

# **CANADIAN MUSEUM FOR HUMAN RIGHTS**

## **QUARTERLY FINANCIAL REPORT**

For the three and nine months ended December 31, 2015

(Unaudited)



**CANADIAN MUSEUM FOR  
HUMAN RIGHTS**

## Canadian Museum for Human Rights

### Quarterly Financial Report

(Unaudited)

For the three and nine months ended December 31, 2015

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## Narrative Discussion

This section of the quarterly financial report presents management's narrative discussion of the Canadian Museum for Human Rights' (CMHR or the "Corporation") financial performance during the nine months ended December 31, 2015. It must be read in conjunction with the March 31, 2015 Management Discussion and Analysis and Annual Audited Financial Statements.

The CMHR, established as a Crown Corporation in 2008, aims to deliver inspiring encounters with human rights, to promote respect for others and to encourage reflection and dialogue.

The Corporation's primary objective is to fulfill its national mandate within the context of the governance and accountability regime established in the *Museums Act* and in Part X of the *Financial Administration Act*. In implementing its mandate, the Corporation embraces best practices through a management culture that promotes continuous improvement and full accountability to the Parliament of Canada and Canadians.

### FINANCIAL RESULTS

A summary of the financial activity for the nine months ended December 31, 2015 includes the following:

#### Overview

In August, the Museum opened the newly completed Level 1 gallery, designed to host temporary exhibits, with "Magna Carta – Law, Liberty and Legacy", a national travelling exhibition celebrating the 800<sup>th</sup> anniversary of the great charter. In addition, the CMHR created a unique companion exhibit, "Canada's Magna Carta: Meanings and Misconceptions". In October, the Museum's second temporary exhibit, "XOXO: An exhibition about love and forgiveness" opened in the Level 1 gallery. In December 2015, the Museum opened "The Witness Blanket", the second temporary exhibit in the Expressions temporary exhibition space.

The nine months ended with a surplus of revenues over expenses of \$1.6 million, largely due to carefully managing costs and the timing of expenses. As 2015-16 is the first full year of operations the CMHR had no previous operating history and therefore, the timing of revenues and expenses was difficult to predict. Accordingly, appropriations were

## **Canadian Museum for Human Rights**

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received in the first three quarters for expenses that will be paid in the last quarter or may be deferred until 2016-17 if the projects are not complete by year-end.

#### **Statement of Financial Position**

Total assets are \$346.5 million at December 31, 2015 in comparison to \$351.0 million at March 31, 2015. The decrease of \$4.5 million is due to a \$7.8 million decrease in capital assets available for use resulting from the amortization of capital assets in use and a \$0.5 million decrease in accounts receivable, offset by a \$4.3 million increase in cash and restricted cash.

Total liabilities are \$337.4 million at December 31, 2015, a decrease of \$6.1 million from March 31, 2015. The decrease is primarily due to a \$1.8 million decrease in accounts payable and a \$7.4 million decrease in deferred contributions relating to capital assets resulting from the amortization of the deferred contributions over the same period as the capital assets are amortized, offset by a \$3.2 increase in deferred contributions.

Net assets increased by \$1.6 million from March 31, 2015 representing the excess of revenue over expenses.

#### **Statement of Operations:**

##### *Parliamentary Appropriations*

Total parliamentary appropriations, reported on an accrual basis include the recognition of deferred contributions related to capital assets received in previous periods, are \$20.2 million for the nine months ended December 31, 2015 (2014 - \$21.6 million). The decrease of \$1.5 million is due to deferring contributions received in advance. For the fiscal year 2015-16, the total voted appropriation is \$21.7 million (\$21.7 million in 2014-15).

##### *Revenues*

Total revenue for the nine months ended December 31, 2015 was \$9.1 million or \$4.0 million higher than the total revenue for the nine months ended December 31, 2014 of \$5.1 million. Total revenue includes:

## Canadian Museum for Human Rights

### Quarterly Financial Report

(Unaudited)

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- Operating revenue of \$3.1 million, which is revenue earned from admissions, tours, education programs, boutique sales, facility rentals and commissions on the restaurant and catering sales. The operating revenue is up \$1.9 million from last year as the Museum was operating for the full nine months this year in comparison to less than four months in 2014 from opening on September 20, 2014.
- Contributions of \$5.7 million, an increase of \$1.9 million from the previous year. This is primarily due to an increase in the recognition of deferred contributions related to capital assets received in previous periods from funding partners other than the Government of Canada (the Province of Manitoba, the City of Winnipeg and the Friends of the CMHR), recognized over the same period as the capital asset purchased with the contributions are amortized.
- Other income of \$0.3 million, largely due to gifts in kind recognized in the period such as advertising and other donated services.

#### *Expenses*

Total expenses were \$27.7 million for the nine months ended December 31, 2015, up from \$26.7 million the nine months ended December 31, 2014. Total expenses include amortization of capital assets of \$11.4 million (2014 - \$8.3 million). The \$1.0 million increase in total expenses is largely due to the \$3.1 million increase in amortization of capital assets, as the exhibits were in use for the full year this year in comparison to less than two months last year, offset by a decrease in expenses as the prior year included \$1.9 million in costs related to the Inaugural opening events, broadcast and community outreach activities. The increase in the expenses due to amortization is exactly offset by the increase in parliamentary appropriations and contributed revenue due to recognizing the contributions received in previous years to fund the capital assets, over the same period as the amortization of the capital assets purchased.

The breakdown of expenses by program activity is as follows:

- Museum content and program expenses decreased by \$1.6 million largely due to the costs related to the Inaugural opening events, broadcast and community outreach activities incurred last year;
- Permanent building expenses increased by \$3.3 million largely due to a \$3.1 million increase in the amortization of capital assets; and

## **Canadian Museum for Human Rights**

### **Quarterly Financial Report**

(Unaudited)

For the three and nine months ended December 31, 2015

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- Stewardship and corporate management expenses decreased by \$0.6 million due to a reduction in operational readiness costs, primarily professional and special services, incurred in the lead up to opening last year and not required this year.

For the nine months ended December 31, 2015 the Corporation finished the period in a positive operating position of \$1.6 million.

### **Statement of Cash Flows**

Cash increased by \$4.3 million in the nine months ended December 31, 2015 primarily due to \$4.9 million cash from operating activities and \$3.9 million in restricted funds received from Friends of CMHR and offset by \$5.2 million used for capital activities.

### **RISK ANALYSIS & OUTLOOK**

The Corporation has put in place an enterprise risk management framework designed to effectively and proactively manage the risks that pose a substantive threat to its ongoing operations or long-term success.

The Museum has received approval to access appropriations until the end of 2016-17. The Minister of Canadian Heritage will return to Cabinet for approval of CMHR's future parliamentary appropriations in order to base the request on actual operational results. The CMHR will establish benchmarks for revenues and expenses during 2015-16, its first full year of operations, and will work closely with the Government of Canada and the Friends of CMHR to assess its long-term funding requirements including Payments in Lieu of Taxes (PILT) and the ongoing capital replacement needs as a digitally based museum.

The work of our organization is made possible through financial support of the Government of Canada. The support of the philanthropic sector is also important to the CMHR and the ongoing partnership between the CMHR and Friends will continue to be critical.

**Canadian Museum for Human Rights**

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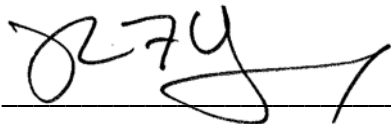
For the three and nine months ended December 31, 2015

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**STATEMENT OF MANAGEMENT RESPONSIBILITY BY SENIOR OFFICIALS**

Management is responsible for the preparation and fair presentation of these quarterly financial statements in accordance with the Treasury Board of Canada Standard on Quarterly Financial Reports for Crown Corporations, and for such internal controls as management determines is necessary to enable the preparation of quarterly financial statements that are free from material misstatement. Management is also responsible for ensuring all other information in this quarterly financial report is consistent, where appropriate, with the quarterly financial statements.

Based on our knowledge, these unaudited quarterly financial statements present fairly, in all material respects, the financial position, results of operations and cash flows of the corporation, as at the date of and for the periods presented in the quarterly financial statements.



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John Young, President & Chief Executive Officer

Winnipeg, Canada  
February 25, 2016



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Susanne Robertson, Chief Financial Officer

Winnipeg, Canada  
February 25, 2016

Quarterly Financial Statements of

## **CANADIAN MUSEUM FOR HUMAN RIGHTS**

For the three and nine months ended December 31, 2015

(Unaudited)



# Canadian Museum for Human Rights

## Statement of Financial Position

(Unaudited)

(In thousands of dollars)

As at	December 31, 2015	March 31, 2015
<b>Assets</b>		
Current assets:		
Cash and restricted cash (note 3)	\$ 14,154	\$ 9,866
Accounts receivable	560	1,014
Inventories	129	123
Prepaid expenses	240	432
Holdback account (note 4)	42	79
	15,125	11,514
Collections (note 5)	1	1
Capital assets (note 6):		
Assets available for use	331,109	338,865
Assets under construction	228	586
<b>Total Assets</b>	<b>\$ 346,463</b>	<b>\$ 350,966</b>
<b>Liabilities and Net Assets</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 8,119	\$ 9,900
Holdback payable (note 4)	42	79
Deferred revenues	39	27
	8,200	10,006
Deferred contributions (note 7)	4,140	980
Deferred contributions related to capital assets (note 8 )	325,085	332,510
<b>Total Liabilities</b>	<b>337,425</b>	<b>343,496</b>
Net assets:		
Unrestricted	4,064	2,493
Invested in capital assets (note 9)	4,979	4,979
Accumulated remeasurement losses	(5)	(2)
	9,038	7,470
<b>Total Liabilities and Net Assets</b>	<b>\$ 346,463</b>	<b>\$ 350,966</b>

Contractual obligations and contingent liabilities (notes 12 and 13)

The accompanying notes and schedules form an integral part of the quarterly financial statements.



## Canadian Museum for Human Rights

### Statement of Operations

(Unaudited)

(In thousands of dollars)

	Three months ended		Nine months ended	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
Revenue (Schedule 1):				
Operating	\$ 907	\$ 1,024	\$ 3,092	\$ 1,150
Contributions	1,826	1,494	5,697	3,831
Other income	38	50	318	114
Total revenue	2,771	2,568	9,107	5,095
Expenses (Schedule 2):				
Museum content and program	3,050	3,036	8,219	9,795
Permanent building	5,352	4,797	15,404	12,146
Stewardship and corporate management	1,085	1,360	4,093	4,740
Total expenses	9,487	9,193	27,716	26,681
Excess of expenses over revenue before Parliamentary appropriations	(6,716)	(6,625)	(18,609)	(21,586)
Parliamentary appropriations (note 10)	6,126	6,663	20,180	21,640
<b>Excess of (expenses over revenue) revenue over expenses</b>	\$ (590)	\$ 38	\$ 1,571	\$ 54

The accompanying notes and schedules form an integral part of the quarterly financial statements.

**Canadian Museum for Human Rights**  
**Statement of Remeasurement (Losses) Gains**

(Unaudited)

(In thousands of dollars)

	Three months ended		Nine months ended	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
Accumulated remeasurement (losses) gains, beginning of period	\$ (7)	\$ 150	\$ (2)	\$ 156
Unrealized gains (losses) attributable to:				
Foreign exchange	-	3	(15)	(2)
Amounts reclassified to the Statement of Operations:				
Foreign exchange loss	2	3	12	2
Net remeasurement gain (loss) for the period	2	6	(3)	-
<b>Accumulated remeasurement (losses) gains, end of period</b>	<b>\$ (5)</b>	<b>\$ 156</b>	<b>\$ (5)</b>	<b>\$ 156</b>

The accompanying notes and schedules form an integral part of the quarterly financial statements.

## Canadian Museum for Human Rights

### Statement of Changes in Net Assets

(Unaudited)

(In thousands of dollars)

Nine months ended December 31,				2015	2014
	Unrestricted	Invested in capital assets	Accumulated remeasure- ment losses		
Net Assets, beginning of period	\$ 2,493	\$ 4,979	\$ (2)	\$ 7,470	\$ 9,739
Excess of revenue over expenses	1,571	-	-	1,571	54
Net change in accumulated remeasurement losses	-	-	(3)	(3)	-
<b>Net Assets, end of period</b>	<b>\$ 4,064</b>	<b>\$ 4,979</b>	<b>\$ (5)</b>	<b>\$ 9,038</b>	<b>\$ 9,793</b>

The accompanying notes and schedules form an integral part of the quarterly financial statements.

## Canadian Museum for Human Rights

### Statement of Cash Flows

(Unaudited)

(In thousands of dollars)

	Three months ended		Nine months ended	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
Operating activities:				
Cash receipts (customers)	\$ 689	\$ 835	\$ 2,834	\$ 960
Cash receipts (contributions)	-	-	300	-
Cash receipts (Parliamentary appropriations)	4,059	2,542	17,304	15,202
Cash receipts (other income)	1	32	5	48
Cash payments to and on behalf of employees	(3,003)	(3,007)	(8,876)	(8,044)
Cash payments to suppliers	(2,084)	(1,661)	(6,737)	(8,531)
Interest received	27	22	74	74
	(311)	(1,237)	4,904	(291)
Capital activities:				
Payments for acquisition of capital assets	(404)	(9,785)	(5,158)	(23,157)
	(404)	(9,785)	(5,158)	(23,157)
Investing activities:				
Revaluation of US currency	-	7	-	6
	-	7	-	6
Financing activities:				
Parliamentary appropriation for the acquisition of capital assets available for use	196	757	196	1,537
Government of Canada funding for assets available for use	130	-	390	-
Contributions from non-government sources for the acquisition of capital assets	4	5,023	3,919	17,095
	330	5,780	4,505	18,632
Increase/(decrease) in cash	(385)	(5,235)	4,251	(4,810)
Cash, beginning of period				
Cash and restricted cash	14,539	18,760	9,866	17,922
Holdback account	42	1,145	79	1,558
	14,581	19,905	9,945	19,480
Cash, end of period				
Cash and restricted cash	14,154	14,387	14,154	14,387
Holdback account	42	283	42	283
	\$ 14,196	\$ 14,670	\$ 14,196	\$ 14,670

The accompanying notes and schedules form an integral part of the quarterly financial statements.

## Canadian Museum for Human Rights

### Notes to Quarterly Financial Statements

For the three and nine months ended December 31, 2015

(Unaudited)

(In thousands of dollars, unless otherwise noted)

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#### 1 (a). Authority and mandate:

The Canadian Museum for Human Rights (CMHR or the “Corporation”) was established through amendments to the *Museums Act* on August 10, 2008 and is a Crown Corporation named in Part I of Schedule III to the *Financial Administration Act*. The Corporation is not subject to income tax under the provisions of the *Income Tax Act*.

The CMHR is the first national museum established outside of the National Capital Region and the first to be constructed with funding received from the Government of Canada as well as other levels of government. The Province of Manitoba, the City of Winnipeg, and the Friends of the Canadian Museum for Human Rights (CMHR), (representing mostly private sector, organizational and individual donors) also funded the Capital Project (building and exhibits). A Definitive Agreement, setting forth the terms, provisions and conditions for the parties’ undertakings, including the transfer of land, was signed by all parties on February 1, 2008. The Canadian Museum for Human Rights reports to Parliament through the Minister of Canadian Heritage.

The mandate, as stated in the amendments to the *Museums Act*, is as follows:

*“...to explore the subject of human rights, with special but not exclusive reference to Canada, in order to enhance the public’s understanding of human rights, to promote respect for others and to encourage reflection and dialogue.”*

#### 1 (b). Operations:

The operations of the Corporation are divided into three mutually supportive activities which work together to meet all aspects of its mandate. These activities and their respective descriptions are:

##### **Museum Content and Program:**

That the Museum’s content and programming is objective, innovative and accessible and affects the way people think and behave towards the rights of others, and that it is developed through ongoing community engagement.

##### **Permanent Building:**

That the Corporation provides a secure and functional facility that meets or exceeds all safety and building code requirements and is easily accessible to the public. That all aspects of the Building Construction Project are managed in a fiscally sound, transparent and accountable manner, ensuring environmental stewardship and employing effective project and risk-management practices throughout.

##### **Stewardship and Corporate Management:**

That the CMHR adopts sound and efficient governance and stewardship practices that facilitate the alignment of resources with priorities and full accountability and transparency to Canadians for results; the CMHR recruits and retains the necessary human resources both for the start-up and the longer-term; and the CMHR supports

## Canadian Museum for Human Rights

### Notes to Quarterly Financial Statements

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(In thousands of dollars, unless otherwise noted)

the Friends of the CMHR's fundraising campaign to assist with capital costs in the short term and to support programming and other activities within the CMHR in the long-term.

#### 2. Significant accounting policies:

The quarterly financial statements have been prepared in accordance with the 4200 series of the Canadian Public Sector Accounting Standards (PSAS) for government not-for-profit organizations. The same accounting policies and methods of computation are followed in the quarterly financial statements as compared to the March 31, 2015 Annual Audited Financial Statements.

#### 3. Cash and restricted cash:

Restricted cash consists of cash held in the Corporation's separate bank account and is restricted for use for capital and designated operating costs and arise from contributions received from non-government entities, assistance from other governments and Parliamentary appropriations.

	December 31, 2015		March 31, 2015	
	Cost	Fair value	Cost	Fair value
Operating cash	\$ 13,162	\$ 13,162	\$ 8,537	\$ 8,537
Restricted cash	992	992	1,329	1,329
	\$ 14,154	\$ 14,154	\$ 9,866	\$ 9,866

The change in restricted cash is comprised of the following:

Nine months ended	December 31, 2015
Balance, beginning of period	\$ 1,329
Add contributions received during the period	4,200
Add Capital Parliamentary appropriations	390
Add deferred interest income	17
Less amounts used to purchase capital assets and items expensed	(4,944)
Balance, end of period	\$ 992

## Canadian Museum for Human Rights

### Notes to Quarterly Financial Statements

For the three and nine months ended December 31, 2015

(Unaudited)

(In thousands of dollars, unless otherwise noted)

#### 4. Holdback account and holdback payable:

	December 31, 2015	March 31, 2015
Balance, beginning of period	\$ 79	\$ 1,558
Additions for the period	175	649
Holdback paid during period	(212)	(2,128)
Balance, end of period	\$ 42	\$ 79

In accordance with the construction contract for the Museum building and the *Builder's Lien Act* of Manitoba, the Corporation is required to holdback 7.5% of progress billings. These amounts are restricted in nature and recorded as an asset and liability. The restricted funds are paid out upon certified completion of the subcontracts in accordance with the *Builder's Lien Act* of Manitoba. The total holdback cash account balance and related liability at December 31, 2015 was \$42 thousand (March 31, 2015 - \$0.1 million), of which \$42 thousand (March 31, 2015 - \$0.1 million) is current. As of December 31, 2015 the holdback relates to the fit-up of the temporary exhibition gallery and earned interest on the holdback cash account.

#### 5. Collections:

The Corporation maintains three separate, but related collections that support Museum activities and programs in fulfillment of the CMHR mandate, as noted below:

- Permanent collection - archives, artifacts and artworks,
- Library collection - bilingual published materials including electronic publications and
- Working collection - materials constructed or purchased for public programming or exhibits and may be deemed expendable.

Only acquisitions designated as part of the Permanent collection meet the accounting requirements of a Collection as defined in Public Sector Accounting Standards (PSAS). Objects purchased for the collection are recorded as an expense in the year of acquisition. Objects received as a donation are recorded as an expense along with the offsetting donation revenue in the year of acquisition.

Acquisitions designated as part of the library or working collection are subject to regular capitalization or expense accounting rules based on the Corporation's established capitalization threshold level.

During the nine months ended December 31, 2015, the Corporation acquired \$1 thousand worth of artifacts for the permanent collection which were expensed. During the nine months ended December 31, 2014, the Corporation acquired \$396 thousand worth of artifacts and received \$7 thousand worth of donated artifacts for the permanent collection which were expensed.

## Canadian Museum for Human Rights

### Notes to Quarterly Financial Statements

For the three and nine months ended December 31, 2015

(Unaudited)

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#### 6. Capital assets:

	Cost March 31, 2015	Additions (Transfers)	Disposals	Cost December 31, 2015
Land	\$ 4,979	\$ -	\$ -	\$ 4,979
Building				
Base	238,101	38	-	238,139
Mechanical and electrical	48,506	-	-	48,506
Exhibits	48,659	219	-	48,878
Computer equipment, hardware and software	6,482	145	-	6,627
Building improvements	4,494	2,757	-	7,251
Furniture and equipment	1,727	187	-	1,914
Website development	979	118	-	1,097
Enterprise program development	842	185	-	1,027
Films	97	-	-	97
Sub-total – Assets available for use	354,866	3,649	-	358,515
Assets under construction	586	(358)	-	228
	\$ 355,452	\$ 3,291	\$ -	\$ 358,743

	Accumulated amortization March 31, 2015	Amortization expense	Disposals	Accumulated amortization December 31, 2015
Land	\$ -	\$ -	\$ -	\$ -
Building				
Base	7,302	4,467	-	11,769
Mechanical and electrical	2,988	1,819	-	4,807
Exhibits	1,482	3,066	-	4,548
Computer equipment, hardware and software	3,535	1,293	-	4,828
Building improvements	126	299	-	425
Furniture and equipment	329	146	-	475
Website development	135	136	-	271
Enterprise program development	73	143	-	216
Films	31	36	-	67
Sub-total – Assets available for use	16,001	11,405	-	27,406
Assets under construction	-	-	-	-
	\$ 16,001	\$ 11,405	\$ -	\$ 27,406



## Canadian Museum for Human Rights

### Notes to Quarterly Financial Statements

For the three and nine months ended December 31, 2015

(Unaudited)

(In thousands of dollars, unless otherwise noted)

	<b>Net book value March 31, 2015</b>	<b>Net book value December 31, 2015</b>
Land	\$ 4,979	\$ 4,979
Building		
Base	230,799	226,370
Mechanical and electrical	45,518	43,699
Exhibits	47,177	44,330
Computer equipment, hardware and software	2,947	1,799
Building improvements	4,368	6,826
Furniture and equipment	1,398	1,439
Website development	844	826
Enterprise program development	769	811
Films	66	30
Sub-total – Assets available for use	338,865	331,109
Assets under construction	586	228
	\$ 339,451	\$ 331,337

On April 15, 2009, the Corporation acquired land for the CMHR project from the City of Winnipeg and The Forks Renewal Corporation. The ownership of land reverts to the City of Winnipeg and The Forks Renewal Corporation should the land no longer be used for the purposes of the CMHR, or such other purposes as approved by the previous owners. The Corporation's Management estimated that the CMHR's river-front parcel should be valued at \$4.9 million plus related legal costs based on the information provided by an independent market evaluation.

The amortization expense for the three and nine months ended December 31, 2015 is \$3.8 million and 11.4 million, respectively (three and nine months ended December 31, 2014 - \$3.3 million and \$8.3 million, respectively).

Assets under construction represent costs incurred for the development and construction of the amphitheater.

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### Notes to Quarterly Financial Statements

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(In thousands of dollars, unless otherwise noted)

#### 7. Deferred contributions:

Deferred contributions recorded by the Corporation are as follows:

	December 31, 2015	March 31, 2015
Deferred contributions restricted for the purchase of capital assets	\$ 4,140	\$ 980

Changes in the deferred contributions balance during the period were as follows:

Nine months ended	December 31, 2015
Balance, beginning of period	\$ 980
Additions:	
Parliamentary appropriations (capital)	390
Parliamentary appropriations (operating) received in advance	3,195
Non-government sources	3,402
Deferred interest income	17
	7,004
Deductions:	
Amounts transferred to deferred contributions related to capital assets	(3,780)
Amounts recognized as revenue	(64)
	(3,844)
Balance, end of period	\$ 4,140

## Canadian Museum for Human Rights

### Notes to Quarterly Financial Statements

For the three and nine months ended December 31, 2015

(Unaudited)

(In thousands of dollars, unless otherwise noted)

#### 8. Deferred contributions related to capital assets:

Changes in the deferred contributions related to capital assets are composed of:

<b>Nine months ended</b>	<b>December 31, 2015</b>
Balance, beginning of period	\$ 332,510
Amounts transferred from deferred contributions	3,780
Government contributions:	
Parliamentary appropriation for the acquisition of capital assets available for use	196
Non-government contributions:	
Capital contributions in-kind from the City of Winnipeg	4
Amortization of deferred contributions related to capital assets available for use	(11,405)
Balance, end of period	\$ 325,085

#### 9. Net assets invested in capital assets:

The net investment in capital assets consists of the land donated by the City of Winnipeg and The Forks Renewal Corporation as follows:

	<b>December 31, 2015</b>	<b>March 31, 2015</b>
Capital assets	\$ 331,337	\$ 339,451
Less amounts financed by deferred contributions related to capital assets	(325,085)	(332,510)
Less amounts to be financed by deferred contributions	(1,273)	(1,962)
	\$ 4,979	\$ 4,979

## Canadian Museum for Human Rights

### Notes to Quarterly Financial Statements

For the three and nine months ended December 31, 2015

(Unaudited)

(In thousands of dollars, unless otherwise noted)

#### 10. Parliamentary appropriations:

	Three months ended		Nine months ended	
	December 31, 2015	December 31, 2014	December 31, 2015	December 30, 2014
Main estimates amount provided for operating and capital expenditures	\$ 4,385	\$ 5,150	\$ 17,890	\$ 16,525
Reimbursement of payroll expenditures	-	(216)	-	(60)
Total Parliamentary appropriations approved in the period:	4,385	4,934	17,890	16,465
Less current period Parliamentary appropriations not recognized as revenue:				
Operating contributions received in advance	75	-	(3,195)	-
Capital appropriations deferred	(130)	-	(390)	-
Amounts used to purchase capital assets	(196)	(757)	(196)	(1,504)
Add prior year Parliamentary appropriations recognized as revenue in the current period:				
Amortization of deferred contributions related to capital assets available for use	1,975	1,928	6,034	5,200
Restricted amounts used in the current period for items expensed for accounting purposes	17	559	37	1,479
	\$ 6,126	\$ 6,664	\$ 20,180	\$ 21,640

## Canadian Museum for Human Rights

### Notes to Quarterly Financial Statements

For the three and nine months ended December 31, 2015

(Unaudited)

(In thousands of dollars, unless otherwise noted)

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#### 11. Allocation of expenses:

Corporate communication, general support services and information technology department expenses of \$3.1 million (2014 - \$3.5 million) have been allocated as follows:

<b>Nine months ended December 31,</b>	<b>2015</b>		<b>2014</b>	
Museum content and program	\$	1,771	\$	2,019
Stewardship and corporate management		1,015		1,218
Permanent building		291		252
	\$	3,077	\$	3,489

#### 12. Contractual obligations:

The Corporation has not entered into any significant long-term contracts in addition to the commitments as at March 31, 2015.

#### 13. Contingent liabilities:

A statement of claim related to the base building construction has been filed by a sub-trade against the construction manager for an amount higher than has been accrued in the financial statements. A reasonable estimate of any additional liability cannot be made at this time.

#### 14. Comparative figures:

Certain comparative figures have been reclassified to conform to the presentation adopted in the current period.

## Canadian Museum for Human Rights

### Notes to Quarterly Financial Statements

For the three and nine months ended December 31, 2015

(Unaudited)

(In thousands of dollars, unless otherwise noted)

#### Schedule 1 – Schedule of Revenues

##### Operating Revenues

<b>Nine months ended December 31,</b>	<b>2015</b>	<b>2014</b>
Admissions and Programs		
General Admission	\$ 1,406	\$ 430
Memberships	183	108
Public Program	95	18
Education Program	97	-
Retail Boutique Sales	531	262
Facility Rental	569	221
Restaurant and catering	211	111
<b>Total</b>	<b>\$ 3,092</b>	<b>\$ 1,150</b>

##### Contributions

<b>Nine months ended December 31,</b>	<b>2015</b>	<b>2014</b>
Revenue related to the amortization of deferred contributions from other donors	\$ 5,371	\$ 3,119
Restricted amounts from other donors used in current period for items expensed for accounting purposes	326	712
<b>Total</b>	<b>\$ 5,697</b>	<b>\$ 3,831</b>

Amortization of deferred contributions from other donors commenced when the building was put into use in January, 2014 and when exhibits and public areas were fully opened in November, 2014.

##### Other income

<b>Nine months ended December 31,</b>	<b>2015</b>	<b>2014</b>
In kind donations	\$ 243	\$ 31
Interest revenue	74	74
Miscellaneous	1	9
<b>Total</b>	<b>\$ 318</b>	<b>\$ 114</b>

## Canadian Museum for Human Rights

### Notes to Quarterly Financial Statements

For the three and nine months ended December 31, 2015

(Unaudited)

(In thousands of dollars, unless otherwise noted)

#### Schedule 2 – Schedule of Expenses

<b>Nine months ended December 31,</b>	<b>2015</b>	<b>2014</b>
Amortization of capital assets	\$ 11,405	\$ 8,320
Personnel costs	8,915	8,599
Building operations	1,609	1,534
Exhibits and programming development	973	756
Information management infrastructure and systems	797	1,669
Marketing and promotion	651	402
Protection Services	604	453
Property taxes <sup>1</sup>	592	600
Exhibits maintenance	512	165
Professional and special services	444	1,086
Utilities	372	331
Office supplies and administration	359	512
Cost of goods sold	277	137
Travel	206	139
Inaugural opening event & broadcast	-	1,266
Community Outreach Activities	-	623
Collection acquisitions	-	89
<b>Total expenses</b>	<b>\$ 27,716</b>	<b>\$ 26,681</b>

<sup>1</sup> As a Crown Corporation, the CMHR falls under the *Payments in Lieu of Taxes Act* which governs the payment of property taxes. An allowance for property taxes on land and building has been made based on the amounts paid by Public Works and Government Services Canada (PWGSC) on the Museum's behalf and based on the advice of the Dispute Advisory Board on the land valuation. The final assessment amount is being negotiated between the City of Winnipeg and PWGSC and, when finalized, could result in a property tax amount which is higher than the amount recorded above.