

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION
(Operating as PRISMA)
Financial Statements
Year Ended September 30, 2017
(Unaudited - See Notice To Reader)

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION

(Operating as PRISMA)

Index to Financial Statements

Year Ended September 30, 2017

(Unaudited - See Notice To Reader)

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NOTICE TO READER

On the basis of information provided by management, we have compiled the statement of financial position of Pacific Region International Summer Music Academy Association, (Operating as PRISMA), as at September 30, 2017 and the statements of operations and changes in net assets for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

Prior to compiling these financial statements, my firm completed accounting services that included preparation of accounting entries that have a significant effect on the financial statements



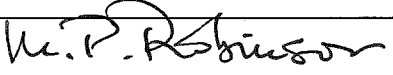
Powell River, British Columbia
January 8, 2018

PINCH & REID
CHARTERED PROFESSIONAL ACCOUNTANTS

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION
(Operating as PRISMA)
Statement of Financial Position
September 30, 2017
(Unaudited - See Notice To Reader)

	2017	2016
ASSETS		
CURRENT		
Cash	\$ 77,878	\$ 48,776
Restricted cash <i>(Note 3)</i>	25,514	25,003
Marketable securities	25,200	25,053
Accounts receivable	3,862	100
Goods and services tax recoverable	4,427	3,716
Prepaid expenses	775	1,237
	<u>137,656</u>	103,885
EQUIPMENT <i>(Note 4)</i>	<u>25,965</u>	10,750
	<u>\$ 163,621</u>	<u>\$ 114,635</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 6,077	\$ 4,259
Employee deductions payable	4,080	2,573
	<u>10,157</u>	6,832
NET ASSETS		
General Fund	80,289	82,750
Restricted Fund <i>(Note 5)</i>	47,661	25,053
Gaming Fund <i>(Note 3)</i>	25,514	-
	<u>153,464</u>	107,803
	<u>\$ 163,621</u>	<u>\$ 114,635</u>

ON BEHALF OF THE BOARD


 _____ Director
 _____ Director

The accompanying notes are a part of these financial statements

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION
(Operating as PRISMA)
Statement of Operations
Year Ended September 30, 2017
(Unaudited - See Notice To Reader)

	General Fund	Restricted		2017	2016
		Endowment Fund	Gaming Fund		
REVENUE					
Fees	\$ 102,306	\$ -	\$ -	\$ 102,306	\$ 105,190
Donations	164,795	-	500	165,295	138,659
Tickets and programs	75,627	-	-	75,627	73,217
Government grants <i>(Note 6)</i>	84,373	-	25,000	109,373	86,500
Fundraising	11,422	-	-	11,422	14,675
Concessions and merchandise	6,048	-	-	6,048	4,550
Wage subsidy	4,364	-	-	4,364	-
Interest	-	8	7	15	53
In-Kind Revenues and Expenses <i>(Schedule 2)</i>	121,785	-	-	121,785	54,046
	<u>570,720</u>	<u>8</u>	<u>25,507</u>	<u>596,235</u>	<u>476,890</u>
EXPENSES <i>(Schedule 1)</i>	526,179	-	24,995	551,174	433,439
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES FROM OPERATIONS	<u>\$ 44,541</u>	<u>\$ 8</u>	<u>\$ 512</u>	<u>\$ 45,061</u>	<u>\$ 43,451</u>
OTHER INCOME					
Dividend income	-	564	-	564	-
Gain on disposal of investments	-	36	-	36	-
	<u>-</u>	<u>600</u>	<u>-</u>	<u>600</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 44,541</u>	<u>\$ 608</u>	<u>\$ 512</u>	<u>\$ 45,661</u>	<u>\$ 43,451</u>

The accompanying notes are a part of these financial statements

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION

(Operating as PRISMA)

Expenses

(Schedule 1)

Year Ended September 30, 2017

(Unaudited - See Notice To Reader)

	General Fund	Restricted		2017	2016
		Endowment Fund	Gaming Fund		
EXPENSES					
Advertising and promotion	31,118	-	2,040	33,158	31,101
Amortization	4,788	-	-	4,788	3,966
Bank charges	449	-	42	491	164
Business taxes, licenses and memberships	945	-	-	945	850
Credit card charges	14,189	-	-	14,189	14,803
Equipment rentals	7,115	-	-	7,115	5,468
Exchange gain (loss)	(2,355)	-	-	(2,355)	(2,476)
Festival catering	11,038	-	-	11,038	8,498
Fundraising	2,325	-	-	2,325	4,807
Guest artist	95,735	-	14,142	109,877	108,259
Insurance	1,798	-	300	2,098	3,379
Master conductors	13,238	-	-	13,238	-
Merchandise	2,191	-	-	2,191	1,371
Office and supplies	6,534	-	1,083	7,617	4,691
Professional fees	3,203	-	400	3,603	1,685
Rent	2,709	-	582	3,291	3,964
Repair and maintenance	767	-	-	767	391
Salaries and wages	72,850	-	2,210	75,060	56,065
Student accommodations, meals	70,904	-	-	70,904	70,601
Sub-contractors	36,901	-	1,232	38,133	38,695
Technical and ticketing	9,206	-	2,666	11,872	8,888
Telephone	1,343	-	298	1,641	919
Travel	8,203	-	-	8,203	8,569
Volunteer related expense	9,200	-	-	9,200	4,735
In-Kind Revenue and Expenses (Schedule 2)	121,785	-	-	121,785	54,046
	526,179	-	24,995	551,174	433,439

The accompanying notes are a part of these financial statements

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION
(Operating as PRISMA)
Statement of Change in Net Assets
Year Ended September 30, 2017
(Unaudited - See Notice To Reader)

	General Fund	Restricted		2017	2016
		Endowment Fund	Gaming Fund		
NET ASSETS - BEGINNING OF YEAR	\$ 82,750	\$ 25,053	\$ -	\$ 107,803	\$ 64,352
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	44,541	608	512	45,661	43,451
INTERFUND TRANSFERS	(47,002)	22,000	25,002	-	-
NET ASSETS - END OF YEAR	\$ 80,289	\$ 47,661	\$ 25,514	\$ 153,464	\$ 107,803

The accompanying notes are a part of these financial statements

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION

(Operating as PRISMA)

In-Kind Revenues and Expenses

(Schedule 2)

Year Ended September 30, 2017

(Unaudited - See Notice To Reader)

	2017	2016
REVENUE		
Facilities and transportation in kind	\$ 33,053	\$ 30,340
Corporate donations in kind	88,040	22,793
Private donations in kind	692	913
	<u>121,785</u>	<u>54,046</u>
EXPENSES		
Accounting	-	500
Advertising	16,650	1,615
Catering	6,516	250
Freight	1,000	-
Guest artists	-	5,266
Merchandise	1,920	352
Office	12,846	550
Public relations	-	65
Rental facilities	30,735	30,339
Services	7,250	-
Student accomodation and transportation	27,388	14,388
Supplies	2,000	-
Technical	2,318	-
Travel	13,162	721
	<u>121,785</u>	<u>54,046</u>
	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are a part of these financial statements

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION

(Operating as PRISMA)

Notes to Financial Statements

Year Ended September 30, 2017

(Unaudited - See Notice To Reader)

1. PURPOSE OF THE ASSOCIATION

Pacific Region International Summer Music Academy Association (the "Association") was incorporated provincially under the Society Act of British Columbia on October 29, 2012. As a registered charity the association is exempt from the payment of income tax under Section 149(1) of the Income Tax Act. Accordingly, no provision for income taxes has been recognized in these financial statements..

The purposes of the Association are: To advance education by establishing and operating a music academy; to educate and advance knowledge or abilities of students and to increase the public's appreciation of music by providing courses, seminars, recitals and workshops; and to operate an arts festival involving symphonic, orchestral, opera and classical music performances.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Contributed services

Volunteers contribute a significant amount of their time each year. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

Equipment

Equipment is stated at cost or deemed cost less accumulated amortization. Equipment is amortized over its estimated useful life on a declining balance basis at the following rates and methods:

Computer equipment	30%
Equipment	30%
Furniture and fixtures	20%

Property and equipment acquired during the year is amortized at half the annual rate.

3. RESTRICTED CASH

	<u>2017</u>	<u>2016</u>
Gaming account - chequing	\$ 512	\$ -
Gaming account - savings	<u>25,002</u>	<u>25,003</u>
	<u>\$ 25,514</u>	<u>\$ 25,003</u>

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION

(Operating as PRISMA)

Notes to Financial Statements

Year Ended September 30, 2017

(Unaudited - See Notice To Reader)

4. EQUIPMENT

	2017		2016	
	Cost	Accumulated amortization	Cost	Accumulated amortization
Computer equipment	\$ 1,803	\$ 870	\$ 1,003	\$ 852
Equipment	12,272	7,161	12,272	4,970
Furniture and fixtures	24,928	5,007	5,724	2,427
	\$ 39,003	\$ 13,038	\$ 18,999	\$ 8,249
Net book value	\$ 25,965		\$ 10,750	

5. RESTRICTED FUND

The Restricted Fund represents amounts set aside by the Association for future specific purposes and are summarized as follows:

	2017	2016
Opening balance	\$ 25,053	\$ 20,500
Interfund transfers	600	4,500
Interest	8	53
Scholarship	20,000	-
RBC Foundation	2,000	-
	\$ 47,661	\$ 25,053

6. GOVERNMENT GRANTS

	2017	2016
<u>Government grants</u>		
BC Art Council	\$ 20,000	\$ 26,500
BC Community Gaming	25,000	25,000
City of Powell River	20,000	15,000
Community Forest	19,373	-
Regional District of Powell River	20,000	20,000
Tla'amin Nations	5,000	-
	\$ 109,373	\$ 86,500