



2013
ANNUAL
REPORT

(FISCAL YEAR ENDING JAN 31, 2014)

A.V. Roe Canada Aviation Museum Association
Unit A, 7012 Ogden Road SE, Calgary, Alberta, Canada T2C 1B4

PHONE (403) 279-7791

WWW.AVROMUSEUM.COM

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FOR 2014

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President's Report

Year ending Jan 31, 2014

It's been a mixed year for our replica project in that while we lost access to our previous hangar space last fall we've attracted the interest of additional volunteers: a draftsman, a second mechanical engineer, a pair of avionics techs, two apprenticing aircraft mechanics and more recently, a turbine engine specialist. This has allowed us to concentrate on some much needed design and engineering of the cockpit, avionics, retractable landing gear and primary flight control as well as simulator flight testing. While much time has been spent in the past year designing and building a wing test spar, we have yet to find a local facility with the ability to properly test it – we'll now build our own test rig.

While the project continues to flourish, the organization has admittedly met with a formidable challenge in finding new hangar space in which to continue major fabrication. Formidable, in that hangar space at Springbank Airport is rare, costly to rent and expensive to buy. Our reality is that the casino funding that supports our aircraft program cannot sustain the additional cost of hangar space - a separate hangar fund raising program will have to be undertaken. Other museums are now undertaking crowd funding for their major projects but research suggests that to be successful, public funding programs require a massive social media blitz prior to launch - please help us spread word of our project online.

To that end, a volunteer has posted a facebook page in our name to which we've contributed reports, photos and videos of our project – you can now show your friends and associates our project on <https://www.facebook.com/AVROMuseum> . This report and additional information can be found on our website at www.avromuseum.com .

To-date, we've spent some \$384,191 of the \$492,707 funds raised on airframe fabrication supported by some 14,443 volunteer man hours valued at an additional \$360,825 and another \$132,675 in donated facilities, goods and services.

Our next Casino fund raising opportunity is scheduled for April 21-22, 2014 and our fund raising team could benefit from additional casino volunteers. Indeed, volunteers are needed for a whole range of other things as well – please check the website for ideas on how you might help us with a few hours of your time.

As we again move forward, the Board wishes to thank all our volunteers, Museum members and particularly our Casino volunteers, for their continued support.....

Doug Hyslip
President

ARROW II – AIRCRAFT BUDGET - 2014

BUDGET

MATERIAL / PARTS (REVISED 2011) **\$1,000,000**

EXPENDITURES

RECORDED COSTS TO JAN 31, 2014: **\$384,191**

FIVE YEAR COST PROJECTION

2013 \$100,000

2014 \$150,000

2015 \$150,000

2016 \$100,000

2017 \$115,809 **\$ 615,809**

FUNDING

BANKED AS OF JAN 31, 2014: \$ 108,516

ESTIMATED INCOME IN 2014: \$ 60,000

ESTIMATED FUNDS TO JAN 31, 2015: **\$168,516**

FUNDS REQUIRED TO COMPLETION: **\$ 447,293**

DONATED

MANHOURS 14,433 @ \$25 \$360,825

FACILITIES \$ 121,175

GOODS / SERVICES \$ 11,500 **\$493,500**

TOTAL EXPENDITURES / DONATIONS TO-DATE \$877,691

ARROW II - HANGAR BUDGET - 2014

BUDGET

CONSTRUCTION **\$1,000,000**

EXPENDITURES

RECORDED COSTS TO JAN 31, 2014: **0.00**

FIVE YEAR COST PROJECTION

2014 *\$ 0.00*

2015 *\$ 0.00*

2016 *\$ 0.00*

2017 *\$ 0.00*

2018 *\$ 0.00* **\$ 0.00**

FUNDING

BANKED AS OF JAN 31, 2014: \$0.00

ESTIMATED INCOME IN 2014: \$ 0.00

ESTIMATED FUNDS TO JAN 31, 2015: \$ 0.00 **\$ 0.00**

FUNDS REQUIRED TO COMPLETION: **\$1,000,000**

DONATED

MANHOURS _____ @ \$25 \$ 0.00

GOODS / SERVICES \$ 0.00 **\$ 0.00**

TOTAL DONATIONS TO-DATE **\$ 0.00**

A.V. Roe Canada Aviation Museum

Audited Financial Statements

January 31, 2014

A.V. Roe Canada Aviation Museum
Statement of Financial Position
January 31, 2014

	2014	2013
Assets		
Current Assets		
Cash	\$ 1,274	\$ 1,480
Cash – Designated (Note 3)	105,978	151,986
Accounts Receivable	1,264	1,847
Inventory (Note 2)	0	0
	\$ 108,516	\$ 155,313
Liabilities and Net Assets		
Current Liabilities - Accounts Payable	\$ -1,709	\$ -20,364
Net Assets Designated (Note 3)	\$ 105,978	\$ 151,986
Net Assets General	\$ 4,247	\$ 23,691
	\$ 108,516	\$ 155,313

See accompanying notes to financial statements

Approved on behalf of the Board,

D. Johnson, Director

Date: March 31, 2014

Ian A. McLaren, Director

Date: March 31, 2014

A.V. Roe Canada Aviation Museum
Statement of Operations and Changes in Net Assets
January 31, 2014

	2014	2013
Revenue		
Sales of merchandise (net of returns)	\$ 1,775	\$ 1,270
Casino	0	70,382
Donations	866	1,307
Grants	0	0
Museum Admission	0	0
Memberships	900	650
	\$ 3541	\$ 73,609
Expenses		
Cost of Goods Sold (net of returns)	\$ 0	\$ 0
Aircraft	63,160	35,313
Exhibits / Collection	0	0
General and Administrative	5,833	8,800
	\$ 68,993	\$ 44,113
Excess (deficiency) of revenue over expenses	\$ -65,453	\$ 29,496
Net assets - designated, beginning of year	151,986	123,837
Net assets – general, beginning of year	23,691	22,344
Net assets - designated, end of year	\$ 151,986	\$ 151,986
Net assets – general, end of year	\$ 23,691	\$ 23,691

A.V. Roe Canada Aviation Museum
Statement of Cash Flow
January 31, 2014

	2014
Cash flows from operating activities	
Cash from sales of merchandise	\$ 1,775
Cash from Casino (designated use)	0
Cash from Donations	866
Cash from Museum admission	0
Cash from other	900
Cash paid for cost of goods sold	0
Cash paid for operating expenses	(50,338)
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Increase (Decrease) in cash	\$ (46,797)
Cash, beginning of year	\$ 155,313
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Cash, end of year	\$ 108,516

Notes to Financial Statements

1 - Purpose of the Organization

The A.V. Roe Canada Aviation Museum Association is a non-profit organization and registered charity, incorporated under the Societies Act of Alberta in 1997. The organization is dedicated to preserving the history of A.V. Roe Canada Ltd. through development of a Museum exhibit telling of the company's many accomplishments and the construction of a flying replica of the Avro Arrow aircraft.

2 - Significant Accounting Policies

- **Inventory** has been expensed out in detail expense accounts. Offset income accounts reflect the income from the small amount of inventory still carried.
- **Fixed assets** are expensed in the year of acquisition.
- **Revenue Recognition** – contributions, including operating grants, are included in revenue in the year in which they are received or receivable, with the exception of contributions to fund specific future period operating expenses that are included in revenue in the later period.

3 - Cash – Designated

During any year the Association might raise funds through holding a Casino. These funds are held in a separate bank account and recorded as cash designated and net assets designated until they are spent for the purposes intended. Casino funds currently stand at \$105,977.89.

The casino funds are designated approximately for museum expenses, (15%), aircraft expenses (75%), and promotion expenses of the project (10%). The organization has approval from Alberta Gaming and Liquor Commission to extend the disbursement of these funds in the following manner:

The amount of \$37,685.87 from the May 2011 casino pool distribution must be spent by June 30, 2014. The amount of \$68,292.02 from the September 2012 casino must be spent by November 30, 2014.

4 - Commitment

Avro Museum had a month-to-month shared rental agreement with Action Hobby for its administration office at \$304 per month (GST included). This agreement was terminated as of September 1, 2013. The space is now being donated by Action Hobby.

Auditors Report

To the members of
A.V. Roe Canada Aviation Museum Association

We, the undersigned, have examined the books for the A.V. Roe Canada Aviation Museum Association as of 31 January 2014.

We can confirm that the funds were used in accordance with the needs and purposes of the Museum Association. We found no suspect error or substantial discrepancy.

The financial statements present fairly, in all material respects, the financial position of the A.V. Roe Canada Aviation Museum as at January 31, 2014 and the results of its operations, the changes in net assets, and the cash flows for the year.

We feel the records fairly reflect the financial position of the organization and recommend the Board accept the findings of this report.

Signature

Scott Arnold
Print Name

March 18, 2014
Date

Signature

Jude Pothier
Print Name

March 18, 2014
Date