



ANNUAL REPORT 2018

Lloydminster and District SPCA



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TO OUR MEMBERSHIP AND SUPPORTORS

From Our Operations Manager

This year has been a year full of changes for the SPCA. We have gone through an abundance of hurdles but thankfully we have had a considerable amount of support from our veterinary partners, volunteers and various members of the community.

We had a wonderful year of adoptions with our grand total being 609 animals! We did bring in a few exotic animals this year as well with the confidence of our staff in their ability to take care and handle these animals. Some of which included hamsters, hedgehogs, geckos and snakes! The Lloydminster Animal Hospital and Southside Veterinary Clinic continued our Barn Buddy Program in 2018 providing their time to spay and neuter cats who are not suitable for home life. We managed to rehome 36 cats through this program.

We are seeing a continual decrease in illnesses among our animals with the Capacity to Care and managed admissions programs we have implemented. With these programs we are able to focus on a maximum amount of cats and dogs to care for without overwhelming our facility and staff.

PetSmart had given us a Microchip Grant that began in 2017 and was extended for all of 2018. We managed to microchip 509 animals in 2018 with this Grant! This is a huge number for our community. These animals will now be able to be identified and returned to their rightful owners if they ever come into our care.

With all that has occurred this past year, I can still wholeheartedly say our Board of Directors, management and staff still have the right mindset to go for our goals and reach for the stars. I must thank you all for sticking by our side as we continue to grow, thrive and serve the animals of the Lloydminster and District Area.

Sincerely,

Zoe Gray

From Our Community Outreach Coordinator

What a year 2018 has been. We have had our ups and downs, a few role changes, and seen some faces leave the team, but just like every other year we've come out thriving.

Our Partnerships with PetSmart and Pet Valu continue to flourish with us being able to adopt out multiple animals through both partners. In the 2018 year, 143 animals were able to find their new forever homes because of both PetSmart and Pet Valu. Also, both are truly responsible for a vast majority of the Cat and Dog wet food we receive at the shelter. We also started another great partnership with Puppy Luv Paradise and they now adopt out cats and kittens for us too!

We are continuing our Education Program with both Big Brothers Big Sisters and the Youth Centre and have expanded it to a one visit per month to each organization. We also have had a few schools in the SPCA as a "field trip" to learn about our Policies and Procedures when caring for animals. We continued to expand our Education Program and even had a soft launch of our Seniors Program.

Our Volunteer Program had another successful year in 2018. Our Volunteer Orientations continue every other month and have between 10-20 people attend each one. We began advertising to students as a way to get their required volunteering hours for school and many continue to even continue to volunteer after completing their required hours.

All of this continues to be possible with the support and dedication we receive from our Team (Employees and Board Members), Volunteers, and Supporters. We're so pleased to continue our growing partnerships with the City of Lloydminster and Surrounding areas.

Thanks so much from all of us at the SPCA,

Becca Lawrence

From Our President

It's been quite the first year as President of the Board! We've had a number of changes and hurdles to overcome, which we did! The staff and board came together as a team to make this year another success.

We have an amazing dedicated staff that work hard every day in a challenging but rewarding environment. I would like to thank Zoe and Becca for stepping up and doing an incredible job with day to day operations, we can't thank you enough. We have a strong diverse board of Directors who are working hard to keep us sustainable for the future. Thank you for the time and input that you've contributed over the last year and can't wait to keep this forward momentum in the years to come.

Lastly, I would like to thank the City of Lloydminster, surrounding municipalities, volunteers and donors. With out your support we couldn't do what we do.

Sincerely,

Cam Anderson

ANNUAL REPORT

Lloydminster and District SPCA End of Year Report 2018

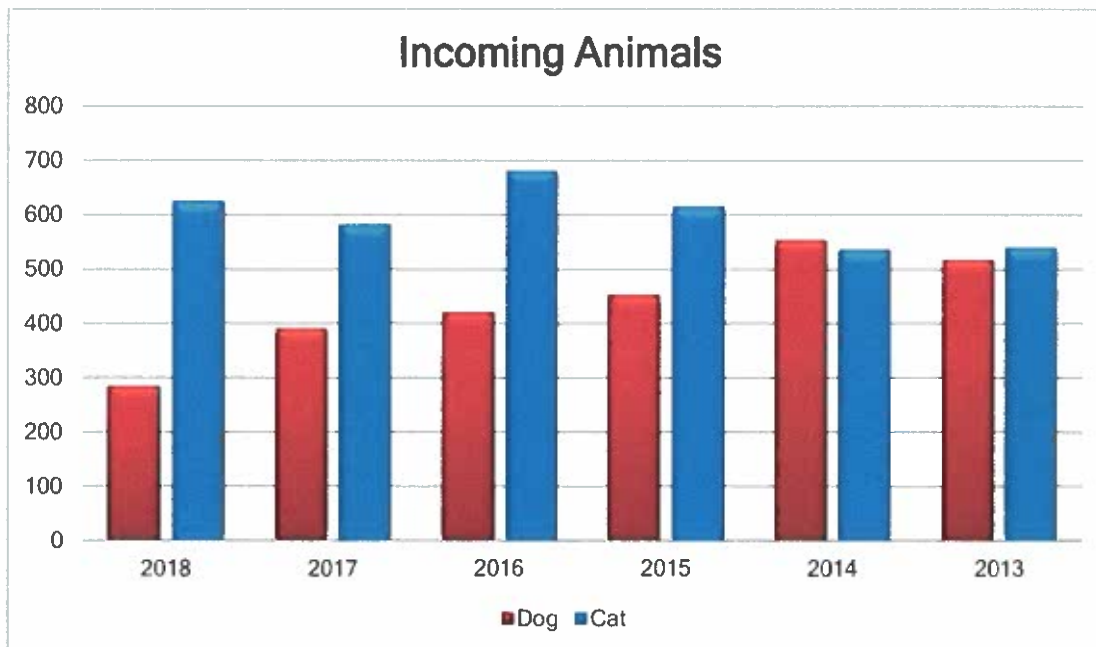
In 2018 we had 936 animals come into our care. We were also able to adopt 609 which included:

2 birds
 8 rabbits
 11 guinea pigs
 2 rodents (hedgehogs)
 2 reptiles (1 corn snake, 1 leopard gecko)
 32 puppies / 86 dogs
 246 kittens / 220 cats

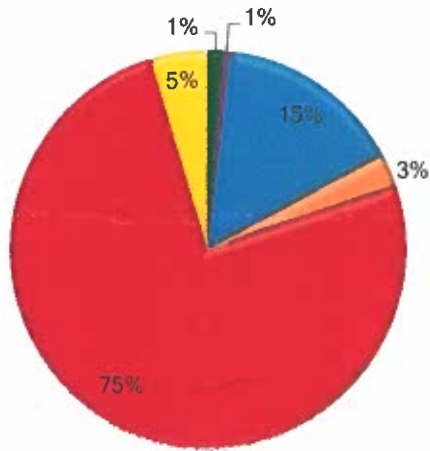
We continue our partnership with PetSmart and Pet Valu to house some of our adoptable animals at their locations. We also welcomed Puppy Luv Paradise into partnership with us, where they house some of our adoptable cats and kittens. Our partnerships and our Fosters continue to be a big reason we are able to handle over 900 animals annually.

Our Spay and Neuter program continues to be a success and we were able to spay and neuter 584 animals in our care as well as, with the support of the local veterinary clinics, offer free spay and neuters to 551 animals in the community. Additionally, we were also able to sell 544 animal licenses.

Strays continue to be our largest reason for intake, making up 75%. We continue to have a very high live release rate of 95% or higher for our animals. A live release rate is the percentage of animals leaving the shelter alive no matter their health or behaviour status. Our Barn Buddies program continues to be very unique and is a major success for animals with behavioral issues.

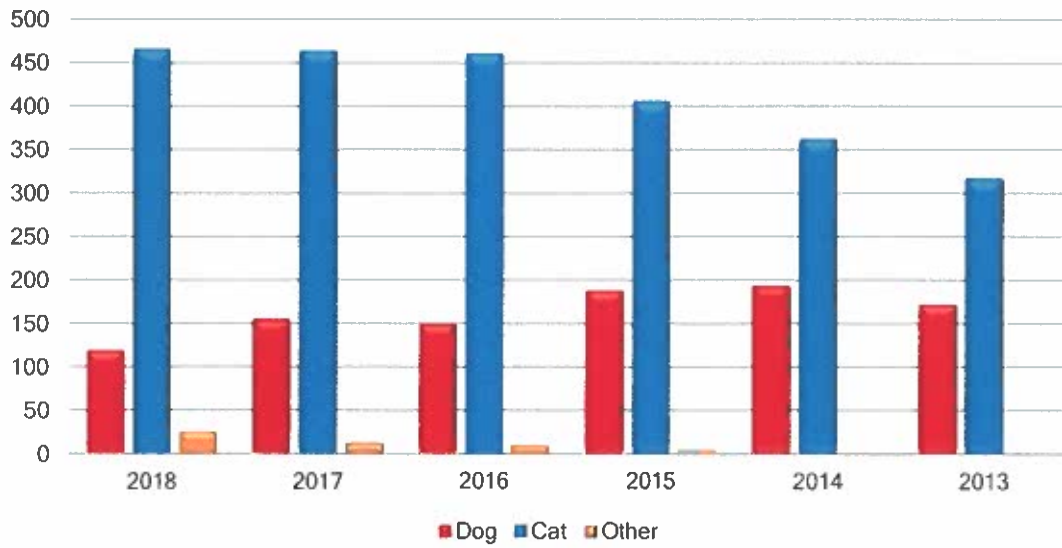


Incoming Reason



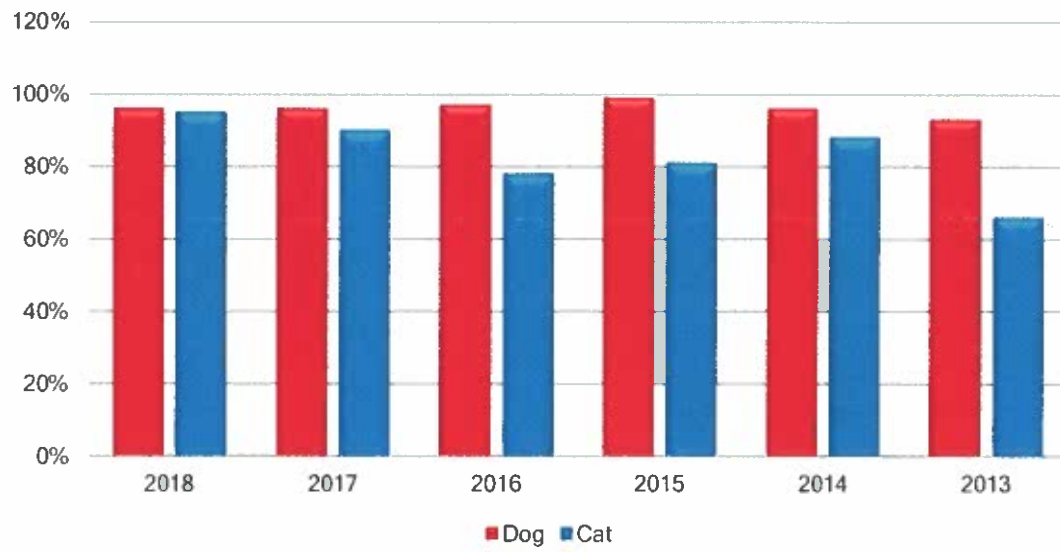
■ Abandoned ■ Emergency ■ Surrenders ■ Shelter births ■ Strays ■ Transfer

Annual Adoptions

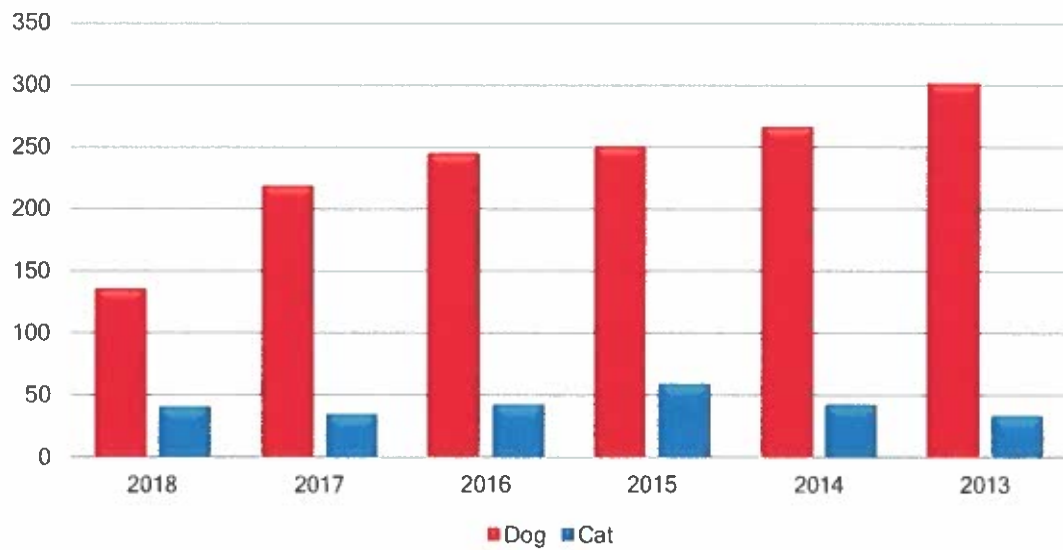


■ Dog ■ Cat ■ Other

Live Release Rates



Returned to Owner



2019 AGM AGENDA

Tuesday, May 28, 2019

Lloydminster Golf and Curling Club

Agenda

1. Call to Order
2. Introduction of the Board of Directors
3. Amendments to the Agenda
4. Approval of the Agenda
5. Amendments to the Minutes
6. Approval of the Minutes
7. Acceptance of the Annual Report
8. Auditors Report
9. Appointment of the Auditor
10. Shelter Reports
11. Approval of the Draft Budget
12. Volunteer Recognition Award
13. Business Recognition Award
14. Nominations to the Board of Directors for 2019
15. Adjournment

Next Meeting: June 18, 2019

2018 AGM MINUTES

March 27, 2018

Lloydminster Golf and Curling Club

Attendance: Glenda Elkow, Tammy Flath, Jamie Faas, Becky Newman, Cam Anderson, Dan Hobson, Adriene Shapko, and Executive Director Jon Punshon.

Regrets: Jamie Ollen, Jon Vandenbrink.

Minutes

1. Call to Order at: 7:10 pm
2. Introduction of the Board of Directors: The Board of Directors introduced themselves.
3. Amendments to the Agenda: None
4. Approval of the Agenda: Accepted as presented

Motion: Dan Hobson
Seconded: Cam Anderson
CARRIED

5. Amendments to the Minutes: None
6. Approval of the Minutes: Accepted as presented

Motion: Adriene Shapko
Seconded: Jamie Faas
CARRIED

7. Auditor's Report: The report was presented by Michael Freeman of MNP.
8. Annual Budget: Accepted as presented

Motion: Dan Hobson
Seconded: Adriene Shapko
CARRIED

9. 2017 Volunteer Recognition Award - Jon presented the award to the founders of the dinner theatre, Gail Noble, Jim Lorenz, Mel Coote, Laura Heffner and Penny Orange.
10. 2017 Business Recognition Award: Jon presented the award to Lloydminster Animal Hospital and Southside Veterinary Clinic.

11. 2017 Board Member Service Awards: Jon presented the Award to Tammy Flath and Becky Newman, and Jamie Ollen.

12. 2017 Staff Service Awards: Jon presented the award to Becca Lawrence.

13. Appointment of Auditors: MNP was selected as the auditors.

Motion: Jamie Faas

Seconded: Adriene Shapka

CARRIED

14. Nominations to the Board of Directors: Anne Danielson Jessica Lee, Harpreet Christie and Kevin Kraft were selected to the Board of Directors.

Motion: Dan Hobson

Seconded: Jamie Faas

CARRIED

15. Adjournment at: 8:12 pm

INDEPENDENT AUDITOR'S REPORT

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Lloydminster & District Society for the Prevention of Cruelty to Animals
Financial Statements
December 31, 2018

Draft - For Management Only

Lloydminster & District Society for the Prevention of Cruelty to Animals

Contents

For the year ended December 31, 2018

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Draft - For Management Only

Management's Responsibility

To the Board of Lloydminster & District Society for the Prevention of Cruelty to Animals:

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian accounting standards for not-for-profit organizations. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Directors is composed primarily of Directors who are neither management nor employees of the Organization. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors.

MNP LLP is appointed by the Board to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Board and management to discuss their audit findings.

Operations Supervisor

To the of Lloydminster & District Society for the Prevention of Cruelty to Animals:

Qualified Opinion

We have audited the financial statements of Lloydminster & District Society for the Prevention of Cruelty to Animals (the "Organization"), which comprise the statement of financial position as at December 31, 2018, and the statements of operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2018, 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.

Basis for Qualified Opinion

In common with many charitable organizations, the Organization derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verifications. Accordingly, our verification of these revenues was limited to the the amounts recorded in the records of the Organization and we were not able to determine whether any adjustments might be necessary to revenues, excess of revenues over expenses for the year ended December 31, 2018, current assets and net assets as at December 31, 2018. Our audit opinion on the financial statements for the year ended December 31, 2017 was modified accordingly because of the possible effects of this limitation in scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. 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 Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified 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 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.

In preparing the financial statements, management is responsible for assessing the Organization'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 Organization or to cease operations, or has no realistic alternative but to do so.

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

Auditor's 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards 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 Canadian generally accepted auditing standards, 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 control.
- Obtain an understanding of internal control 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 Organization's internal control.

- 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 Organization'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 Organization 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 achieves fair presentation.

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 control that we identify during our audit.

Lloydminster, Saskatchewan

Chartered Professional Accountants

Draft - For Management Only

Lloydminster & District Society for the Prevention of Cruelty to Animals
Statement of Financial Position
As at December 31, 2018

	2018	2017
Assets		
Current		
Cash	46,566	148,537
Accounts receivable	12,524	2,235
GST receivable	5,411	5,601
	64,501	156,373
Restricted cash (Note 3)	64,446	81,614
Capital assets (Note 4)	516,728	509,454
Long-term investments (Note 5)	403,671	428,293
Equity - Co-op	6,195	6,195
	1,055,541	1,181,929
Liabilities		
Current		
Accounts payable and accruals	44,099	46,367
Deferred contributions (Note 6)	389,135	406,319
Unamortized capital contributions (Note 7)	38,895	40,023
	472,129	492,709
Commitments (Note 8)		
Net Assets		
Invested in capital assets	477,833	469,430
Unrestricted	105,579	219,790
	583,412	689,220
	1,055,541	1,181,929

Approved on behalf of the Board

Chairperson

The accompanying notes are an integral part of these financial statements

Lloydminster & District Society for the Prevention of Cruelty to Animals

Statement of Operations

For the year ended December 31, 2018

	2018	2017
Revenue		
Donations	175,882	179,066
Adoptions	106,518	111,480
City contract	100,000	102,500
Bequest	38,500	-
Fundraising	37,253	231,329
Grant revenue	37,000	-
City fines and licenses	22,180	22,814
Piggy banks	2,071	2,762
Memberships	545	250
Merchandise sales and rentals	226	936
Interest	127	593
	520,302	651,730
Expenses		
Salaries and benefits	333,908	349,585
Veterinary fees - spay and neuter program	74,182	72,543
Veterinary fees - shelter treatment	47,623	46,590
Professional fees	33,828	23,963
Supplies	32,632	44,046
Utilities	10,311	10,145
Rent	7,500	7,500
Insurance	5,882	6,645
Repairs and maintenance	5,691	2,178
Amortization	5,576	5,774
GST expense	5,411	5,600
Interest and bank charges	4,658	3,610
Office supplies	4,409	5,346
Workers' compensation	3,895	2,680
Fundraising	3,456	55,420
Advertising	2,968	1,830
Vehicle expenses	2,789	2,247
Telephone	2,625	2,696
Training and education	2,134	3,200
Licences and fees	1,506	962
Travel	946	1,442
Security	370	341
Merchandise purchases	-	835
Bad debts	-	2,445
	592,300	657,623
Deficiency of revenue over expenses before other items	(71,998)	(5,893)

Continued on next page

The accompanying notes are an integral part of these financial statements

Lloydminster & District Society for the Prevention of Cruelty to Animals
Statement of Operations
For the year ended December 31, 2018

	2018	2017
Deficiency of revenue over expenses before other items <i>(Continued from previous page)</i>	(71,998)	(5,893)
Other items		
Realized capital contributions <i>(Note 7)</i>	2,628	2,905
Unrealized gain (loss) on investments	(36,438)	14,427
	(33,810)	17,332
Excess (deficiency) of revenue over expenses	(105,808)	11,439

Draft - For Management Only

The accompanying notes are an integral part of these financial statements

Lloydminster & District Society for the Prevention of Cruelty to Animals
Statement of Changes in Net Assets
For the year ended December 31, 2018

	<i>Invested in capital assets</i>	<i>Unrestricted</i>	<i>2018</i>	<i>2017</i>
Net assets beginning of year	469,430	219,790	689,220	677,781
Excess (deficiency) of revenue over expenses	(5,576)	(100,232)	(105,808)	11,439
Investment in capital assets	11,350	(11,350)	-	-
Realized capital contributions	2,629	(2,629)	-	-
Net assets, end of year	477,833	105,579	583,412	689,220

Draft - For Management Only

The accompanying notes are an integral part of these financial statements

Lloydminster & District Society for the Prevention of Cruelty to Animals

Statement of Cash Flows

For the year ended December 31, 2018

	2018	2017
Cash provided by (used for) the following activities		
Operating		
Excess (deficiency) of revenue over expenses	(105,808)	11,439
Amortization	5,576	5,774
Unrealized loss (gain) on investments	36,438	(14,427)
Patronage allocations	-	(237)
Realized capital contributions	(2,628)	(2,906)
Recognition of deferred contributions	(31,750)	(5,727)
	(98,172)	(6,084)
Changes in working capital accounts		
Accounts receivable	(10,288)	1,603
Prepaid expenses	-	552
Inventory	-	835
GST receivable	190	7,720
Accounts payable and accruals	(2,269)	(12,397)
	(110,539)	(7,771)
Financing		
Increase (decrease) in deferred contributions	2,750	31,043
Investing		
Purchase of capital assets	(11,350)	(5,727)
Increase (decrease) in cash resources	(119,139)	17,545
Cash resources, beginning of year	230,151	212,606
Cash resources, end of year	111,012	230,151
Cash resources are composed of:		
Cash	46,566	148,537
Restricted cash	64,446	81,614
	111,012	230,151

The accompanying notes are an integral part of these financial statements

Lloydminster & District Society for the Prevention of Cruelty to Animals

Notes to the Financial Statements

For the year ended December 31, 2018

1. Incorporation and nature of the organization

The Lloydminster & District Society for the Prevention of Cruelty to Animals ("Organization") was incorporated under the Canada Corporations Act as a Not-For-Profit organization and is a registered charity under the Income Tax Act. The Organization's mission is to provide shelter and care to unwanted and neglected companion animals. The Organization educates the community about the proper care and maintenance of animals towards the goal of reducing the number of unwanted and neglected animals in Lloydminster and area.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada and include the following significant accounting policies:

Cash

Cash and cash equivalents include balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution if fair value can be reasonably determined.

Amortization is provided using the following method and rates intended to amortize the cost of assets over their estimated useful lives. Amortization is recorded at one half the full rate in the year of acquisition and none in the year of disposal.

	Method	Rate
Buildings	declining balance	4 %
Automotive	declining balance	30 %
Computer equipment	declining balance	55 %
Computer software	declining balance	100 %
Equipment	declining balance	20 %

Long-lived assets

Long-lived assets consist of capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

When the Organization determines that a long-lived asset no longer has any long-term service potential to the Organization, the excess of its net carrying amount over any residual value is recognized as an expense in the statement of operations. Write-downs are not reversed.

Long-term investments

Long-term investments are portfolio investments recorded at fair value for those with prices quoted in an active market. They have been classified as long-term assets in concurrence with the nature of the investment.

Equity - Eastalta Co-op & Lloydminster Co-op

Equity in Eastalta Co-op & Lloydminster Co-op are recorded at cost, less any provision for other than temporary impairment in value. Income from profit share allocation is recorded when assigned by the Co-op.

Lloydminster & District Society for the Prevention of Cruelty to Animals
Notes to the Financial Statements
For the year ended December 31, 2018

2. Significant accounting policies *(Continued from previous page)*

Revenue recognition

The Organization follows the deferral method of accounting 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 to be received can be reasonably estimated and collection is reasonably assured.

Revenue from shelter activities, including adoptions and owner releases, are recognized when the transactions are completed.

Pledges and Bequests are recognized as revenue when the amount to be received can be reasonably estimated and ultimate collection is reasonably assured. Included in this is the McLean fund for which recognized as amounts are drawn from the endowment (Note 5 and Note 6).

Contributed materials and services

Contributions of materials and services are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the materials and services are used in the normal course of the Organization's operations and would otherwise have been purchased.

Volunteers contribute many hours annually to assist the Organization in carrying out its service delivery activities. Because of the difficulty of determining their fair value, contributed volunteer services are not recognized in the financial statements.

Unamortized capital contributions

Deferred contributions related to capital assets represent the unamortized portion of contributed capital assets. Recognition of these amounts as revenue is deferred to periods when the related capital assets are amortized.

Measurement uncertainty (use of estimates)

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations 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 financial statements, and the reported amounts of revenues and expenses during the reporting period.

Contributions receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Provisions are made for slow moving and obsolete inventory. Amortization is based on the estimated useful lives of capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues and expenses in the periods in which they become known.

Lloydminster & District Society for the Prevention of Cruelty to Animals
Notes to the Financial Statements
For the year ended December 31, 2018

2. Significant accounting policies (Continued from previous page)

Financial instruments

The Organization recognizes its financial instruments when the Organization becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value, including financial assets and liabilities originated and issued in a related party transaction with management. Financial assets and liabilities originated and issued in all other related party transactions are initially measured at their carrying or exchange amount in accordance with CPA Canada Section 3840 *Related Party Transactions*.

At initial recognition, the Organization may irrevocably elect to subsequently measure any financial instrument at fair value. The Organization has not made such an election during the year.

The Organization subsequently measures investments in equity instruments quoted in an active market at fair value. Fair value is determined by published price quotations. Investments in equity instruments not quoted in an active market are subsequently measured at cost less impairment. All other financial assets and liabilities are subsequently measured at amortized cost.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in the excess of revenues over expenses for the current period. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

Financial asset impairment:

The Organization assesses impairment of all of its financial assets measured at cost or amortized cost. The Organization groups assets for impairment testing when available information is not sufficient to permit identification of each individually impaired financial asset in the group; there are numerous assets affected by the same factors; no asset is individually significant. Management considers whether the issuer is having significant financial difficulty or whether there has been a breach in contract, such as a default or delinquency in interest or principal payments in determining whether objective evidence of impairment exists. When there is an indication of impairment, the Organization determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year. If so, the Organization reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets; and the amount expected to be realized by exercising any rights to collateral held against those assets. Any impairment, which is not considered temporary, is included in current year excess of revenues over expenses.

The Organization reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in the excess of excess in the year the reversal occurs.

3. Restricted cash

Restricted cash consists of cash:

	2018	2017
Casino	1,029	32
PetSmart Grant	-	27,000
Spay and neuter/sick and injured animal fund	63,405	52,570
New building fund	12	2,012
	64,446	81,614

Lloydminster & District Society for the Prevention of Cruelty to Animals
Notes to the Financial Statements
For the year ended December 31, 2018

4. Capital assets

	Cost	Accumulated amortization	2018 Net book value	2017 Net book value
Automotive	26,644	20,570	6,074	8,676
Buildings	762,773	263,741	499,032	493,429
Computer equipment	12,054	7,652	4,402	1,070
Computer software	8,000	8,000	-	-
Equipment	85,286	78,066	7,220	6,279
	894,757	378,029	516,728	509,454

Buildings includes expenditures for architectural and engineering fees, and property tax relating to the new building with a carrying value of 2018 - \$481,112 (2017 - \$474,762). No amortization of this asset has been recorded during the current year because it is currently under development.

5. Long-term investments

Long-term investments are valued at market value as of December 31, 2018. The adjusted cost base of the marketable securities is \$389,123 (2017 - \$377,307). Marketable securities include investments in mutual funds.

A portion of the long-term investments relates to the McLean Estate bequest, donated in 2008 (2018 - \$389,123 ; 2017 - \$377,307). These investments are restricted in use for the long-term sustainability of the organization. Ninety percent of the prior year's earnings on this investment can be spent annually, while the other 10% must be reinvested.

Investment income earned is added to the endowment.

6. Deferred contributions

Contributions are received from contributors who have restricted their use for operating purposes. Recognition of these amounts as revenue is deferred to periods when the specified expenditures are made. Included in deferred contributions are amounts related to McLean fund (2018 - \$389,123 ; 2017 - \$377,708) (Note 5).

Changes in the deferred contribution balance are as follows:

	2018	2017
Balance, beginning of year	406,319	372,575
Amount received during the year	2,750	31,043
Investment income	11,816	8,428
Less: Amounts recognized as revenue during the year	(31,750)	(5,727)
Balance, end of year	389,135	406,319

Lloydminster & District Society for the Prevention of Cruelty to Animals

Notes to the Financial Statements

For the year ended December 31, 2018

7. Unamortized capital contributions

Unamortized capital contributions related to capital assets represents the unamortized portion of in-kind capital assets received. Recognition of these amounts as revenue is deferred to periods when the related capital assets are amortized.

Changes in unamortized capital contributions related to the in-kind capital asset received are as follows:

	2018	2017
Balance, beginning of year	40,023	38,929
Amount received during the year	1,500	4,000
Recognized as revenue during the year	(2,628)	(2,906)
Balance, end of year	38,895	40,023

8. Commitments

The Organization occupies leased premises owned by the City of Lloydminster subject to annual payments of \$7,500 until 2029. The Organization has the option to terminate this lease at any time by providing the City with three months written notice.

9. Income taxes

The Organization is registered as a charitable organization under the *Income Tax Act* (the "Act") and as such is exempt from income taxes and is able to issue donation receipts for income tax purposes. In order to maintain its status as a registered charity under the Act, the Organization must meet certain requirements within the Act. In the opinion of management, these requirements have been met.

10. Financial instruments

The Organization, as part of its operations, carries a number of financial instruments. It is management's opinion that the Organization is not exposed to significant interest, credit, currency, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

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 foreign currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Organization's investments in publicly-traded securities and corporate bonds exposes the Organization to price risk as these investments are subject to price changes in an open market due to a variety of reasons including changes in market rates of interest, general economic indicators and restrictions on credit markets.

Credit concentration

As at December 31, 2018, two customers accounted for 45% (2017 - two customers accounted for 93%) of the accounts receivable. The Organization believes that there is no unusual exposure associated with the collection of these receivables. The Organization performs regular credit assessments of its customers and provides allowances for potentially uncollectible accounts receivable.

Lloydminster & District Society for the Prevention of Cruelty to Animals
Notes to the Financial Statements
For the year ended December 31, 2018

11. Compliance with the Disclosure Requirement of the Charitable Fund-Raising Act and Regulation

During the year, \$48,934 (2017 - \$34,250) was paid as remuneration to employees whose duties involved fundraising. No fundraising business was used to either make solicitations on behalf of the charitable organization, or to manage or be responsible for fundraising solicitation.

12. Comparative figures

Certain comparative figures have been reclassified to conform with current year presentation.

Draft -- For Management Only

DRAFT BYLAWS

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BYLAWS OF THE LLOYDMINSTER AND DISTRICT SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS

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Article 1 – Preamble

1.1. The Society

- a. The name of the Society is the Lloydminster and District Society for the Prevention of Cruelty to Animals, which may also be known as or referred to as the SPCA or the Society.

1.2. The Bylaws

- a. The following articles set forth Bylaws of the Lloydminster and District Society for the Prevention of cruelty to Animals.

Article 2 – Defining and Interpreting the Bylaws

1.3. Definitions

- a. Act means the *Societies Act* R.S.A. 2000, Chapter S-14 as amended, or any statute substituted for it.

- b. Annual General Meeting means the annual general meeting as described in Article 5.1.
- c. Board means the Board of Directors of this Society.
- d. Bylaws means the Bylaws of this society as amended.
- e. Director means any person elected or appointed to the Board. This includes the President and the immediate Past President.
- f. Member means a Member of the Society.
- g. Officer means any Officer listed in Article 6.2.
- h. Registered Office means the registered office for the Society.
- i. Register of Members means the register maintained by the Board of Directors containing the names of the Members of the Society.
- j. Society means the Lloydminster and District Society for the Prevention of cruelty to Animals.
- k. Special Meeting means the special meeting described in Article 5.2.
- l. Special Resolution means a resolution passed at an Annual General Meeting of the membership of this Society.
- m. Voting Member means a Member entitled to vote at the meetings of the Society.

1.4. Interpretation

- a. Singular and Plural: words indicating the singular also include the plural, and vice-versa.
- b. Corporation: words indicating persons also include corporations.
- c. Heading are for convenience only. They do not affect the interpretation of these Bylaws.
- d. Liberal Interpretation: these Bylaws must be interpreted broadly and generously.

Article 3 – Objects of the Society

- 1.5. The objects of the Society are detailed in the Article of Incorporation.

Article 4 – Membership

1.6. Classification of Members:

- a. Full Members;
- b. Corporate Members;
- c. Honorary Members.

1.7. Full Members:

- a. To become a Full Member, an individual must:
 - i) Pay the annual membership fees for Full Members.

1.8. Corporate Members:

- a. To become a Corporate Member, an corporation must:
 - i) Pay the annual membership fees for Corporate Members;
- b. The Corporate member may delegate a corporate representative.

1.9. Honorary Members:

- a. May be appointed by the Board as a lifetime Honorary Member;
- b. Shall not be eligible to vote;
- c. Shall not be required to pay any fees to be considered a Member in good standing.

1.10. Admission of Members

- a. Any individual may become a Member in the appropriate category by meeting the requirements in Article 4. The individual will be entered as a Member under the appropriate category in the Register of the Members.

1.11. Membership Year

- a. The membership year is November 01 to October 31.

1.12. Membership Fees

- a. The Board shall decide annual membership fees for each category of Members.
- b. The annual membership fees shall be paid on or before November 01 of every year or maybe subject to a late fee as determined by the Board.

1.13. Rights and Privileges of Members

- a. Any Member in good standing shall be entitled to:
 - i) Receive notice of meetings of the Society;
 - ii) Attend any meeting of the Society;
 - iii) Speak at any general meeting of the Society;
 - iv) Exercise other rights and privileges given to Members in these Bylaws.

1.14. Member in Good Standing

- a. A Member is in good standing when:
 - i) The Member has paid membership fees or other required fees to the Society; and
 - ii) The Member is not suspended as a Member as provided for under Article 4.11.

1.15. Voting Members

- a. The only members who can vote at meetings of the Society are
 - i) Full Members and Corporate Members in good standing who are at least sixteen (16) years old.

1.16. Number of Votes

- a. A Voting Member is entitled to one (1) vote at a meeting of the Society.

1.17. Suspension of Membership

- a. The Board may, by Special Resolution at a Special Meeting called for such a purpose, suspend a Member's membership not more than three (3) years for one or more of the following reasons:
 - i) If the Member has failed to abide by these Bylaws;
 - ii) If the Member has been disloyal to the Society;
 - iii) If the Member has disrupted meetings or functions of the Society; or
 - iv) If the Member has done or failed to do anything to be harmful to the Society.
- b. Notice to the Member
 - i) The affected Member will receive written notice of the Board's intention to deal with whether that Member should be suspended or not. The Member shall receive at least two (2) weeks notice before the Special Meeting.
 - ii) The notice will be sent by single registered mail to the last known address of the Member shown in the records of the Society. The notice may also be delivered by an Officer of the Board.
 - iii) The notice will state the reasons why suspension is being considered.
- c. Decision of the Board
 - i) The Member shall have an opportunity to appear before the Board to address the matter. The Board may allow another person to accompany the Member.

- ii) The Board will determine how the matter will be dealt with and may reasonably limit the time given the Member to address the Board.
- iii) The Board may exclude the Member from its discussion of the matter, including the deciding vote.
- iv) The decision of the Board is final.

1.18. Termination of Membership

a. Resignation

- i) Any Member may resign from the Society by sending or delivering a written notice to the Secretary or President of the Society.
- ii) Once the notice is received, the Member's name is removed from the Register of Members. The Member is considered to have ceased being a Member on the date their name is removed from the Register of Members.

b. Death

- i) The membership of a Member is ended upon his death.

c. Deemed Withdrawal

- i) If a Member has not paid the annual membership fees within three (3) months following the date the fees are due, the Member is considered to have submitted his resignation.
- ii) In this case, the name of the Member is removed the Register of Members. The member is considered to have ceased being a Member on the date their name is removed from the Register of Members.

d. Expulsion

- i) The Board may, by Special Resolution at a Special Meeting called for such a purpose, expel any Member for any cause which is deemed sufficient in the interests of the Society;
- ii) Notice shall be provided in accordance with section 4.12 (b);
- iii) The Board's decision shall be made in accordance with section 4.12 (c);
- iv) This decision is final.
- v) On passage of the Special Resolution to expel, the Member is considered to have ceased being a Member on this date and their name is removed from the Register of Members.

1.19. Transmission of Membership

- i) No right or privilege of any Member is transferable to another person. All rights and privileges cease when the Member resigns, dies, or is expelled from the Society.

1.20. Continued Liability for Debts Due

- a. Although a member ceases to be a Member, by death, resignation or otherwise, they are liable for any debts owing to the Society at the date of ceasing to be a member.

1.21. Limitation on the Liability of Members

- a. No Member is, in their individual capacity, liable for any debt or liability of the Society.

Article 5 – Meetings of the Society

1.22. The Annual General Meeting

- a. The society shall hold its Annual General Meeting once in a calendar, in the City of Lloydminster Corporate Boundaries. The Board shall set the place, day and time of the meeting.
- b. The Secretary or delegate, shall mail, email or deliver a notice, at least twenty-one (21) calendar days before the Annual General Meeting. This notice shall state the place, date and time of the Annual General Meeting and any business requiring a Special Resolution.
- c. The agenda for the Annual General meeting shall deal with the following matters:
 - i) Adopting the agenda;
 - ii) Adopting the minutes of the last Annual General Meeting;
 - iii) Considering the President's report;
 - iv) Reviewing the financial statements setting out the Society's income, disbursements, assets and liabilities and the auditor's report;
 - v) Appointing the auditors;
 - vi) Electing Members of the Board;
 - vii) Considering matters specified in the meeting notice, if any;
 - viii) Other specific resolution that any Members has given notice of before the meeting is called.
- d. Quorum
 - i) Quorum at the Annual General Meeting shall be the same as quorum in a regular meeting as stipulated in section 6.6 (e).

1.23. Special Meeting of the Society

- a. A Special Meeting may be called at any time;
 - i) By a resolution of the Board of Directors to that effect; or
 - ii) On the written request of at least five (5) Directors. The request shall state the reason for the Special Meeting and the resolution(s) intended to be submitted at this Special Meeting; or
 - iii) On the written request of at least one-third (1/3) of the Voting Members. The request shall state the reason for the Special Meeting and the resolutions(s) intended to be submitted at such Special meetings.
- b. Notice
 - i) The Secretary shall mail, e-mail or deliver a notice to each member in good standing, at least twenty-one (21) calendar days before the Special Meeting. This notice states the place, date, time and purpose of the Special Meeting.
- c. Agenda for Special Meeting
 - i) Only the matter(s) set out in the notice for the Special Meeting shall be considered at the Special Meeting.
- d. Procedure at the Special Meeting
 - i) Any Special Meeting shall have the same method of voting and the same quorum requirements as the Annual General Meeting.

1.24. Proceedings at the Annual General Meeting and Special Meeting

- a. Attendance by the Public
 - i) General Meetings of the Society are open to the public. A majority of the Members present may ask any persons who are not Members to leave.
- b. Failure to Reach Quorum
 - i) The President cancels the Annual General Meeting if a quorum is not present within one-half (1/2) hour after the set start time.
 - ii) If cancelled, the meeting is rescheduled for one (1) week later at the same time and place.
 - iii) If a quorum is not present within one-half (1/2) hour after the set time of the second meeting, the meeting will proceed with the Members in attendance.

c. Presiding Officer

- i) The President chairs every Annual General Meeting and Special Meeting of the Society. The Vice-President chairs in the absence of the President.
- ii) If neither the President nor Vice-President is present within one-half (1/2) hour after the set start time the Members present shall choose one (1) of the Members present to chair.

d. Adjournment

- i) The President may adjourn any Annual General Meeting or Special Meeting with the consent of the Members at the meeting.
- ii) The Annual General Meeting Special Meeting shall not be adjourned until all the agenda items have been dealt with.

e. Voting

- i) Each Voting Member, has one (1) vote. A show of hands decides every vote at every Annual General Meeting or Special Meeting. A ballot may be used if at least five (5) Voting Members request it.
- ii) The President does not have a second or casting vote in the case of a tie vote. If there is a tie vote, the motion is defeated.
- iii) A Voting Member may not vote by proxy.
- iv) A majority of the votes of the Voting Members present decides each issue and resolution.
- v) The President declares a resolution carried or lost. This statement is final and does not have to include the number of votes for and against the resolution.
- vi) The President decides any dispute on any vote. The President decides in good faith, and this decision is final.

f. Failure to Give Notice of Meeting

- i) No action taken at an Annual General Meeting or Special Meeting is invalid due to:
 - 1.24.f.i.1. Accidental omission to give any notice to any Member;
 - 1.24.f.i.2. Any Member not receiving any notice; or
 - 1.24.f.i.3. Any error in any notice that does not affect the meaning.

g. Written Resolution of All the Voting Members

- i) Fifty percent (50%) plus one (1) of the Voting Members may agree to and sign a resolution. This resolution shall be valid as one passed at an Annual General Meeting or Special Meeting. It is not necessary to give notice or to call an Annual General Meeting or Special Meeting. The date on the resolution shall be the date it is passed.

Article 6 – The Governance of the Society

1.25. Governance and Management of the Society

- a. The Board governs and manages the affairs of the Society.
- b. The Board may hire a paid administrator to carry out management functions under the direction and supervision of the Board.

1.26. Powers and Duties of the Board

- a. The Board shall have all power over the Society, except as stated in these Bylaws of the *Societies Act*.
- b. The powers and duties of the Board shall include but not be limited to:
 - i) Promoting the objects of the Society;
 - ii) Promoting membership in the Society;
 - iii) Maintaining and protecting the Society's assets and property;
 - iv) Approving an annual budget for the Society;
 - v) Paying all expenses for operating and managing the Society;
 - vi) Paying persons for services and protecting persons from debts of the Society;
 - vii) Investing any extra monies;
 - viii) Financing the operation of the Society, and borrowing or raising monies;
 - ix) Making policies for managing and operating the Society;
 - x) Approving all contracts for the Society;
 - xi) Maintaining all accounts and financial records of the Society;
 - xii) Appointing legal counsel as necessary;
 - xiii) Making policies, rules and regulations for operating the Society and using its facilities and assets;
 - xiv) Selling, disposing of, or mortgaging any or all of the property of the Society; and
 - xv) Without limiting the general responsibility of the Board, delegating its powers and duties to the Executive Committee or the paid administrator of the Society.

1.27. Composition of the Board

- a. The Board shall consist of a minimum of five (5) to a maximum of thirteen (13) Directors.

1.28. Election of the Directors and the President

- a. At the Annual General Meeting of the Society, the Voting Members elect Directors from among the Voting Members.
- b. Directors shall serve a minimum term of two (2) years.

- c. Voting Members may re-elect any Director of the Board, including the President, for a maximum of (3) consecutive terms.
- d. A Director may be exempt from the two (2) year maximum term by a resolution at the Annual General Meeting or a Special Meeting.

1.29. Resignation or Removal of a Director

- a. A Director, including the President, may resign from office by giving one (1) month's notice in writing. The resignation shall take effect either at the end of the month's notice, or on the date the Board accepts the resignation.
- b. Voting Members may remove any Director, including the President, before the end of their term. There must be a majority vote at a Special Meeting called for this purpose.
- c. If there is a vacancy on the Board, the remaining Directors may appoint a Member in good standing to fill that vacancy for the remainder of the term.

1.30. Meetings of the Board

- a. The Board shall hold at least nine (9) meetings each year.
- b. The Board shall determine the place, date and time of the meetings.
- c. The President shall call a meeting if any two (2) Directors make a request in writing and state the business of the meeting.
- d. Five (5) days' notice for Board meetings shall be e-mailed or mailed to each Board Member.
- e. A majority of the Directors present at any Board meeting is a quorum.
- f. Each Director, including the President, has one (1) vote.
- g. The President does not have a second or casting vote in the case of a tie vote. A tie vote means the motion is defeated.
- h. Meetings of the Board are open to the Members of the Society, but only Directors may vote. Members are only permitted to participate in a discussion when invited to do so by the Board. A majority of the Directors present may ask any other Members, or other persons present, to leave. The Board may meet in-camera with only Directors present.
- i. All Directors may agree to and sign a resolution. This resolution shall be valid as one passed at any Board Meeting. It is not necessary to give notice or to call a Board meeting. The date on the resolution is the date it is passed.
- j. A meeting of the Board may be held by a conference call. Directors who participate in the call are considered present for the meeting.
- k. The President shall chair all meetings. If the President is absent the Vice-President shall chair the meeting. If the Vice-President is absent, the Directors shall elect a Chairperson.

1.31. Officers

- a. The Officers of the Society are:
 - i) The President;

- ii) Vice-President;
- iii) Secretary;
- iv) Treasurer.

- b. At its first meeting after Annual General Meeting, the Board shall elect from among the Directors all Officers.
- c. The Officers hold office until re-elected or until a successor is elected.
- d. The Officers may delegate responsibilities.

1.32. Duties of the President:

- a. Supervises the affairs of the Board;
- b. When present, chairs all meetings of the Society, the Board and the Executive Committee;
- c. Is an ex officio member of all Committee, except the Nominating Committee.
- d. Acts as the spokesperson for the Society;
- e. Carries out other duties assigned by the Board.
- f. Act as, or appoint another member to be the primary contact point for any staff communication to the board.

1.33. Duties of the Vice-President:

- a. Presides at meetings in the President's absence.
- b. Replaces the President at various functions when asked to do so by the President or the Board;
- c. Is a member of the Executive Committee; and
- d. Carries out other duties assigned by the Board.

1.34. Duties of the Secretary:

- a. Attends all meetings of the Society, the Board and the Executive Committee;
- b. Keeps accurate minutes of these meetings;
- c. Has charge of the Board's correspondence;
- d. Makes sure a record of names and addresses of all members of the Society is kept;
- e. Makes sure all notices of various meetings are sent;
- f. Makes sure annual fees are collected and deposited;
- g. Keeps the Seal of the Society;
- h. Files the annual return, changes in the Directors of the organization, amendments in the Bylaws and other incorporating documents with Corporate Registry; and
- i. Carries out other duties assigned by the Board.

1.35. Duties of the Treasurer;

- a. Makes sure all monies paid to the Society are deposited in a chartered bank, treasury branch or trust company chosen by the Board.

- b. Makes sure a detailed account of revenues and expenditures is presented to the Board as requested;
- c. Makes sure an audited statement of the financial position of the Society is prepared and presented to the Annual General Meeting;
- d. Is a member of the Executive Committee; and
- e. Carries out other duties assigned by the Board.

1.36. Establishing Committees

- a. The Board may appoint committees to advise the Board.
- b. A Director chairs each committee created by the Board.

1.37. General Procedures for Committees

- a. The Chairperson calls committee meetings.
- b. Each committee:
 - i) Records minutes of its meetings;
 - ii) Distributes these minutes to the committee members and to the Chairpersons of all other committees;
 - iii) Provides reports to each Board meeting at the Board's request.
- c. The meeting Notice must be mailed or emailed five (5) business days before the scheduled date of the meeting. The notice states that date, place and time of the committee meeting.
- d. Committee members may waive notice;
- e. A majority of the committee members present at a meeting is a quorum;
- f. Each member of the committee, including the Chairperson, has one (1) vote at the committee meeting.
- g. The Chairperson does not have a casting vote in case of a tie.

1.38. The Executive Committee

- a. Consists of the President, Vice President, Secretary, Treasurer and, if applicable, the paid administrator.
- b. The Executive Committee is responsible for:
 - i) Planning agendas for Board Meetings;
 - ii) Carrying out emergency and unusual business between Board Meetings;
 - iii) Reporting to the Board on actions taken between Board Meetings;
 - iv) Carrying out other duties as assigned by the Board.
- c. The Meetings are called by the President or in writing by any two (2) other Officers.

- d. A meeting of the Executive Committee may be held by a conference call. Officers who participate in this call are considered present for the meeting.

1.39. The Paid Administrator

- a. The Board may hire a paid administrator to be the to carry out assigned duties.
- b. The paid administrator reports to the Board, and acts as an advisor to the Board and to all Board Committees.
- c. The paid administrator does not have a vote at any meeting.
- d. The Board may give the paid administrator any title it deems necessary.

1.40. The paid administrator acts as the administrator officer of the board in:

- a. Attending board, and other meetings, as required;
- b. Hiring, supervising, evaluating and releasing all other paid staff;
- c. Interpreting and applying the Board's policies;
- d. Keeping the Board informed about the affairs of the Society;
- e. Maintaining the Society's books;
- f. Preparing budgets for Board approval;
- g. Planning programs and services based on the Board's priorities; and
- h. Carrying out other duties assigned by the Board.

Article 7 – Finance and Other Management Matters

1.41. The Registered Office

- a. The Registered Office of the Society shall be located in the corporate limits of the City of Lloydminster.

1.42. Finance and Auditing

- a. The fiscal year of the Society shall be from January 01 to December 31.
- b. There shall be an audit of the books, accounts and records of the Society at least once each year. A qualified accountant may be appointed at each Annual General Meeting shall do this audit. At each Annual General Meeting of the Society, the completed year end financials shall be presented.

1.43. Seal of the Society

- a. The Board may adopt a seal as the Seal of the Society.
- b. The Secretary shall control and have custody of the seal, unless the Board decides otherwise.

- c. The Seal of the Society may only be used by a member of the Executive Committee and may be used by Officers authorized by the Board by a resolution.

1.44. Cheques and Contracts of the Society

- a. The designated Officers of the Board shall sign all cheques drawn on the monies of the Society. Two signatures shall be required on all cheques. The Board may authorize the paid administrator to sign cheques for certain amounts and circumstances. The paid administrator may not sign their own pay cheque.
- b. Notwithstanding section 7.4 (a) above, the board may set in place an electronic approval process;
- c. All contracts of the Society shall be signed by two (2) of the Officers or other persons authorized to do so by resolution of the Board.

1.45. The Keeping and inspection of the Books and Records of the Society

- a. The Secretary shall keep a copy of the Minute Books and records minutes of all meetings of the members and of the Board.
- b. The Board shall keep and file all necessary books and records of the Society as required by this Bylaw, the *Societies Act*, or any other statute or laws.
- c. A Member wishing to inspect the books or records of the Society shall give reasonable notice to the President or the Secretary of the Society of their intention to do so.
- d. Unless otherwise permitted by the Board, such inspection shall take place only at the Registered Office, or other regular business premises operated by the Society, during normal business hours.
- e. All financial records of the Society are open for such inspection by the Members, during normal business hours and with reasonable notice.
- f. Other records of the Society are also open for inspection, except for records that the Board designates as confidential. Reasonable notice shall be provided.

1.46. Borrowing Powers

- a. The Society may borrow or raise funds to meet its objects and operations. The Board shall decide the amounts and ways to raise money, including giving or granting security.

1.47. Payments

- a. No Member, Director or Officer of the Society shall receive any payment for their services as a Member, Director or Officer.
- b. Reasonable expenses incurred while carrying out duties of the Society may be reimbursed upon Board approval.

1.48. Disability Benefits

- a. The Society shall only pay disability benefits for a period of six (6) months. The Board may extend this period with the passing of a unanimous resolution.

1.49. Protection and Indemnity of Directors and Officers

- a. Each Director or Officer holds office with protection from the Society. The Society indemnifies each Director or Officer against all costs or charges that result from any act done in their role for the Society. The Society does not protect any Director or Officer for acts of fraud, dishonesty, or bad faith.
- b. No Director or Officer shall be liable for the acts of any other Director, Officer or employee. No Director or Officer shall be responsible for any loss or damage due to the bankruptcy, insolvency, or wrongful act of any person, firm or corporation dealing with the Society. No Director or Officer shall be liable for any loss due to an oversight or error in judgement, or by an act in their role for the Society, unless the act is fraud, dishonesty or bad faith.
- c. Directors or Officers can rely on the accuracy of any statement or report prepared by the Society's auditor. Directors or Officers shall not be held liable for any loss or damage as a result of acting on that statement or report.

Article 8 – Amending the Bylaws

- 1.50. These Bylaws may be cancelled, altered or added to by a Special Resolution at any Annual General or Special Meeting of the Society.
- 1.51. The twenty-one (21) days' notice of the Annual General or Special Meeting of the Society shall include details of the proposed resolution to change these Bylaws.
- 1.52. The amended Bylaws take effect after approval of the Special Resolution at the Annual General Meeting or Special Meeting and accepted by the Corporate Registry of Alberta.

Article 9 – Distributing Assets and Dissolving the Society

- 1.53. The Society shall not pay any dividends or distributes its property among it Members.
- 1.54. If the Society is dissolved, any funds or assets remaining after paying all the debts shall be paid to a non-profit organization with the objects that has objects similar to those of the Lloydminster and District Society for the Prevention of cruelty to Animals.
- 1.55. Members shall select the organization to receive the assets by Special Resolution. In no event shall any Members receive any assets of the Society.