

THE ARTSREACH SOCIETY
Financial Statements
Year Ended July 31, 2016
(Unaudited - See Notice To Reader)

OBARA & COMPANY

CHARTERED PROFESSIONAL ACCOUNTANTS

216-911 Yates Street
Victoria, BC V8V 4X3

Tel: 250-388-7879

Fax: 250-381-0808

NOTICE TO READER

On the basis of information provided by management, we have compiled the statement of financial position of The artsREACH Society as at July 31, 2016 and the statements of revenues and expenses and changes in net assets for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

Victoria, B.C.
January 31, 2017

Obara & Company

Chartered Professional Accountants

THE ARTSREACH SOCIETY
Statement of Financial Position
July 31, 2016
(Unaudited - See Notice To Reader)

	2016	2015
ASSETS		
CURRENT		
Cash	\$ 47,478	\$ 43,699
Prepaid expenses	2,840	2,670
	<u>50,318</u>	<u>46,369</u>
CAPITAL ASSETS (Note 3)	<u>4,000</u>	<u>-</u>
	<u>\$ 54,318</u>	<u>\$ 46,369</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 792	\$ 1,600
Deferred revenue	4,000	15,300
	<u>4,792</u>	<u>16,900</u>
NET ASSETS		
Unrestricted net assets (Note 2)	8,526	14,469
Internally restricted net assets (Note 2)	26,000	-
Contingency fund (Note 2)	15,000	15,000
	<u>49,526</u>	<u>29,469</u>
	<u>\$ 54,318</u>	<u>\$ 46,369</u>

ON BEHALF OF THE BOARD

_____ Director

_____ Director

See notes to financial statements

OBARA & COMPANY
 CHARTERED PROFESSIONAL ACCOUNTANTS

THE ARTSREACH SOCIETY
Statement of Changes in Net Assets
Year Ended July 31, 2016
(Unaudited - See Notice To Reader)

	Unrestricted Net Assets	Internally Restricted Net Assets	Contingency Fund	2016	2015
NET ASSETS - BEGINNING OF YEAR	\$ 14,469	\$ -	\$ 15,000	\$ 29,469	\$ 40,063
Transfers <i>(Note 2)</i>	(26,000)	26,000	-	-	-
Excess of revenues over expenses	20,057	-	-	20,057	(10,594)
NET ASSETS - END OF YEAR	\$ 8,526	\$ 26,000	\$ 15,000	\$ 49,526	\$ 29,469

See notes to financial statements

OBARA & COMPANY
 CHARTERED PROFESSIONAL ACCOUNTANTS

THE ARTSREACH SOCIETY
Statement of Revenues and Expenses
Year Ended July 31, 2016
(Unaudited - See Notice To Reader)

	2016	2015
REVENUES		
Sponsorship and grants <i>(Note 4)</i>	\$ 63,242	\$ 49,668
Fundraising	19,254	22,806
Private donations	31,360	5,011
User pay workshop fees	1,173	-
Membership fees and other	600	515
Interest income	209	253
	<u>115,838</u>	<u>78,253</u>
EXPENSES		
Accounting and professional	1,650	2,065
Amortization	1,000	-
Administration and development contract	14,400	14,400
Advertising and promotion	9,000	4,703
artsREACH program <i>(Note 5)</i>	56,713	54,798
Bank charges and interest	288	422
Fundraising	5,931	6,379
Grant writing	1,943	2,336
Insurance	1,560	1,560
Meals and entertainment	581	562
Meetings and conventions	333	210
Membership, dues and fees	232	120
Office	975	364
Room rental	115	75
Telephone	773	653
Utilities	93	200
Vehicle	194	-
	<u>95,781</u>	<u>88,847</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ 20,057	\$ (10,594)

See notes to financial statements

OBARA & COMPANY
 CHARTERED PROFESSIONAL ACCOUNTANTS

THE ARTSREACH SOCIETY
Notes to Financial Statements
Year Ended July 31, 2016
(Unaudited - See Notice To Reader)

1. PURPOSE OF SOCIETY

The artsREACH Society (formerly known as The OCTA Collective Society) raises funds to deliver art workshops in the Capital Region elementary schools identified as having a high population of children from low income families. The Society was incorporated in British Columbia under the Society Act on April 21, 2004, and thus is a registered charity for income tax purposes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Net assets

- a) Unrestricted net assets represents the accumulation of funds received and expended by the Society and are available for general purposes.
- b) Internally restricted net assets are funds which have been restricted for future designated and new projects by the Board of Directors.
- c) Contingency fund of \$15,000 was established during the 2014 fiscal year to assist in financing operations in case of emergency and/or support unexpected changes in revenues or expenses. The amount represents approximately 2-3 months of budgeted expenditures.

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 straight-line basis at the following rate and method:

Trailer (Caravan) 5 years straight-line method

Capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

3. CAPITAL ASSETS

	Cost	Accumulated amortization	2016 Net book value	2015 Net book value
Trailer (Caravan)	\$ 5,000	\$ 1,000	\$ 4,000	\$ -

THE ARTSREACH SOCIETY
Notes to Financial Statements
Year Ended July 31, 2016
(Unaudited - See Notice To Reader)

4. SPONSORSHIP AND GRANTS

	2016	2015
Sponsorship and grants funding received and allocated:		
BC Arts Council	\$ 15,300	\$ -
BC Gaming	21,500	19,250
City of Victoria	1,000	-
PECSF	332	19,822
Robert and Devi Jawl Foundation	1,000	-
Telus Community Board	6,000	-
Victoria Foundation	18,110	10,596
	\$ 63,242	\$ 49,668

5. ARTSREACH PROGRAM

	2016	2015
artsREACH programming expenses by workshop type:		
In-School Dance	\$ 7,776	\$ 8,272
In-School Theatre Arts	3,822	2,540
In-School Visual Arts	19,929	23,271
After-School Film Program	3,954	6,469
After-School Theatre Arts	5,695	6,889
After-School Visual Arts	6,818	7,357
Initiative Expenses	8,719	-
	\$ 56,713	\$ 54,798