

Magazine Association of BC

Financial Statements

December 31, 2018

(Unaudited)

**Prepared by
Quantum Accounting Services Inc.**



To The Directors of Magazine Association of BC:

We have reviewed the Balance Sheet of **Magazine Association of BC** as at December 31, 2018 and the Income Statement for the year then ended. We have not audited these statements and therefore do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that these Financial Statements are not , in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.

Quantum Accounting Services Inc.

Quantum Accounting Services Inc.

Vancouver, British Columbia
June 11, 2019

**Magazine Association of BC
Statement of Financial Position
As at December 31, 2018
(Unaudited)**

	2018	2017
ASSETS		
Current Assets		
Cash	18,317	30,652
Accounts Receivable	14,864	14,789
Prepaid Expenses	2,192	1,442
	<u>35,373</u>	<u>46,883</u>
Total Current Assets	35,373	46,883
Capital Assets		
Office Equip.	1,411	1,411
Office Equipment Acc Depreciation	(1,411)	(1,309)
Computer Equipment	9,685	9,685
Comp. Equip. Acc. Depreciation	(7,071)	(6,425)
	<u>2,615</u>	<u>3,362</u>
Total Fixed Assets	2,615	3,362
TOTAL ASSETS	<u>37,987</u>	<u>50,245</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	6,675	13,104
Visa Payable	7,059	9,816
Deferred Revenue (see Note 3)	35,835	46,644
	<u>49,569</u>	<u>69,564</u>
TOTAL LIABILITIES	49,569	69,564
EQUITY		
Retained Earnings	(19,395)	2,192
Current Earnings	7,813	(21,511)
	<u>(11,582)</u>	<u>(19,319)</u>
TOTAL EQUITY	(11,582)	(19,319)
TOTAL LIABILITIES AND EQUITY	<u>37,987</u>	<u>50,245</u>

Approved by the Board of Directors:

Magazine Association of BC
Statement of Revenues and Expenses
For the Year Ended December 31, 2018
(Unaudited)

REVENUES	2018	2017
Canadian Heritage: Canada Periodical Fund	109,206	45,611
Creative BC	45,000	54,740
In-Kind Donations	31,455	66,394
Membership Dues	8,156	6,358
Sponsorships	4,232	2,750
Subscription Services	5,987	8,423
Registration Fees	790	2,922
Misc. Revenue	1,300	750
Interest and Other Income	170	22
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TOTAL REVENUE	206,295	187,971
EXPENSES		
Advertising and Promotion	7,749	206
Amortization	747	946
Bad Debt	1,526	-
Bank Charges and Interest	849	1,339
Bursary	-	150
Catering	508	2,320
Design and Production	1,383	1,769
Equipment and Venue Rental	4,734	3,894
In-Kind Advertising	4,478	20,434
In-Kind Printing	312	1,268
In-Kind Professional Fees	1,680	26,214
In-Kind Magazine Contribution	24,985	18,479
Insurance	3,066	2,778
Internships	44,461	27,851
Legal and Accounting	5,781	2,073
Licenses and Dues	249	230
Meetings/Conference	1,011	154
Office Expenses	4,084	3,717
Printing	312	693
Professional Fees	70,645	83,973
Rent	710	662
Registration Charges	364	1,007
Sponsorship	65	1,493
Telephone	508	450
Travel	8,129	5,357
Website	10,147	1,853
Other Expenses	-	174
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TOTAL EXPENSES	198,483	209,482
NET INCOME	7,813	(21,511)
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Magazine Association of BC
Notes to the Financial Statements
For the Year Ended December 31, 2018

Note 1. PURPOSE OF THE ORGANIZATION

Magazine Association of BC (MagsBC) was founded in 1993 as a not-for-profit association of member magazines and professionals working to unite, promote and strengthen the province's magazine industry

Note 2 SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The Society prepares its financial statements in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO). The unrestricted net balance accounts for the society's program delivery and administrative activities.

Revenue recognition

The Society follows the deferral method of accounting for contributions. Restricted contributions related to general operations are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collections is reasonably assured.

Non-cash donations

Contributions of assets, supplies and services that would otherwise have been purchases are recorded at fair value at the date of contribution, provided a fair value can be reasonably determined.

Depreciation

The Society depreciates its capital assets over their estimated useful lives as follows:

Computer Equipment	45% Declining Balance
Office Equipment	20% Declining Balance

Note 3 DEFERRED REVENUE

Externally restricted funds received in the current year consist of the final portion of a three year grant from the Canadian Periodical Fund - Collective Initiative. This funds the project "Sowing Success: Developing the Community of Learning and Growing". The project will run until March, 2020