

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY
Financial Statements
Year Ended December 31, 2017
(Unaudited)

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY

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Year Ended December 31, 2017

(Unaudited)

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Central Cariboo Arts and Culture Society

We have reviewed the accompanying financial statements of Central Cariboo Arts and Culture Society that comprise the statement of financial position as at December 31, 2017 and the statements of revenues and expenditures, changes in net assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of Central Cariboo Arts and Culture Society as at December 31, 2017, and the results of its operations and its cash flows for the year then ended in accordance with the Canadian accounting standards for not-for-profit organizations.

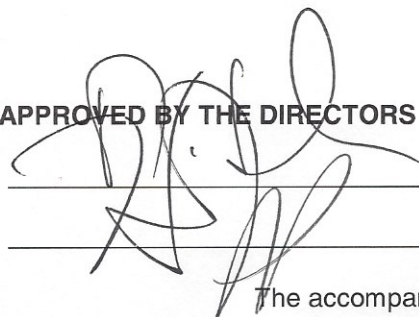


Williams Lake, British Columbia
April 4, 2018

FBB Chartered Professional Accountants LLP

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY**Statement of Financial Position****December 31, 2017***(Unaudited)*

	2017	2016
Assets		
Current		
Cash	\$ 34,618	\$ 29,147
Term deposits	60,930	60,568
Accounts receivable	32	-
Prepaid expenses	786	786
	<u>96,366</u>	<u>90,501</u>
Capital assets (Note 4)	<u>6,361</u>	<u>8,628</u>
	<u>\$ 102,727</u>	<u>\$ 99,129</u>
Liabilities and Net Assets		
Current		
Accounts payable and accrued liabilities	\$ 181	\$ 1,827
Goods and services tax payable	4,750	3,384
	<u>4,931</u>	<u>5,211</u>
Deferred income	<u>2,423</u>	<u>773</u>
	<u>7,354</u>	<u>5,984</u>
Net assets	<u>95,373</u>	<u>93,145</u>
	<u>\$ 102,727</u>	<u>\$ 99,129</u>

APPROVED BY THE DIRECTORS

Director

Director

The accompanying notes are an integral part of this statement.

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY**Statement of Changes in Net Assets****Year Ended December 31, 2017***(Unaudited)*

	2017	2016
Net assets - beginning of year	\$ 93,145	\$ 96,537
Excess of revenues over expenses	2,228	(3,392)
Net assets - end of year	\$ 95,373	\$ 93,145

The accompanying notes are an integral part of this statement.

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY**Statement of Revenues and Expenditures****Year Ended December 31, 2017***(Unaudited)*

	2017	2016
Revenues		
Municipal and regional contract revenue	\$ 90,000	\$ 90,000
Project revenue <i>(Note 5)</i>	24,250	24,000
Rental income	11,733	11,945
Other sources <i>(Note 6)</i>	1,650	764
	<u>127,633</u>	<u>126,709</u>
Expenses		
Amortization	3,814	6,569
Bank charges and interest	208	348
Consulting fees	163	5,680
Insurance	1,050	1,051
Licences, dues and fees	709	1,590
Office	2,559	5,392
Professional fees	2,135	2,805
Projects and workshops	22,544	22,343
Repairs and maintenance	8,727	8,481
Research	2,000	-
Staff expenses	675	538
Support grants	4,000	-
Telephone and utilities	6,312	7,906
Travel	967	503
Wages and benefits	69,861	67,372
	<u>125,724</u>	<u>130,578</u>
Excess (deficiency) of revenues over expenses from operations	<u>1,909</u>	<u>(3,869)</u>
Other income		
Loss on disposal of capital assets	(43)	-
Interest income	362	477
	<u>319</u>	<u>477</u>
Excess (deficiency) of revenues over expenses	<u>\$ 2,228</u>	<u>\$ (3,392)</u>

The accompanying notes are an integral part of this statement.

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY**Statement of Cash Flow****Year Ended December 31, 2017***(Unaudited)*

	2017	2016
Cash flows from operating activities		
Excess (deficiency) of revenues over expenses	\$ 2,228	\$ (3,392)
Items not affecting cash:		
Amortization of capital assets	3,814	6,569
Loss on disposal of capital assets	43	-
	<u>6,085</u>	<u>3,177</u>
Changes in non-cash working capital:		
Accounts receivable	(32)	-
Accounts payable and accrued liabilities	(1,647)	551
Prepaid expenses	-	2
Goods and services tax payable	1,366	3,384
Deferred income	<u>1,650</u>	<u>(1,383)</u>
	<u>1,337</u>	<u>2,554</u>
Cash flows from operating activities	<u>7,422</u>	<u>5,731</u>
Cash flows from investing activity		
Purchase of capital assets	<u>(1,589)</u>	-
Increase in cash flow	5,833	5,731
Cash - beginning of year	<u>89,715</u>	<u>83,984</u>
Cash - end of year	\$ 95,548	\$ 89,715

The accompanying notes are an integral part of this statement.

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY

Notes to Financial Statements

Year Ended December 31, 2017

(Unaudited)

1. Purpose of the society

Central Cariboo Arts and Culture Society (the "society") is a not-for-profit organization incorporated provincially under the Society Act of British Columbia. Management has determined that they are exempt from payment of income tax under Section 149(1) of the Income Tax Act.

The society operates to provide the Arts Centre for meetings and events for the Central Cariboo Arts and Cultural organizations and members of the community, offers a grants program to distribute project grants to groups and societies in the Central Cariboo, as well as offers assistance with respect to arts and culture matters.

2. Significant accounting policies

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

Cash and cash equivalents

Cash and cash equivalents consist of cash on hand less outstanding cheques and deposits with a maturity of less than three months at the time of purchase. When outstanding cheques are in excess of cash on hand, the excess is reported in bank indebtedness.

Term deposits

Short term investments, which consist primarily of Guaranteed Investment Certificates (GIC's), are carried at market value.

Fund accounting

Central Cariboo Arts and Culture Society follows the deferral method of accounting for contributions.

Revenues and expenses related to program delivery and administrative activities are reported in the General Fund.

Capital assets

Capital assets are stated at cost or deemed cost less accumulated amortization. Capital assets are amortized over their estimated useful lives on a declining balance basis at the following rates and methods:

Computer equipment	55%	declining balance method
Computer software	100%	declining balance method
Furniture and fixtures	20%	declining balance method
Leasehold improvements	60 months	straight-line method
Art	60 months	straight-line method

The society regularly reviews its capital assets to eliminate obsolete items.

(continues)

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY

Notes to Financial Statements

Year Ended December 31, 2017

(Unaudited)

2. Significant accounting policies (continued)

Revenue recognition

The society recognizes revenues when they are earned, specifically when all the following conditions are met:

- services are provided or products are delivered to customers
- there is clear evidence that an arrangement exists
- amounts are fixed or can be determined
- the ability to collect is reasonably assured.

Measurement uncertainty

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

3. Financial instruments

Fair value

The society's carrying value of cash and cash equivalents, accounts receivable, and accounts payable approximates its fair value due to the immediate or short term maturity of these instruments.

4. Capital assets

	Cost	Accumulated amortization	2017 Net book value	2016 Net book value
Art	\$ 10,604	\$ 10,604	\$ -	\$ 1,060
Computer equipment	6,541	4,817	1,724	1,313
Computer software	2,076	2,076	-	-
Furniture and fixtures	7,500	5,200	2,300	2,875
Leasehold Improvements	9,608	7,271	2,337	3,380
	\$ 36,329	\$ 29,968	\$ 6,361	\$ 8,628

5. Revenue - Projects

	2017	2016
Contracted services	\$ 15,000	\$ 15,000
Sponsorships	9,250	9,000
	\$ 24,250	\$ 24,000

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY**Notes to Financial Statements****Year Ended December 31, 2017***(Unaudited)***6. Revenue - other sources**

	2017	2016
Red Cross Funds	\$ 1,500	\$ -
Donations	100	-
Membership Dues	50	40
Workshops	-	724
	\$ 1,650	\$ 764

7. Employee compensation

The Society has one permanent full-time employee whose compensation is in the salary range \$40,000-\$79,999.