

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY
Financial Statements
Year Ended December 31, 2016
(Unaudited)

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY

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Year Ended December 31, 2016

(Unaudited)

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REVIEW ENGAGEMENT REPORT

To the Members of Central Cariboo Arts and Culture Society

We have reviewed the statement of financial position of Central Cariboo Arts and Culture Society as at December 31, 2016 and the statements of revenues and expenditures, changes in net assets and cash flow for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and, accordingly, consisted primarily of inquiry, analytical procedures and discussion related to information supplied to us by the society.

A review does not constitute an audit and, consequently, we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.



Williams Lake, British Columbia
April 25, 2017

FBB Chartered Professional Accountants LLP

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY

Statement of Financial Position

December 31, 2016

(Unaudited)

	2016	2015
Assets		
Current		
Cash	\$ 29,147	\$ 32,893
Term deposits	60,568	51,091
Prepaid expenses	786	788
	90,501	84,772
Capital assets <i>(Note 4)</i>	8,628	15,198
	\$ 99,129	\$ 99,970
Liabilities		
Current		
Accounts payable and accrued liabilities	\$ 1,827	\$ 1,277
Goods and services tax payable	3,384	-
	5,211	1,277
Deferred income	773	2,156
	5,984	3,433
Net assets	93,145	96,537
	\$ 99,129	\$ 99,970

ON BEHALF OF THE BOARD

_____ *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, 2016

(Unaudited)

	2016	2015
Net assets - beginning of year	\$ 96,537	\$ 88,052
Deficiency of revenue over expenses	<u>(3,392)</u>	<u>8,485</u>
Net assets - end of year	<u>\$ 93,145</u>	<u>\$ 96,537</u>

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, 2016***(Unaudited)*

	2016	2015
Revenue		
Municipal and regional contract revenue	\$ 90,000	\$ 90,000
Rental income	11,945	9,184
Project revenue <i>(Note 5)</i>	24,000	28,750
Other sources <i>(Note 6)</i>	764	1,133
Contributed asset	-	1,176
	<u>126,709</u>	<u>130,243</u>
Expenses		
Amortization	6,569	6,519
Bank charges and interest	348	172
Consulting fees	5,680	-
Insurance	1,051	1,050
Licences, dues and fees	1,590	736
Office	5,392	2,173
Professional fees	2,805	495
Projects and workshops	22,343	22,127
Repairs and maintenance	8,481	9,456
Staff expenses	538	2,462
Telephone and utilities	7,906	8,422
Travel	503	4,594
Wages and benefits	67,372	64,363
	<u>130,578</u>	<u>122,569</u>
Excess (deficiency) of revenue over expenses from operations	<u>(3,869)</u>	<u>7,674</u>
Other income		
Interest income	477	499
Reimbursement of CRA penalty	-	312
	<u>477</u>	<u>811</u>
Excess (deficiency) of revenue over expenses	<u>\$ (3,392)</u>	<u>\$ 8,485</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, 2016***(Unaudited)*

	2016	2015
Cash flows from operating activities		
Excess (deficiency) of revenue over expenses	\$ (3,392)	\$ 8,485
Item not affecting cash:		
Amortization of capital assets	<u>6,569</u>	6,519
	<u>3,177</u>	15,004
Changes in non-cash working capital:		
Accounts payable and accrued liabilities	551	(1,854)
Prepaid expenses	2	-
Goods and services tax payable	3,384	-
Deferred income	<u>(1,383)</u>	(594)
	<u>2,554</u>	(2,448)
Cash flows from operating activities	<u>5,731</u>	12,556
Cash flows from investing activity		
Purchase of capital assets	<u>-</u>	(10,317)
Increase in cash flow	5,731	2,239
Cash - beginning of year	<u>83,984</u>	81,745
Cash - end of year	<u>\$ 89,715</u>	<u>\$ 83,984</u>

The accompanying notes are an integral part of this statement.

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY

Notes to Financial Statements

Year Ended December 31, 2016

(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, 2016

(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	2016 Net book value	2015 Net book value
Art	\$ 10,604	\$ 9,544	\$ 1,060	\$ 3,181
Computer equipment	8,175	6,862	1,313	2,919
Computer software	2,076	2,076	-	588
Furniture and fixtures	7,500	4,625	2,875	3,594
Leasehold Improvements	9,608	6,228	3,380	4,916
	<u>\$ 37,963</u>	<u>\$ 29,335</u>	<u>\$ 8,628</u>	<u>\$ 15,198</u>

5. Revenue - Projects

	2016	2015
Contracted services	\$ 15,000	\$ 15,000
Sponsorships	9,000	13,750
	<u>\$ 24,000</u>	<u>\$ 28,750</u>

CENTRAL CARIBOO ARTS AND CULTURE SOCIETY

Notes to Financial Statements

Year Ended December 31, 2016

(Unaudited)

6. Revenue - other sources

	<u>2016</u>	<u>2015</u>
Workshops	\$ 724	\$ -
Membership Dues	40	40
Grants	-	1,093
	<u>\$ 764</u>	<u>\$ 1,133</u>

7. Employee compensation

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