

**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY**  
**FINANCIAL STATEMENTS**  
**DECEMBER 31, 2015**

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## INDEPENDENT AUDITORS' REPORT

To the Members of Sidney & North Saanich Memorial Park Society

We have audited the accompanying financial statements of Sidney & North Saanich Memorial Park Society, which comprise the statement of financial position as at December 31, 2015 and the statements of operations, changes in fund balances 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 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.

### *Auditor's 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 from 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 risk assessments, the auditor considers internal control relevant to the entity'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 entity'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 in our audit is sufficient and appropriate to provide a basis for our audit opinion.

## INDEPENDENT AUDITORS' REPORT, continued

### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of Sidney & North Saanich Memorial Park Society as at December 31, 2015 and the results of its operations and its cash flows for the year then ended. As required by the Society Act of British Columbia, we report that, in our opinion, the accounting principles have been applied on a basis consistent with that of the preceding year.

*Hughesman Morris*

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Sidney, B.C.  
March 16, 2016

Hughesman Morris  
Chartered Professional Accountants

**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31**

	Operating Fund	MWCCC Fund	Building Fund	Blue Heron Park Improvements Fund	2015 Total	2014 Total
<b>ASSETS</b>						
<b>CURRENT</b>						
Cash	\$ 7,127	\$ 11,537	\$ -	\$ 7,369	\$ 26,033	\$ 150,980
Accounts receivable	-	50,961	-	769	51,730	33,189
Accrued interest	1,017	-	-	-	1,017	914
Due from government agencies	1,937	-	-	-	1,937	-
Inventory	-	46,159	-	-	46,159	7,506
Prepaid expenses	2,973	34,512	-	-	37,485	30,635
	13,054	143,169	-	8,138	164,361	223,224
<b>RESTRICTED CASH</b> (note 3)	1,420	63,710	-	-	65,130	2,032
<b>INVESTMENTS - Restricted</b> (note 4)	378,580	-	-	-	378,580	398,882
<b>PROPERTY, PLANT &amp; EQUIPMENT</b> (note 5)	747	70,700	3,806,151	688,534	4,566,132	4,699,628
<b>INTANGIBLE ASSETS</b> (note 6)	-	9,835	-	-	9,835	12,645
	<b>\$ 393,801</b>	<b>\$ 287,414</b>	<b>\$ 3,806,151</b>	<b>\$ 696,672</b>	<b>\$ 5,184,038</b>	<b>\$ 5,336,411</b>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>CURRENT</b>						
Accounts payable	\$ 51,141	\$ 60,796	\$ -	\$ -	\$ 111,937	\$ 53,784
Due to employees	-	-	-	-	-	34,792
Due to government agencies	-	23,596	-	13	23,609	25,457
Deferred revenue	-	126,379	-	-	126,379	165,153
	51,141	210,771	-	13	261,925	279,186
<b>FUND BALANCES</b> (note 2)						
Unrestricted	(37,340)	12,933	3,806,151	-	3,781,744	3,909,899
Restricted - externally	380,000	-	-	696,659	1,076,659	1,145,294
Restricted - internally	-	63,710	-	-	63,710	2,032
	342,660	76,643	3,806,151	696,659	4,922,113	5,057,225
	<b>\$ 393,801</b>	<b>\$ 287,414</b>	<b>\$ 3,806,151</b>	<b>\$ 696,672</b>	<b>\$ 5,184,038</b>	<b>\$ 5,336,411</b>

APPROVED BY THE BOARD \_\_\_\_\_

*See accompanying notes*

**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY  
STATEMENT OF CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED DECEMBER 31**

	Operating Fund	MWCCC Fund	Building Fund	Blue Heron Park Improvements Fund	2015 Total	2014 Total
<b>FUND BALANCES, beginning of year</b>	<b>\$ 407,128</b>	<b>\$ 13,575</b>	<b>\$ 3,890,110</b>	<b>\$ 746,412</b>	<b>\$ 5,057,225</b>	<b>\$ 5,178,051</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES</b>	(64,468)	70,026	-	(49,753)	(44,195)	(25,116)
Building fund contributions (note 5)	-	(6,958)	6,958	-	-	-
Building fund amortization	-	-	(90,917)	-	(90,917)	(95,710)
	(64,468)	63,068	(83,959)	(49,753)	(135,112)	(120,826)
<b>FUND BALANCES, end of year</b>	<b>\$ 342,660</b>	<b>\$ 76,643</b>	<b>\$ 3,806,151</b>	<b>\$ 696,659</b>	<b>\$ 4,922,113</b>	<b>\$ 5,057,225</b>

**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY**  
**STATEMENT OF OPERATIONS**  
**OPERATING FUND**  
**FOR THE YEAR ENDED DECEMBER 31**

	<b>2015</b>	<b>2014</b>
<b>REVENUE</b>		
Investment income	\$ 10,236	\$ 11,511
Other revenue	-	17
	<b>10,236</b>	<b>11,528</b>
<b>EXPENSES</b>		
Airport lease	-	100
Amortization	187	233
Blue Heron Park expenses	14,916	16,559
Insurance	2,075	2,075
Office	4,047	1,277
Professional fees	42,962	1,500
	<b>64,187</b>	<b>21,744</b>
<b>DEFICIENCY OF REVENUE OVER EXPENSES BEFORE OTHER ITEMS</b>	<b>(53,951)</b>	<b>(10,216)</b>
Realized gain on investments	2,693	3,262
Unrealized (loss) gain on investments	(13,210)	7,432
<b>(DEFICIENCY) EXCESS OF REVENUE OVER EXPENSES</b>	<b>\$ (64,468)</b>	<b>\$ 478</b>

**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY**  
**STATEMENT OF OPERATIONS**  
**MARY WINSPEAR COMMUNITY CULTURAL CENTRE FUND**  
**FOR THE YEAR ENDED DECEMBER 31**

	<b>2015</b>	<b>2014</b>
<b>REVENUE</b>		
Building and portable rental	\$ 14,400	\$ 17,225
Donations and grants (note 8)	83,355	50,461
Labour and internal services	30,384	26,579
Meeting room rental (note 9)	342,910	357,906
Other revenue	30,312	26,788
Theatre (note 10)	575,726	525,828
	<b>1,077,087</b>	<b>1,004,787</b>
<b>EXPENSES</b>		
Amortization	22,651	20,952
Amortization of intangible assets	2,810	1,405
Art show costs	11,123	12,925
Bank charges and interest	6,613	5,530
Contract service	11,040	28,720
Food service	7,050	6,810
Insurance	23,561	24,149
Office	18,608	21,480
Professional fees	9,560	7,782
Promotion and advertising	30,003	29,086
Repairs and maintenance	52,656	48,736
Salaries, wages and benefits	801,027	773,095
Theatre costs	376,444	291,022
Utilities	75,693	77,491
	<b>1,448,839</b>	<b>1,349,183</b>
<b>DEFICIENCY OF REVENUE OVER EXPENSES</b>		
<b>BEFORE OTHER ITEMS</b>	<b>(371,751)</b>	<b>(344,396)</b>
Municipal grants (note 11)	438,527	349,852
Other in kind donations	3,250	6,643
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<b>\$ 70,026</b>	<b>\$ 12,099</b>

**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY**  
**STATEMENT OF OPERATIONS**  
**BLUE HERON PARK IMPROVEMENTS FUND**  
**FOR THE YEAR ENDED DECEMBER 31**

	<b>2015</b>	<b>2014</b>
<b>REVENUE</b>		
Contributions from Peninsula Soccer Association	\$ -	\$ 20,000
Field rentals	1,452	2,563
Interest	3	5
	<b>1,455</b>	<b>22,568</b>
<b>EXPENSES</b>		
Amortization	41,330	46,139
Maintenance	9,878	14,122
	<b>51,208</b>	<b>60,261</b>
<b>DEFICIENCY OF REVENUE OVER EXPENSES</b>	<b>\$ (49,753)</b>	<b>\$ (37,693)</b>



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**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY****CASH FLOW STATEMENT  
FOR THE YEAR ENDED DECEMBER 31**

	<b>2015</b>	<b>2014</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Excess of revenue over expenses	\$ (135,112)	\$ (120,826)
Adjustments to reconcile net income to net cash provided by operating activities:		
Amortization	155,085	163,034
Amortization of intangible assets	2,810	1,405
Realized/unrealized (loss) gain on investments	10,517	(10,694)
In kind donations	(41,750)	(6,643)
Donated inventory	38,500	-
<b>CHANGES IN NON-CASH OPERATING ACCOUNTS</b>		
Accounts receivable	(20,478)	(14,153)
Accrued interest	(103)	(68)
Inventory	(38,653)	(5,297)
Prepaid expenses	(6,850)	3,426
Accounts payable	21,513	5,219
Deferred revenue	(38,774)	97,951
	(83,345)	87,078
<b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>	(53,295)	113,354
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net redemption (purchase) of investments	9,784	(1,851)
Purchase of property, plant and equipment	(18,338)	(3,127)
Purchase of intangible assets	-	(14,050)
	(8,554)	(19,028)
<b>(DECREASE) INCREASE IN CASH</b>	(61,849)	94,326
<b>CASH, beginning of year</b>	153,012	58,686
<b>CASH, end of year</b>	<b>\$ 91,163</b>	<b>\$ 153,012</b>
<b>CASH CONSISTS OF:</b>		
Cash	\$ 26,033	\$ 150,980
Restricted cash	65,130	2,032
	<b>\$ 91,163</b>	<b>\$ 153,012</b>

See accompanying notes

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# SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY

## NOTES TO THE FINANCIAL STATEMENTS

AS AT DECEMBER 31, 2015

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### 1. PURPOSE OF THE SOCIETY

The Sidney & North Saanich Memorial Park Society is incorporated under the Society Act of the Province of British Columbia as a not-for-profit organization and is a registered charity under the Income Tax Act. The purpose of the Society is:

"To provide and to manage lands, parks, and facilities, including community, cultural, athletic, and recreational facilities, services, programs and productions for the residents of the Town of Sidney, the District of North Saanich and the Municipality of Central Saanich in the Province of British Columbia."

### 2. ACCOUNTING POLICIES

The Society applies the Canadian accounting standards for not-for-profit organizations.

#### a) Fund accounting

The Operating Fund reports the assets, liabilities, revenue and expenses of the general operations including Blue Heron Park. In accordance with the original trust document dated December 31, 1965, of the Sidney and North Saanich War Memorial Park Society, \$380,000 of the Operating Funds are restricted.

The MWCCC Fund reports the assets, liabilities, revenues and expenses related to the operation of the Mary Winspear Community Cultural Centre at Sanscha. The Board of Directors have internally restricted a portion of this fund in accordance with note 3.

The Building Fund reports the assets, liabilities, revenues and expenses related to the cost and equipping of the Mary Winspear Community Cultural Centre at Sanscha building.

The Blue Heron Park Improvements Fund reports the assets, liabilities, revenues and expenses related to improvements to Blue Heron Park soccer facilities. In 2005 a joint undertaking between the Society (The Trustee) and the Peninsula Soccer Association (The Association) was signed to build two lit sand-based full-size soccer fields, a clubhouse and improve the parking at Blue Heron Park. It was agreed that, at the Association's cost, the Trustee is to provide administrative support regarding invoice payments, deposit of cheques/cash, acceptance of charitable donations, issuance of charitable receipts, the audit and verification of all financial statements and to report to the committee. Additionally, the agreement states that the Trustee will own all improvements and that the Trustee will pay for the maintenance of the Park area outside of the Blue Heron Improvements from its own accounts.

#### b) Investments

Investments are carried at market value. Investments are adjusted at the end of each fiscal year to reflect market value. Any unrealized gains and losses are recorded as such in the appropriate fund.

#### c) Inventory

Inventory is measured at the lower of cost and net realizable value. Donated inventory is recorded at fair market value at the time the donation is made.

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**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT DECEMBER 31, 2015**

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**2. ACCOUNTING POLICIES, continued**

**d) Property, plant and equipment**

Property, plant and equipment are recorded at cost. The Society provides for amortization using the following methods at rates designed to amortize the cost of the property, plant and equipment over their estimated useful lives. A full year's amortization is recorded in the year of acquisition. No amortization is recorded in the year of disposal. The annual amortization rates and methods are as follows

Blue Heron Park clubhouse	2 % Declining balance
Blue Heron Park equipment	20 % Declining balance
Blue Heron Park fixtures	20 % Declining balance
Blue Heron Park grounds	10 % Declining balance
Blue Heron Park lights	20 % Declining balance
Building	2 % Declining balance
Computer equipment	50 % Declining balance
Computer lab equipment	50 % Declining balance
Equipment	20 % Declining balance
Furniture and fixtures	20 % Declining balance
Maintenance equipment	20 % Declining balance
Parking lot	8 % Declining balance
Portables	20 % Declining balance
Reader board electronics	20 % Declining balance
Reader board structure	2 % Declining balance
Software system	50 % Declining balance

**e) Intangible assets**

Intangible assets are recorded at cost and are amortized on the basis of their useful life using the straight-line method at the following rates. Assets purchased in the current year are amortized for part of the year based on the number of months they were in use. These assets are tested for impairment if events or changes in circumstances indicate that the carrying amount exceeds the fair value.

Web site	5 years
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**f) Revenue recognition**

The Society follows the restricted fund method of accounting for contributions.

Restricted contributions are recognized as revenue in the appropriate restricted fund. If there is no restricted fund, restricted contributions are recognized in a general fund with unspent amounts shown as deferred contributions on the statement of financial position.

Municipal grants are unrestricted contributions and are recognized as revenue of the MWCCC Fund.

Contributions from the Peninsula Soccer Association are restricted contributions recognized in the Blue Heron Park Improvement Fund.

Restricted and unrestricted contributions are recognized as revenue when received or receivable if the amount can be estimated and collection is reasonably assured.

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**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT DECEMBER 31, 2015**

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f) **Revenue recognition, continued**

Building and portable rental and meeting room rental revenue are recognized over the period of the rental term. The liability for the portion of rental revenue invoiced but not yet earned, as well as deposits received in advance for future rentals, is recorded as deferred revenue.

Theatre revenue is recognized at the date of the performance or show. The liability for tickets sold in advance for future performances or shows is recorded as deferred revenue.

Investment income is recognized as revenue when earned.

Other revenue sources are recognized when the service is provided and collection is reasonably assured.

g) **Use of estimates**

The preparation of financial statements in conformity with Canadian accounting standards for non-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period.

Management estimates are used in accounting for the valuation of acquired tangible and intangible assets, accounts receivable exposure, and useful lives for depreciation and amortization. Actual results could differ from those estimates, although management does not generally believe such differences would materially affect the financial statements in any individual year.

h) **Financial instruments**

The Society's financial instruments consist of cash, accounts receivable, accrued interest, investments, accounts payable and due to employees, the fair value of which approximates their carrying value due to their short maturities. Unless otherwise noted, it is management's opinion that the Society is not exposed to significant credit, interest or foreign exchange risk.

The Society is exposed to market risk due to holding investments which will be exposed to fluctuations in market prices (whether those changes are caused by factors specific to the individual instrument or its issuer or factors affecting all instruments traded in the market). The Society holds a diversified portfolio consisting of guaranteed investment certificates, which have no historical record of default, fixed income and equity investments and preferred shares to reduce their exposure to market risk.

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**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT DECEMBER 31, 2015**

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**3. RESTRICTED CASH**

Cash in the Operating Fund in the amount of \$1,420 is restricted in accordance with Note 2(a); this is in addition to the restricted investments in Note 4.

Cash in the MWCCC Fund in the amount of \$5,000 (\$2,032 in 2014) is internally restricted for use for the purposes of the Green City Initiative Fund. All monies donated or dedicated to this fund are to be used towards the replacement and transition of all lighting, HVAC and other utilities to greener alternatives. There were no expenditures in the current fiscal year.

Cash in the MWCCC Fund in the amount of \$58,710 is internally restricted for use for the purposes of a Capital Reserve Fund. All monies donated or dedicated to this fund are to be used towards general improvements of the Centre and the purchase of capital assets. There was \$75,000 added to this fund during the year of which \$16,290 was spent.

**4. INVESTMENTS - Restricted**

The investments are restricted in accordance with Note 2(a) and consist of:

	<b>2015</b>	<b>2014</b>
Equity	\$ 118,459	\$ 112,389
Fixed income	63,634	61,265
GIC's	128,113	142,535
Preferred shares	42,757	58,281
Real assets	25,617	24,412
	<b>\$ 378,580</b>	<b>\$ 398,882</b>

**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT DECEMBER 31, 2015**

**5. PROPERTY, PLANT AND EQUIPMENT**

	Cost	Accumulated Amortization	2015 Net	2014 Net
<b>Operating Fund</b>				
Blue Heron Park fixtures	\$ 9,019	\$ 8,345	\$ 674	\$ 843
Land	1	-	1	1
Portables	6,954	6,882	72	90
	15,974	15,227	747	934
<b>MWCCC Fund</b>				
Computer equipment	60,314	53,946	6,368	2,748
Computer lab equipment	1,876	1,861	15	30
Equipment	6,730	5,077	1,653	2,066
Furniture and fixtures	138,252	75,840	62,412	73,373
Software system	32,797	32,545	252	504
	239,969	169,269	70,700	78,721
<b>Building Fund</b>				
Building	4,661,099	1,170,347	3,490,752	3,555,219
Furniture and fixtures	570,039	528,509	41,530	51,913
Maintenance equipment	13,670	11,953	1,717	1,961
Parking lot	46,085	28,707	17,378	18,889
Reader board electronics	87,380	77,998	9,382	11,728
Reader board structure	300,331	54,939	245,392	250,400
	5,678,604	1,872,453	3,806,151	3,890,110
<b>Blue Heron Park Improvements Fund</b>				
Clubhouse	459,744	27,037	432,707	441,538
Equipment	19,954	13,559	6,395	7,993
Grounds	584,628	358,131	226,497	251,663
Lights	170,881	147,946	22,935	28,669
	1,235,207	546,673	688,534	729,863
	<b>\$ 7,169,754</b>	<b>\$ 2,603,622</b>	<b>\$ 4,566,132</b>	<b>\$ 4,699,628</b>

**CURRENT ADDITIONS:**

**MWCCC Fund**

Computer equipment	\$ 9,988
Furniture and fixtures	4,642
	<u>14,630</u>

**Building Fund**

Building improvements	6,773
Maintenance equipment	185
	<u>6,958</u>
	<u><b>\$ 21,588</b></u>

Additions to furniture and fixtures include \$3,250 of donated capital assets.

**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT DECEMBER 31, 2015**

**6. INTANGIBLE ASSETS**

	Cost	Accumulated Amortization	2015 Net	2014 Net
<b>MWCCC Fund</b>				
Web site	\$ 14,050	\$ 4,215	\$ 9,835	\$ 12,645

**7. RELATED PARTY TRANSACTIONS**

During the year the MWCCC Fund received grants and contributions from the Sanscha Community Cultural Centre Foundation, a related charity, for the following purposes:

	2015	2014
<b>Grants</b>		
MWCCC arts (Professional theatre productions)	\$ 19,516	\$ 37,520
MWCCC arts and special events	4,575	5,345
	24,091	42,865
<b>Contributions</b>		
Charlie White Theatre upgrades	-	853
Lighting improvements	-	1,000
MWCCC Operations	-	500
Room Improvements	-	4,000
	-	6,353
	<b>\$ 24,091</b>	<b>\$ 49,218</b>

**8. DONATIONS AND GRANTS**

Donations and grants include in-kind donations valued at \$38,500 (\$0 in 2014)

**9. MEETING ROOM RENTAL REVENUE**

	2015	2014
Activity rooms	\$ 136,412	\$ 131,356
Bodine family hall	165,773	155,702
Courtyard and grounds	18,383	44,877
Food service	19,080	20,505
Gallery	3,262	5,466
	<b>\$ 342,910</b>	<b>\$ 357,906</b>

**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT DECEMBER 31, 2015**

**10. THEATRE REVENUE**

	<b>2015</b>	<b>2014</b>
Box office	\$ 42,542	\$ 38,315
Events	290,797	241,346
Food service	55,413	42,193
Grant - Capital Regional District	5,000	5,000
Grant - SCCCCF	24,091	42,865
Other	6,600	7,092
Registration	21,100	18,500
Sponsorships	7,000	20,500
Technical services recovery	53,483	47,107
Theatre rental	69,700	62,910
	<b>\$ 575,726</b>	<b>\$ 525,828</b>

**11. MUNICIPAL GRANTS**

The municipal grants are as follows:

	<b>2015</b>	<b>2014</b>
Town of Sidney	\$ 255,527	\$ 197,852
District of Central Saanich	5,000	5,000
District of North Saanich	178,000	147,000
	<b>\$ 438,527</b>	<b>\$ 349,852</b>

Both the Town of Sidney and the District of North Saanich have exempted the Society from paying annual property taxes.

**12. LAND AND IMPROVEMENTS**

A nominal value of \$1 is reflected in these financial statements to record the Society's properties:

a) **Sanscha property**

Property at or near 2243 Beacon Avenue, Sidney, British Columbia referred to as "Sanscha" hall property and described as Lot 1, Range 3 East, North Saanich District, Section 10 and 11, Lot 2, Range 3 East, North Saanich District, Section 10 and 11. The 2015 assessed value of these properties is \$10,858,100.

b) **Blue Heron Park**

41 Acres adjacent to Parkland Secondary School described as Lot A. Section 17, Range 2 east, North Saanich District, Plan 43067 and Lot 1, Section 16, Range 2 East, North Saanich District, Plan 20832. The 2015 assessed value of these properties is \$5,268,000.



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**SIDNEY & NORTH SAANICH MEMORIAL PARK SOCIETY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT DECEMBER 31, 2015**

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**13. LEASED LANDS**

The Society previously leased approximately 2.986 acres adjacent to the Mary Winspear Centre from the Victoria Airport Authority. On March 27, 2015, the Society signed over the lease agreement to the Town of Sidney for the remainder of the term.

**14. SCHOOL BOARD LEASE**

A lease for 5.469 hectares (13.51 acres) of land adjacent to Blue Heron Park to The Board of School Trustees of School District 63 was granted for a term of five years for the nominal sum of \$1 per year commencing February 1, 1992. Fourteen successive five year options have been granted and each will be exercised automatically, unless the lessee cancels prior to expiry of the then current lease period.

**15. PENINSULA SOCCER ASSOCIATION LEASE**

A lease for 1.45 hectares (3.58 acres) of land adjacent to Blue Heron Park to Peninsula Soccer Association was granted for a term of five years for the nominal sum of \$2 per year commencing July 1, 2005. Four successive five year options have been granted, subject each time to the Society approving the lease.

**16. SUBSEQUENT EVENTS**

The Society has made amendments to its trust agreement that are expected to be finalized in the BC Supreme Court in 2016. The revised trust agreement expands on the purpose of the Society and will also allow for the lease of the Society's land as discussed in the third paragraph of this note.

In addition, the Society is currently updating its bylaws to comply with current standards and to expand on the purpose of the Society. The updated bylaws will be complete prior to the BC government's mandatory deadline of November 28, 2018.

The Society is currently in negotiations with the Town of Sidney to lease a portion of its lands on a long term basis. Though an estimate cannot be made at this time as to the financial impact such an agreement will have, it is anticipated that it will result in an increase to the Society's cash flows.

**17. COMPARATIVE FIGURES**

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.