



ACEART INC.
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June 30, 2024
12/31/2023

ACEART INC.

FINANCIAL STATEMENTS (Unaudited)

June 30, 2024

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ACEART INC.

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(Unaudited)

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EJS Accounting Group

EJS ACCOUNTING GROUP

CHARTERED PROFESSIONAL ACCOUNTANTS

10000 Highway 101

Richmond, B.C. V6X 3E9

ACEART INC.
STATEMENT OF OPERATIONS

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For the year ended June 30, 2024
(Unaudited)

	2024	2023
Revenue		
Earned income		
Memberships	\$ 1,565	\$ 1,350
Foundation donations		
W.H. & S.E. Loewen Foundation	-	1,000
Winnipeg Foundation	-	150,687
Fundraising income	3,257	480
Investment income	1,237	1,089
Private sector contributions	467	-
Public sector contributions		
Federal	30,000	45,000
Provincial	80,000	90,633
Municipal	37,100	37,190
	153,626	327,429
Expenditures		
Administration expenses - Page 8	65,488	41,896
Artistic expenses - Page 9	82,801	59,025
Facility operating expenses - Page 10	39,873	201,570
Fundraising events	3,586	-
Marketing & communications	5,674	2,516
	197,422	305,007
(Deficiency) excess of revenue over expenditures for the year	\$ (43,796)	\$ 22,422

The accompanying notes are an integral part of these financial statements.

ACEART INC.
STATEMENT OF CHANGES IN NET ASSETS

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For the year ended June 30, 2024
(Unaudited)

	Operating Fund	(Note 3) Restricted Fund	2024 Total	2023 Total
Balance, beginning of year	\$ 129,412	\$ 8,000	\$ 137,412	\$ 114,990
(Deficiency) excess of revenue over expenditures for the year	(43,796)	-	(43,796)	22,422
Balance, end of year	\$ 85,616	\$ 8,000	\$ 93,616	\$ 137,412

The accompanying notes are an integral part of these financial statements.

ACEART INC.
STATEMENT OF FINANCIAL POSITION

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June 30, 2024
(Unaudited)

	2024	2023
ASSETS		
Current		
Cash	\$ 83,746	\$ 188,492
Accounts receivable	113	78
Prepaid expenses	746	4,047
Due from government agencies	653	1,056
Grant receivable	14,920	7,500
	\$ 100,178	\$ 201,173
LIABILITIES AND FUND BALANCES		
Current		
Accounts payable and accrued liabilities	\$ 4,966	\$ 4,989
Government agencies payable	1,596	222
	6,562	5,211
Deferred contributions - note 2	-	58,550
	6,562	63,761
Fund balances		
Operating fund	85,616	129,412
Restricted fund - note 3	8,000	8,000
	93,616	137,412
	\$ 100,178	\$ 201,173

The accompanying notes are an integral part of these financial statements.

STATEMENT OF CASH FLOWS

For the year ended June 30, 2024
(Unaudited)

	2024	2023
Operating activities		
(Deficiency) excess of revenue over expenditures	\$ (43,796)	\$ 22,422
Change in non-cash working capital items		
(Increase) decrease in accounts receivable	(35)	(78)
Decrease (increase) in prepaid expenses	3,301	(3,001)
Decrease (increase) in due from government agencies	403	(272)
(Increase) decrease in grant receivable	(7,420)	-
Decrease in accounts payable and accrued liabilities	(23)	(2,919)
Increase in government agencies payable	1,374	222
(Decrease) increase in deferred contributions	(58,550)	(7,910)
(Decrease) increase in cash	(104,746)	8,464
Cash, beginning of year	188,492	180,028
Cash, end of year	\$ 83,746	\$ 188,492

The accompanying notes are an integral part of these financial statements.

ACEART INC.
NOTES TO THE FINANCIAL STATEMENTS

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June 30, 2024
(Unaudited)

NATURE OF OPERATIONS

Aceart Inc. is a registered non-profit, registered charity and non-commercial artist-run organization.

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of accounting

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO").

(b) Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions 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 collection is reasonable assured. Unrestricted investment income is recognized as revenue when earned.

(c) Property, plant and equipment

Capital asset purchases are fully expensed in the year of acquisition.

(d) Financial Instruments

The company's financial instruments are recorded at fair value when acquired or issued. In subsequent periods, equities traded in an active market and derivatives are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are expensed for those items remeasured at fair value at each balance sheet date and charged to the financial instrument for those measured at amortized cost.

(e) Income taxes

The corporation is non-taxable under paragraph 149(1)(i) of the Income Tax Act.

ACEART INC.
NOTES TO THE FINANCIAL STATEMENTS

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June 30, 2024
(Unaudited)

2. DEFERRED CONTRIBUTIONS

	2024	2023
Manitoba Arts Council	\$ -	\$ 40,000
Winnipeg Arts Council	-	18,550
	\$ -	\$ 58,550

These contributions represent unspent operating funding received in the current period that are related to the subsequent period.

3. RESTRICTED FUND

The Board of Directors has approved the appropriation of \$8,000 (2023 - \$8,000) towards facility development.

4. LEASE COMMITMENTS

Aceart Inc. has an occupancy agreement with Artspace Inc. for the lease of space on Unit #1 of 206 Princess Street with base monthly lease payments of \$2,324.

5. CONTRIBUTED SERVICES

A substantial number of unpaid volunteers have made significant contributions of their time in furtherance of the organizations activities. Due to the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

ACEART INC.
SCHEDULE OF ADMINISTRATION EXPENSES

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For the year ended June 30, 2024
(Unaudited)

	2024	2023
Accounting	\$ 2,338	\$ 2,692
Administrative salaries	56,445	30,846
Bank charges	129	193
Hospitality and travel	350	370
Insurance	1,386	1,380
Internet	-	231
Legal	-	363
Membership and subscriptions	160	260
Office supplies	2,624	1,679
Other administration expenses	-	1,303
Postage	-	128
Printing	-	99
Review statement	1,645	1,738
Staff and board development	-	247
Telephone	315	315
Workers compensation	96	52
	\$ 65,488	\$ 41,896

ACEART INC.
SCHEDULE OF ARTISTIC EXPENSES

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For the year ended June 30, 2024
(Unaudited)

	2024	2023
Artistic salaries	\$ 32,571	\$ 35,352
Artists' fees	29,253	10,573
Catalogues & publications	-	271
Education, audience development & outreach	62	384
Exhibition, programming & production	14,529	7,847
Production & technical salaries	480	2,965
Production & technical service fees	5,906	1,633
	\$ 82,801	\$ 59,025

ACEART INC.
SCHEDULE OF FACILITY OPERATING EXPENSES

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For the year ended June 30, 2024
(Unaudited)

	2024	2023
Capital renovations	\$ 666	\$ 165,000
Gallery maintenance	4,762	4,336
Insurance	3,316	3,109
Rent	29,577	28,394
Repairs & maintenance	913	127
Security	639	604
	\$ 39,873	\$ 201,570