

Independent Auditors' Report

To the Members of the Chilliwack Cultural Centre:

Report on the Financial Statements

We have audited the accompanying financial statements of the Chilliwack Cultural Centre, which comprise the statements of financial position as at December 31, 2012, 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 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.

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 in our audit 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 the Chilliwack Cultural Centre as at December 31, 2012, and the results of operations, changes in net assets and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Comparative information

Without modifying our opinion, we draw attention to Note 2 to the financial statements which describes that Chilliwack Cultural Centre adopted Canadian accounting standards for not-for-profit organizations on January 1, 2012 with a transition date of January 1, 2011. These standards were applied retrospectively by management to the comparative information in these financial statements, including the balance sheets as at January 1, 2011 and December 31, 2011, and the statements of operations and changes in net assets and cash flows for the year ended December 31, 2011 and related disclosures. We were not engaged to report on the restated comparative information, and as such, it is unaudited.

Report on Other Legal and Regulatory Requirements

As required by the Society Act, we report that, in our opinion, the accounting basis as described in Note 3 to the financial statements has been applied on a consistent basis.

Chilliwack, British Columbia


June 17, 2013

MNP LLP
Chartered Accountants

Chilliwack Cultural Centre
Statement of Financial Position
As at December 31, 2012

	Operating	Capital Fund	December 31 2012	December 31 2011 <i>(Unaudited Restated)</i>	January 1 2011 <i>(Unaudited)</i>
Assets					
Current					
Cash and cash equivalents <i>(Note 4)</i>	111,069	-	111,069	212,061	215,641
Accounts receivable	11,354	-	11,354	16,119	20,641
Prepaid expenses and deposits	12,017	-	12,017	12,028	8,131
	134,440	-	134,440	240,208	244,413
Capital assets <i>(Note 5)</i>	-	67,277	67,277	29,358	-
	134,440	67,277	201,717	269,566	244,413
Liabilities					
Current					
Accounts payable and accruals <i>(Note 6)</i>	82,140	-	82,140	68,555	90,879
Deferred revenue <i>(Note 7)</i>	110,372	-	110,372	168,110	75,953
Interfund loans	44,185	(44,185)	-	-	-
	236,697	(44,185)	192,512	236,665	166,832
Net Assets					
Operating fund <i>(Note 12)</i>	(102,257)	-	(102,257)	(36,773)	46,078
Capital fund - externally restricted <i>(Note 10)</i>	-	111,462	111,462	69,674	31,503
	(102,257)	111,462	9,205	32,901	77,581
	134,440	67,277	201,717	269,566	244,413

Approved on behalf of the Board



 President



 Treasurer

The accompanying notes are an integral part of these financial statements

Chilliwack Cultural Centre
Statement of Operations and Changes in Net Assets
For the year ended December 31, 2012

	Operating	Capital Fund	2012	2011 (Unaudited Restated)
Revenue				
Grant revenue	413,100	-	413,100	399,481
Presentation revenue	154,300	-	154,300	177,803
Fundraising, grants and donations	14,457	-	14,457	13,312
Memberships	1,150	-	1,150	1,050
Rental income	174,622	-	174,622	163,022
Naming sponsorship	12,102	-	12,102	2,830
Box office revenue	114,541	-	114,541	97,446
Concession and bar sales	31,242	-	31,242	34,820
Other revenue	8,925	-	8,925	4,918
Partnership revenue	28,975	-	28,975	26,238
Capital fund donation	-	52,525	52,525	8,814
Total revenue	953,414	52,525	1,005,939	929,734
Expenses				
Administrative	35,165	-	35,165	54,789
Advertising and promotion	1,182	-	1,182	2,156
Amortization	-	10,737	10,737	3,262
Box office expense	20,691	-	20,691	17,096
Concession & bar expenses	16,672	-	16,672	15,257
Facilities expenses	44,612	-	44,612	52,620
Fund raising expense	14	-	14	76
Presentation expenses	210,799	-	210,799	127,691
Salaries and benefits	601,893	-	601,893	610,122
Utilities	87,864	-	87,864	91,364
Total expenses	1,018,898	10,737	1,029,635	974,413
Excess (deficiency) of revenue over expenses	(65,484)	41,788	(23,696)	(44,679)
Net assets, beginning of year	3,750	69,674	73,424	77,581
Correction of an error	(40,523)	-	(40,523)	-
Net assets, beginning of year, as restated	(36,773)	69,674	32,901	77,581
Net assets, end of year	(102,257)	111,462	9,205	32,902

The accompanying notes are an integral part of these financial statements

Chilliwack Cultural Centre
Statement of Cash Flows
For the year ended December 31, 2012

	<i>Operating</i>	<i>Capital Fund</i>	2012	2011 <i>(Unaudited Restated)</i>
Cash provided by (used for) the following activities				
Operating				
Excess (deficiency) of revenue over expenses	(65,484)	41,788	(23,696)	(44,679)
Amortization	-	10,737	10,737	3,262
Donation of capital assets	-	(35,000)	(35,000)	-
	(65,484)	17,525	(47,959)	(41,417)
Changes in working capital accounts				
Accounts receivable	4,765	-	4,765	4,522
Prepaid expenses and deposits	11	-	11	(3,897)
Accounts payable and accruals	13,585	-	13,585	(22,325)
Deferred revenue	(57,738)	-	(57,738)	92,157
	(104,861)	17,525	(87,336)	29,040
Investing				
Interfund transfers	3,869	(3,869)	-	-
Purchase of capital assets	-	(13,656)	(13,656)	(32,620)
	3,869	(17,525)	(13,656)	(32,620)
Decrease in cash resources	(100,992)	-	(100,992)	(3,580)
Cash resources, beginning of year	212,061	-	212,061	215,641
Cash resources, end of year	111,069	-	111,069	212,061

The accompanying notes are an integral part of these financial statements