaboration with these partners, the Foundation will develop low-cost and affordable housing demonstration models with sustainable technologies for Eleutherans at the property.

Health and Wellness funds were mostly due to The Eleuthera Feeding Initiative Program. To address immediate hunger needs as a result of the Novel Coronavirus 2019 ("COVID-19") pandemic, OEF partnered with the Government of The Bahamas ("the Government") to coordinate the National Feeding Program throughout Eleuthera. OEF was the zone leader for the island of Eleuthera and had solicited additional support for the program and worked with partners in each settlement to ensure food got into the hands of those who need it most. This includes grants received in connection with National Food Distribution Task Force Initiative ("NFDTFI") initiated by the Government in response to the COVID-19 pandemic. In June 2020, the Foundation entered into an agreement to participate in the NFDTFI for the island of Eleuthera. For the year ended 30 June 2020, the Foundation recorded funds received from the Government totaling \$200,689.

# ONE ELEUTHERA FOUNDATION

Notes to Financial Statements

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## 12. SOCIAL PURPOSE ACTIVITIES - EXPENSES

During the year, the Foundation incurred expenses in connection with its social purpose activities, as follows:

	Unrestricted Fund		Restricted Funds	
	2020	2019	2020	2019
	\$	\$	\$	\$
Environmental	6,579	268,659	1,033,078	263,545
Economic Development	98,769	121,247	2,324	-
Cultural and Heritage	6,537	17,433	306	3,120
Education	9,981	7,994	10,000	-
Health and Wellness	10,885	5,398	222,759	104
	132,751	420,731	1,268,467	266,769

The expenses categorized as Education (unrestricted fund) for the year ended 30 June 2020 comprised of donations to Centre for Training and Innovations ("CTI") and other Civic Organizations totaling \$9,981 (2019: \$7,994).

## 13. OTHER RELATED PARTY TRANSACTIONS

Related party transactions not disclosed elsewhere in the financial statements are comprised of the following:

	Related parties	2020	2019
		\$	\$
<b>Transactions:</b>			
Salaries and wages	Key management personnel	307,758	271,018

The Foundation's offices are located in a building that is owned by CTI. However, CTI does not assess a rent charge on the Foundation for its occupancy.

## 14. IMPACT OF COVID-19 PANDEMIC

On 11 March 2020, The World Health Organization declared the outbreak of COVID-19, a pandemic. The Foundation has not experienced an immediate impact on its operations. Also, it is unclear what the impact the global recession will have on the Foundation's operations and strategic direction, however, given the nature of its business and the fact that many of its clients are outside the tourism sector, which has been most hard hit as a result of COVID-19, lends encouragement to the Foundation's outlook. The situation nonetheless is dynamic, therefore the extent and duration of the impact of these current conditions on the Foundation's operations remain uncertain and depend largely on future developments that cannot be accurately predicted or measured at this time.

In June 2020, the Foundation entered into an agreement with the Government to facilitate the NFDTFI. During the month of June 2020, the Foundation received \$200,689 from the Government and provided meals and vouchers to beneficiaries with an aggregate value \$129,926. The excess of grants received over the value of meals supplied, amounting to \$70,763, is deferred as at 30 June 2020 and recorded as Unearned Income in the Statement of Financial Position.

As at June 30, 2020, the Foundation recognized accounts receivable amounting to \$106,334 for the program for meals and vouchers already disbursed by the Foundation, and yet to be reimbursed by the Government.

# ONE ELEUTHERA FOUNDATION

Notes to Financial Statements

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## 14. IMPACT OF COVID-19 PANDEMIC (continued)

During the period from June 2020 to September 2021, the Foundation received grant income from the Government in the amount of \$2,638,904 and disbursed \$2,798,442, respectively as part of its response to the COVID-19 pandemic in Eleuthera. Also, the Foundation has facilitated programs to assist in responding to the pandemic such as a Soup Kitchens Program and a Back to Work Feeding Program.

## 15. POST-REPORTING DATE EVENTS

The Foundation evaluated the impact of all post-reporting date events from 1 July 2020 to 24 September 2021, the date of authorization of these financial statements that require adjustments in the financial statements.

On 23 June 2021, the Foundation's mortgage payable was fully settled.

OEF and CTI have a joint project to construct a one-acre retractable roof greenhouse called Cravo Cooling House ("CCH"). This project will be carried out in three phases, construction, outfitting, and operations. It is an estimated \$2.5 to \$3.0 million investment that will revolutionize the farming industry on Eleuthera, and hopefully The Bahamas, and will be used to assist with increasing food security on the island of Eleuthera. CCH will allow crops to be grown year-round, thus increasing harvest yields, and protecting crops from extreme weather conditions. The project commenced in April 2021 and is scheduled to be completed in December 2021.

OEF Provides on-going support to evacuees, post Hurricane Dorian, through Unitarian Universalist Service Committee ("UUSC"). Almost two years later, Dorian survivors continue the challenging task of rebuilding their lives and livelihoods. Through a \$30,000 grant in partnership with the UUSC, OEF is providing continued assistance for evacuees who remain in Eleuthera.

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