

# Independent Auditors' Report

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To the Members of Chilliwack Cultural Centre:

## Report on the Financial Statements

We have audited the accompanying financial statements of Chilliwack Cultural Centre, which comprise the statement of financial position as at December 31, 2011, and the statements of operations, changes in net assets, and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' Responsibility*

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

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

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

### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of Chilliwack Cultural Centre as at December 31, 2011 and the results of its operations, changes in net assets, and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

## Report on Other Legal and Regulatory Requirements

As required by the Society Act (British Columbia) we report that in our opinion, these principles have been applied on a basis consistent with that of the preceding year.

Chilliwack, British Columbia

June 13, 2012


*MNP* LLP  
Chartered Accountants


# Chilliwack Cultural Centre Statement of Financial Position

*As at December 31, 2011*

	Operating	Capital Fund	December 31 2011	December 31 2010
<b>Assets</b>				
<b>Current</b>				
Cash	212,061	-	212,061	215,641
Accounts receivable	16,119	-	16,119	20,641
HST receivable	41,563	-	41,563	-
Prepaid expenses and deposits	12,028	-	12,028	8,131
	<b>281,771</b>	<b>-</b>	<b>281,771</b>	<b>244,413</b>
<b>Capital assets (Note 4)</b>	<b>-</b>	<b>29,358</b>	<b>29,358</b>	<b>-</b>
	<b>281,771</b>	<b>29,358</b>	<b>311,129</b>	<b>244,413</b>
<b>Liabilities</b>				
<b>Current</b>				
Accounts payable and accruals	69,597	-	69,597	90,879
Unearned revenue	168,110	-	168,110	75,953
Interfund loan	40,316	(40,316)	-	-
	<b>278,023</b>	<b>(40,316)</b>	<b>237,707</b>	<b>166,832</b>
<b>Net Assets</b>				
Operating fund	3,748	-	3,748	46,078
Capital fund - externally restricted (Note 5)	-	69,674	69,674	31,503
	<b>3,748</b>	<b>69,674</b>	<b>73,422</b>	<b>77,581</b>
	<b>281,771</b>	<b>29,358</b>	<b>311,129</b>	<b>244,413</b>

Approved on behalf of the Board

  
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President

  
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Treasurer

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

# Chilliwack Cultural Centre Statement of Operations

*For the year ended December 31, 2011*

			12 Months Ended December 31 2011	6 Months Ended December 31 2010
	Operating	Capital Fund		
<b>Revenue</b>				
Grant revenue	416,934	-	416,934	204,631
Theatre revenue	159,961	-	159,961	81,273
Rental income	140,434	-	140,434	30,910
Donations	859	-	859	45,240
Fees	130,511	-	130,511	33,047
Sponsorship	29,208	-	29,208	12,250
Concession and bar sales	35,989	-	35,989	11,276
Miscellaneous sales and fundraising	11,953	-	11,953	8,539
Interest	275	-	275	85
Memberships	1,050	-	1,050	25
Capital fund donation	-	8,814	8,814	31,502
<b>Total revenue</b>	<b>927,174</b>	<b>8,814</b>	<b>935,988</b>	<b>458,778</b>
<b>Expenses</b>				
Administrative	53,772	-	53,772	26,471
Amortization	-	3,262	3,262	-
Building operations	29,719	-	29,719	7,689
Concession and catering	13,287	-	13,287	6,917
Interest and bank charges	4,926	-	4,926	4,209
Loss on theft	-	-	-	3,492
Office supplies	15,252	-	15,252	9,736
Presentation expense	127,410	-	127,410	78,959
Promotion expenses	2,406	-	2,406	8,488
Salaries and benefits	604,894	-	604,894	279,755
Theatre operations	4,086	-	4,086	5,289
Utilities	81,133	-	81,133	39,668
<b>Total expenses</b>	<b>936,885</b>	<b>3,262</b>	<b>940,147</b>	<b>470,673</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(9,711)</b>	<b>5,552</b>	<b>(4,159)</b>	<b>(11,895)</b>

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

**Chilliwack Cultural Centre**  
**Statement of Changes in Net Assets**  
*For the year ended December 31, 2011*

	<i>Operating</i>	<i>Capital Fund</i>	<i>2011</i>	<i>2010</i>
Net assets beginning of year	46,079	31,502	77,581	89,475
Interfund transfers	(32,620)	32,620	-	-
Excess (deficiency) of revenues over expenses	(9,711)	5,552	(4,159)	(11,895)
Net assets, end of year	<b>3,748</b>	<b>69,674</b>	<b>73,422</b>	<b>77,580</b>

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**Chilliwack Cultural Centre**  
**Statement of Cash Flows**

*For the year ended December 31, 2011*

	<i>Operating</i>	<i>Capital Fund</i>	<i>12 Months Ended December 31 2011</i>	<i>6 Months Ended December 31 2010</i>
<b>Cash provided by (used for) the following activities</b>				
<b>Operating activities</b>				
Excess of revenues over expenses	(9,711)	5,552	(4,159)	(11,895)
Amortization	-	3,262	3,262	-
Changes in working capital accounts				
Accounts receivable	4,522	-	4,522	42,796
Prepaid expenses and deposits	(3,897)	-	(3,897)	7,913
HST receivable	(41,563)	-	(41,563)	-
Accounts payable and accruals	(21,282)	-	(21,282)	43,024
Unearned revenue	92,157	-	92,157	(15,789)
	<b>20,226</b>	<b>8,814</b>	<b>29,040</b>	<b>66,049</b>
<b>Investing activities</b>				
Interfund transfers	(32,620)	32,620	-	-
Purchase of capital assets	-	(32,620)	(32,620)	-
Change in interfund balances	8,814	(8,814)	-	-
	<b>(23,806)</b>	<b>(8,814)</b>	<b>(32,620)</b>	<b>-</b>
<b>Increase (decrease) in cash resources</b>	<b>(3,580)</b>	<b>-</b>	<b>(3,580)</b>	<b>66,049</b>
<b>Cash resources, beginning of year</b>	<b>215,641</b>	<b>-</b>	<b>215,641</b>	<b>149,592</b>
<b>Cash resources, end of year</b>	<b>212,061</b>	<b>-</b>	<b>212,061</b>	<b>215,641</b>

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