

Mahone Bay Centre Society

**Financial Statements
For the year ending December 31, 2006**

Mahone Bay Centre Society

Income Statement For the year ending December 31, 2006

	<u>2007</u> <u>Budget</u>	<u>2006</u> <u>Actual</u>	<u>2005</u> <u>Actual</u>
Revenue			
Rental Income			
Leases	94,702	57,816	53,078
Occasional	9,099	8,272	5,347
Membership	800	540	636
Sponsorship	0	400	
Donations & Fundraising	0	2,123	5,429
Operating Grants	0	0	19,592
Other	96	140	189
Total Revenue	<u>104,697</u>	<u>69,291</u>	<u>84,271</u>
Expenses			
Administrative Staff	17,437	16,608	15,787
Office Expenses	4,860	7,004	3,860
Fundraising & Marketing		2,942	561
Heating	30,025	27,490	26,550
Property Taxes	3,418	3,107	2,367
Insurance	4,829	4,390	3,085
Utilities	10,965	8,661	7,944
Janitorial	10,201	10,412	7,643
Building & Grounds Maintenance	11,700	4,745	-150
Programs and activities	1,500	270	195
Total Expenses	<u>94,935</u>	<u>85,629</u>	<u>67,842</u>
Net Income (Loss) for the year	<u>9,762</u>	<u>-16,338</u>	<u>16,429</u>

Box 489, Mahone Bay, NS B0J 2E0, tel: (902) 624-0890, fax: (902) 624-0485
 e-mail: thecentre@tallships.ca Registered Not-for-Profit Society no. 3046 429

Mahone Bay Centre Society

Balance Sheet As at December 31, 2006

	<u>2006</u>	<u>2005</u>
Current Assets		
Cash		
General Account and Petty Cash	2,349	3,165
Reserve Account	11,293	728
	<u>13,642</u>	<u>3,893</u>
Accounts Receivable	1,342	4,108
Capital Assets		
Building	3,481	0
	<u>18,465</u>	<u>8,001</u>
Total Assets		
Current Liabilities		
Accounts Payable	13,716	4,798
HST Payable	-1,126	-255
Payroll Deductions	552	568
	<u>13,142</u>	<u>5,111</u>
Outstanding Grant Proceeds (Note3)	22,635	23,499
Equity		
Contributed Surplus (Note 4)	34,991	0
Retained Earnings		
Opening	-20,609	-37,038
Adjustments (Note 5)	-15,356	
Net Income for the Year	-16,338	16,429
	<u>-52,303</u>	<u>-20,609</u>
Total Liabilities and Equity	<u>18,465</u>	<u>8,001</u>

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Notes to the Financial Statements As at December 31, 2006

1 Nature of operations

The Mahone Bay Centre Society operates under the Societies Act of Nova Scotia and was incorporated on June 30, 2000. The Mahone Bay Centre under agreement with the Town of Mahone Bay, operates the facilities known as the Mahone Bay Centre located at 45 School Street, Mahone Bay, Nova Scotia.

2 Significant accounting policies

The Society has elected to prepare these financial statements in accordance with Canadian generally accepted accounting principles except as where noted below:

a) Income taxes

The Society has elected to account for income taxes using the taxes payable method.

b) Capital assets are recorded at cost. Amortization of these items is made using a declining balance method and the annual amortization is as follows:

Computer software	100%
Building	4%
Paving	8%
Furniture and fixtures	10%
Computer equipment	20%

3 Outstanding Grant Proceeds

The Centre has received grant funding from the following sources for which there are outstanding programs that have incurred the following costs as of December 31, 2006. It is estimated that these programs will be completed in the ensuing year and fulfill the obligations to the funding agencies.

	<u>2006</u>	<u>2005</u>
Grants Received		
NS Sports & Recreation	32,000	32,000
ACOA		10,000
NS OED		5,000
NS AccessAbility	5,000	5,000
Friends of the Centre		864
	<u>37,000</u>	<u>52,864</u>
Less: Expenditures To Date		
Youth Centre		
Development Project - Feasibility Study	14,365	14,365
	0	15,000
	<u>14,365</u>	<u>29,365</u>
Net Outstanding Grant Proceeds	<u>22,635</u>	<u>23,499</u>

Mahone Bay Centre Society

Notes to the Financial Statements
As at December 31, 2006

4 Contributed Surplus

The Centre has received and complied with funding sources as outlined below. To the extent that these grant programs have been completed, they are considered to be surplus contributed to the Centre.

ACOA	10,000	0
Province of Nova Scotia	8,760	0
R.I.T.E Program	660	0
Friends of the Centre	15,571	0
	<u>34,991</u>	<u>0</u>

5 Adjustments

The implementation of the accounting policy of recognizing surplus income has created an accounting adjustment to retained earnings in the amount of \$15,356 due largely to the cost of the feasibility study funded by ACOA and The Nova Scotia OED which was shown as an expenditure against grants received in the financial statements for December 31, 2005. This program has been completed and now adjusted to contributed surplus.