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**The Saskatchewan Filmpool Co-operative**

**Financial Statements**

For the year ended March 31, 2016

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### Management's Responsibility for the Financial Statements

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The accompanying financial statements of Saskatchewan Filmpool Cooperative have been prepared by the organization's management in accordance with Canadian accounting standards for not-for-profit organizations and necessarily include some amounts based on informed judgement and management estimates.

To assist management in fulfilling its responsibilities, a system of internal controls has been established to provide reasonable assurance that the financial statements are accurate and reliable and that assets are safeguarded.

The board of directors has reviewed and approved these financial statements.

These financial statements have been examined by the independent auditors, Virtus Group LLP, and their report is presented separately.



Executive Director

# INDEPENDENT AUDITORS' REPORT

## To the Members

We have audited the accompanying financial statements of The Saskatchewan Filmpool Co-operative which comprise the statement of financial position as at March 31, 2016 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 of 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those assessments, the auditor considers internal control relevant to the organization'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 organization'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 to provide a basis for our qualified audit opinion.

### *Basis for Qualified Opinion*

In common with many non-profit organizations, The Saskatchewan Filmpool Co-operative derives revenues from donations and fundraising, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of revenue was limited to accounting for amounts recorded in the records of the Organization. As a result, we were not able to determine whether any adjustments might be necessary in respect of revenues, assets, liabilities or net assets.

### *Qualified Opinion*

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of revenues as referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the organization as at March 31, 2016 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### *Other matter*

The financial statements of The Saskatchewan Filmpool Co-operative for the year ended March 31, 2015 were audited by other auditors who expressed an unmodified opinion on June 3, 2015.

**June 5, 2016**  
**Regina, Saskatchewan**

**Chartered Professional Accountants**

# The Saskatchewan FilmPool Co-operative

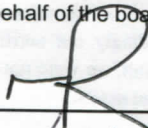
## Statement of Financial Position

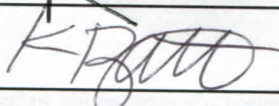
As at March 31, 2016 with comparative figures for 2015

	2016	2015
<b>Current assets</b>		
Cash	\$ 126,259	\$ 178,250
Accounts receivable	4,029	-
GST receivable	1,753	3,111
Prepaid expenses	1,818	4,719
	133,859	186,080
<b>Tangible capital assets (Note 3)</b>	115,722	119,692
	\$ 249,581	\$ 305,772
<b>Current liabilities</b>		
Accounts payable	\$ 20,579	\$ 39,263
Deposits	2,100	2,100
Deferred revenue	458	28,715
	23,137	70,078
<b>Deferred capital grants (Note 4)</b>	117,232	120,306
	140,369	190,384
<b>Net assets</b>		
Invested in tangible capital assets	-	-
Unrestricted surplus	109,212	115,388
	109,212	115,388
	\$ 249,581	\$ 305,772

See accompanying notes to the financial statements

Approved on behalf of the board of directors:

  
 \_\_\_\_\_ Director

  
 \_\_\_\_\_ Director

## The Saskatchewan FilmPool Co-operative

### Statement of Operations

For the year ended March 31, 2016 with comparative figures for 2015

	2016	2015
<b>Revenue</b>		
Operating grants		
Canada Council for the Arts	\$ 61,201	\$ 61,201
Saskatchewan Arts Board	110,675	110,675
	171,876	171,876
Project grants		
City of Regina	8,500	-
Saskatchewan Arts Board	20,000	29,450
Other	5,200	12,500
	33,700	41,950
Donations	65	2,413
Equipment and space rental	9,771	8,154
Fundraising	963	1,034
Interest	-	206
Member dues	6,018	4,140
Miscellaneous	585	1,740
Saskatchewan Independent Film Awards	5,222	-
Sponsorships	7,500	10,763
Workshop registrations	3,813	3,322
	33,937	31,772
<b>Total revenue</b>	239,513	245,598
<b>Expenses</b>		
Personnel (Schedule 1)	150,430	143,864
Occupancy (Schedule 2)	37,900	38,102
General and administrative (Schedule 3)	21,311	22,113
Splice productions	3,302	-
Workshops and seminars (Schedule 4)	7,433	11,988
Film production	7,360	5,900
Film presentation (Schedule 5)	4,878	10,192
Saskatchewan Independent Film Awards	4,948	-
Special projects (Schedule 6)	6,585	7,244
<b>Total expenses</b>	244,147	239,403
<b>(Deficiency) excess of revenue over expenses before the following:</b>	(4,634)	6,195
<b>Other expenses (revenue)</b>		
Amortization of tangible capital assets	19,541	23,238
Amortization of capital grants	(17,999)	(12,773)
<b>Total other expenses</b>	1,542	10,465
<b>(Deficiency) of revenue over expenses</b>	\$ (6,176)	\$ (4,270)

See accompanying notes to the financial statements

# The Saskatchewan Filmpool Co-operative

## Statement of Changes in Net Assets

For the year ended March 31, 2016 with comparative figures for 2015

	Invested in tangible capital assets	Unrestricted surplus	Total 2016	Total 2015
Balance, beginning of year	\$ -	\$ 115,388	\$ 115,388	\$ 119,658
(Deficiency) of revenue over expenses	(1,542)	(4,634)	(6,176)	(4,270)
Amortization of grants	19,541	(19,541)	-	-
Amortization of tangible capital assets	(17,999)	17,999	-	-
	<u>\$ -</u>	<u>\$ 109,212</u>	<u>\$ 109,212</u>	<u>\$ 115,388</u>

See accompanying notes to the financial statements

# The Saskatchewan Filmpool Co-operative

## Statement of Cash Flows

For the year ended March 31, 2016 with comparative figures for 2015

	2016	2015
<b>Cash provided by (used in) operating activities:</b>		
(Deficiency) of revenue over expenses	\$ (6,176)	\$ (4,270)
Amortization of tangible capital assets	19,541	23,238
Amortization of deferred capital grants	(17,999)	(12,773)
Net change in non-cash working capital items:		
Accounts receivable	(4,029)	5,792
GST receivable	1,358	(1,469)
Prepaid expenses	2,901	(3,398)
Accounts payable and accrued liabilities	(18,684)	(11,277)
Deferred revenue	(28,257)	(11,285)
Deposits	-	(1,892)
	(51,345)	(17,334)
<b>Cash provided by (used in) investing activities:</b>		
Additions to tangible capital assets	(15,571)	(24,851)
Proceeds on sale investments	-	20,000
	(15,571)	(4,851)
<b>Cash provided by (used in) financing activities:</b>		
Additions to capital grants	14,925	15,000
<b>(Decrease) in cash during year</b>	(51,991)	(7,185)
<b>Cash position, beginning of the year</b>	178,250	185,435
<b>Cash position, end of year</b>	\$ 126,259	\$ 178,250

See accompanying notes to the financial statements.

## The Saskatchewan Filmpool Co-operative

### Schedule of Expenses

For the year ended March 31, 2016 with comparative figures for 2015

	2016	2015
<b>Schedule 1 - Personnel</b>		
Canada Pension Plan	\$ 5,852	\$ 5,722
Employment Insurance	3,355	3,090
Group Insurance	6,615	4,661
Wages	134,318	130,060
Workers Compensation	290	331
	\$ 150,430	\$ 143,864
<b>Schedule 2 - Occupancy</b>		
Rent	\$ 29,150	\$ 29,383
Maintenance	587	1,603
Office equipment	2,226	1,086
Utilities	5,937	6,030
	\$ 37,900	\$ 38,102
<b>Schedule 3 - General and administrative</b>		
Advertising and other costs	\$ 3,148	\$ 3,179
Bad debts	245	-
Complimentary member dues	600	-
Facility maintenance	639	1,095
Interest and bank charges	297	260
Insurance	5,871	5,033
Office Supplies	1,468	1,106
Organizational membership fees	390	495
Postage	788	243
Professional fees	7,865	10,702
	\$ 21,311	\$ 22,113
<b>Schedule 4 - Workshops, seminars and projects</b>		
Advanced Workshops	\$ 2,541	\$ 2,327
Basic Workshops	743	1,851
Equipment deposits	262	-
Equipment repairs	730	509
Member supplies	239	982
Other film productions	1,919	966
Seminars and Conferences	687	4,407
Special Projects	312	946
	\$ 7,433	\$ 11,988

See accompanying notes to the financial statements



# The Saskatchewan Filmpool Co-operative

## Schedule of Expenses

For the year ended March 31, 2016 with comparative figures for 2015

	<u>2016</u>	<u>2015</u>
	<u>2016</u>	<u>2015</u>
<b>Schedule 5 - Film presentation</b>		
Honoraria to film makers	\$ 2,487	\$ 2,181
Publicity and Promotional	2,191	6,818
Visiting Artist Travel	200	1,193
	<u>\$ 4,878</u>	<u>\$ 10,192</u>
<b>Schedule 6 - Special projects</b>		
Saskatchewan Arts Board - Expanded Cinema	\$ 6,582	\$ 7,036
Printing and advertising 25th anniversary	3	208
	<u>\$ 6,585</u>	<u>\$ 7,244</u>

See accompanying notes to the financial statements