



**G A B R I O L A**  
**A R T S C O U N C I L**  
ALL ARTISTS, ALL ARTS

**[www.gabriolaartscouncil.org](http://www.gabriolaartscouncil.org) | [info@gabriolaartscouncil.org](mailto:info@gabriolaartscouncil.org)  
9 – 575 North Road, P.O. Box 387 | Gabriola Island, BC | V0R 1X0  
Phone: 250-247-7409 | Fax Service: 250-247-8313**

## **Financial Statements**

**for the period  
July 1, 2011 to June 30, 2012**



**Table of Contents**

Statement of Financial Position ..... 1

Statement of Revenue, Expenditures and Members' Surplus ..... 2

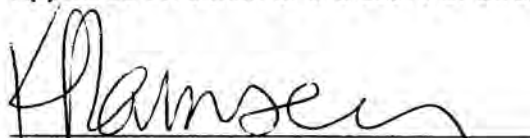
Notes to Financial Statements ..... 3 & 4



**Statement of Financial Position**  
as at June 30, 2012

|  | 2011 - 2012   | 2010 - 2011   |
|--|---------------|---------------|
| <b>ASSETS</b>                                    |               |               |
| <b>Current</b>                                   |               |               |
| Cash   | 49,964        | 33,564        |
| Deferred Expenses (see Note 3)                   | 0             | 187           |
| Accounts Receivable                              | 2,442         | 2,021         |
|  | <b>52,405</b> | <b>35,772</b> |
| Equipment (see Note 4)                           | 684           | 786           |
| <b>Total Assets</b>                              | <b>53,089</b> | <b>36,558</b> |
| <b>LIABILITIES</b>                               |               |               |
| <b>Current</b>                                   |               |               |
| Accounts Payable and Accruals                    | 94            | 7,443         |
| Grants Received / not yet Disbursed (see Note 5) | 31,675        | 22,250        |
| BC Gaming Grant Received / not yet Disbursed     | 10,000        |               |
| Deferred Revenue (see Note 6)                    | 4,709         | 1340          |
| <b>Total Liabilities</b>                         | <b>46,478</b> | <b>31,033</b> |
| <b>Members' Surplus at June 30</b>               | <b>6,611</b>  | <b>5,525</b>  |
| <b>Total Liabilities and Members' Surplus</b>    | <b>53,089</b> | <b>36,558</b> |

Approved on behalf of the Board of Directors:

  
Kathy Ramsey, President

  
Moira Nichol, Treasurer



**Statement of Revenue, Expenditures and Members' Surplus**  
for the period July 1, 2011 to June 30, 2012

|   | <u>2011 - 2012</u>    | <u>2010 - 2011</u>   |
|---|-----------------------|----------------------|
| <b>Revenue</b>  |                       |                      |
| Donations   | 20,329                | 3,687                |
| Memberships   | 2,500                 | 2,085                |
| Grants--BC Gaming Commission                                | 10,000                | 0                    |
| Grants, BC Arts Council                                     | 17,250                | 9,582                |
| Grants, Other   | 15,600                | 10,600               |
| Fundraising & Other Income                                  | 52,431                | 57,106               |
| <b>Total Revenue</b>  | <b><u>118,110</u></b> | <b><u>83,060</u></b> |
| <br><b>Expenditures</b>                                     |                       |                      |
| Arts Programs   | 88,005                | 71,003               |
| Administration  | 25,211                | 12,803               |
| Grants to Arts Programs (see Note 7)                        | 2,385                 | 1,445                |
| <b>Total Expenditures</b>                                   | <b><u>115,602</u></b> | <b><u>85,251</u></b> |
| <br><b>Excess (Deficiency) of Revenue Over Expenditures</b> | <b>2,508</b>          | <b>(2,191)</b>       |
| <b>Opening Balance Equity</b>                               | <b>5,525</b>          | <b>12,716</b>        |
| Restricted Fund from Retained Earnings (see Note 8)         | (1,422)               | (5,000)              |
| <br><b>Members' Surplus as at June 30</b>                   | <b><u>6,611</u></b>   | <b><u>5,525</u></b>  |



## Notes to Financial Statements

for the period July 1, 2011 to June 30, 2012

### 1. The Organization

The Gabriola Arts Council is an organization that provides administration and funding support to local visual and performance artists, musicians and writers. The Council was incorporated under the Societies Act of British Columbia as a not-for-profit organization on April 15, 1997 and is a registered charity under the Income Tax Act.

### 2. Summary of Significant Accounting Policies

The organization follows accounting principles generally accepted in Canada in preparing its financial statements. The significant accounting policies used are:

- a) **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. Membership fees are recognized over the membership period. 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 activities and events is recognized when the activity or event occurs.
- b) **Contributed services:** Due to the difficulty of determining fair value, contributed services are not recognized in the financial statements.
- c) **Equipment and amortization:** Equipment is accounted for at cost. Amortization of equipment is calculated on the declining balance basis at the rate of 30%.

### 3. Capital Assets

|                    | Cost    | Accumulated Amortization | Net   |
|--------------------|---------|--------------------------|-------|
| Computer Equipment | \$2,705 | \$2,021                  | \$684 |



#### **5. Grants Received But Not Yet Disbursed**

- In 2012 a grant of \$20,000 was received from the BC Gaming Commission , of which \$10,000 was used for purposes in this fiscal year, and \$10,000 will be used for purposes in our next fiscal year.
- In 2012 a grant of \$4,000 was received from Coastal Community Credit Union (CCCU) specifically for the Gabriola Theatre Festival in August 2012.
- In 2012 a grant of \$2,000 was received from the Regional District of Nanaimo (RDN) specifically for the Gabriola Theatre Festival in August 2012.
- In 2012 a grant of \$10,000 was received from the Vancouver Foundation specifically for a Public Art Project which will be completed in 2012-2013.
- Monies received from the BC Arts Council for operating expenses and performance funding are to be used in the period July 1, 2012 to June 30, 2013.

All disbursed funds received will be used for the purposes for which they were received

#### **6. Deferred Revenue**

Revenue from memberships sold for the period July 1, 2012 to June 30, 2013 has been deferred until the corresponding fiscal period.

#### **7. Contributions to Art Programs**

Contributions totalling \$4,000 were made to the Gabriola Elementary School, Lulu Performing Arts, Poetry Gabriola, the Dancing Man Festival and the Gabriola Elementary School P.A.C. for arts, music and writing programs.

#### **8. Restricted Funds**

Two Restricted Funds were created and maintained in fiscal year 2012. Retained earnings were reduced to restrict these funds.

- i. Building Fund to restrict funds for the costs associated with receiving a donation of a building and property.
- ii. Art Therapy Fund to restrict funds donated specifically for this program.

