

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION
(Operating as PRISMA)
Financial Statements
Year Ended September 30, 2019
(Unaudited - See Notice To Reader)

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION

(Operating as PRISMA)

Index to Financial Statements

Year Ended September 30, 2019

(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, 2019 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.

A handwritten signature in blue ink that reads 'REID HUNTER'.

Powell River, British Columbia
December 13, 2019

REID HUNTER
CHARTERED PROFESSIONAL ACCOUNTANTS

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION

(Operating as PRISMA)


Statement of Financial Position

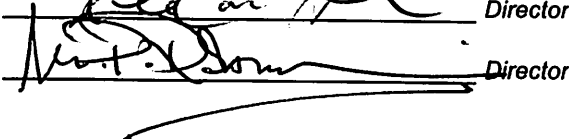
September 30, 2019

(Unaudited - See Notice To Reader)

	2019	2018 (Note 3)
ASSETS		
CURRENT		
Cash	\$ 21,620	\$ 56,529
Restricted cash (Note 4)	35,017	32,552
Accounts receivable	5,237	-
Inventory	3,838	-
Goods and services tax recoverable	7,767	4,682
Prepaid expenses	-	5,362
	<u>73,479</u>	<u>99,125</u>
EQUIPMENT (Note 5)	<u>93,464</u>	<u>26,263</u>
	<u>\$ 166,943</u>	<u>\$ 125,388</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 3,648	\$ 9,248
Employee deductions payable	1,652	478
	<u>5,300</u>	<u>9,726</u>
NET ASSETS		
General fund	126,626	83,110
Restricted fund (Notes 3, 6)	5,000	7,500
BC Community Gaming fund	30,017	25,052
	<u>161,643</u>	<u>115,662</u>
	<u>\$ 166,943</u>	<u>\$ 125,388</u>

ON BEHALF OF THE BOARD

 Director

 Director

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION
(Operating as PRISMA)
Statement of Operations
Year Ended September 30, 2019
(Unaudited - See Notice To Reader)

	General Fund	Restricted		2019	2018 (Note 3)
		Restricted Fund	BCC Gaming Fund		
REVENUE					
Fees	\$ 105,320	\$ -	\$ -	\$ 105,320	\$ 125,704
Donations	164,199	-	-	164,199	136,787
Tickets and programs	86,923	-	-	86,923	75,869
Government grants	159,432	-	30,000	189,432	116,550
Fundraising	11,414	-	-	11,414	3,649
Concessions and merchandise	8,973	-	-	8,973	6,240
Interest	-	-	10	10	16
In-Kind <i>(Schedule 2)</i>	117,420	-	-	117,420	109,481
	<u>653,681</u>	<u>-</u>	<u>30,010</u>	683,691	<u>574,296</u>
EXPENSES <i>(Schedule 1)</i>	612,665	-	25,045	637,710	586,898
EXCESS OF REVENUES OVER EXPENSES	\$ 41,016	\$ -	\$ 4,965	\$ 45,981	\$ (12,602)

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, 2019

(Unaudited - See Notice To Reader)

	General Fund	Restricted		2019	2018
		Restricted Fund	BCC Gaming Fund		
EXPENSES					
Advertising and promotion	\$ 60,555	\$ -	\$ 4,150	\$ 64,705	\$ 34,796
Amortization	7,459	-	-	7,459	6,872
Bank charges	469	-	35	504	354
Business taxes, licenses, memberships	525	-	-	525	1,326
Credit card charges	14,417	-	-	14,417	13,670
Donations	-	-	-	-	2,000
Equipment rentals	510	-	-	510	2,670
Exchange gain (loss)	(2,795)	-	-	(2,795)	(2,214)
Festival catering	9,956	-	-	9,956	10,222
Fundraising	-	-	-	-	3,073
Guest artists	93,001	-	6,945	99,946	97,384
Insurance	2,874	-	-	2,874	3,467
Master conductors	-	-	-	-	16,796
Merchandise	2,139	-	-	2,139	2,262
Office and supplies	11,513	-	869	12,382	6,793
Professional fees	2,099	-	950	3,049	2,352
Rent	2,422	-	960	3,382	5,584
Repairs and maintenance	2,355	-	-	2,355	281
Salaries and wages	76,600	-	4,714	81,314	91,489
Stage and theatre improvements	3,441	-	-	3,441	-
Student related expenses	77,341	-	-	77,341	89,096
Sub-contractors	103,101	-	2,850	105,951	61,823
Technical and ticketing	6,022	-	2,226	8,248	8,944
Telephone	1,435	-	716	2,151	2,222
Transportation	4,591	-	-	4,591	-
Travel	9,418	-	630	10,048	7,888
Volunteer related expenses	5,797	-	-	5,797	8,267
In-Kind (Schedule 2)	117,420	-	-	117,420	109,481
	\$ 612,665	\$ -	\$ 25,045	\$ 637,710	\$ 586,898

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, 2019

(Unaudited - See Notice To Reader)

	2019	2018
REVENUE		
Facilities and transportation in kind	\$ 32,579	\$ 27,655
Corporate donations in kind	84,841	81,080
Private donations in kind	-	746
	<u>117,420</u>	<u>109,481</u>
EXPENSES		
Accounting	-	1,000
Advertising	14,151	16,608
Catering	7,786	2,286
Fundraising	-	2,075
Equipment rental	1,000	1,000
In Kind Donations	2,282	-
Instrument rental	-	1,000
Office	4,588	1,700
Rental facilities	42,298	42,375
Student accommodation and transportation	22,413	27,836
Supplies	1,027	560
Travel	21,875	13,041
	<u>117,420</u>	<u>109,481</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)
Statement of Change in Net Assets
Year Ended September 30, 2019
(Unaudited - See Notice To Reader)

	General Fund	Restricted		2019	2018
		Restricted Fund	BCC Gaming Fund		
NET ASSETS - BEGINNING OF YEAR	\$ 83,110	\$ 7,500	\$ 25,052	\$ 115,662	\$ 128,264
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	41,016	-	4,965	45,981	(12,602)
INTERFUND TRANSFERS	2,500	(2,500)	-	-	-
NET ASSETS - END OF YEAR	\$ 126,626	\$ 5,000	\$ 30,017	\$ 161,643	\$ 115,662

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, 2019

(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 non-profit organization 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 Association is also a registered charity.

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 and 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%
Instruments	5%

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

3. PRIOR PERIOD ADJUSTMENT

The Association's financial statements for the year ended September 30, 2018 have been retrospectively adjusted to correct the presentation of funds paid to the Royal Bank Endowment Fund. Upon further investigation management has determined that these funds were in fact a donation to the Endowment Fund, and are no longer controlled by the Association. Accordingly, the 2017 financial statements Restricted funds have been decreased to the amount of the Scholarship fund (See Note 6), and the Marketable securities have been written down to nil.

PACIFIC REGION INTERNATIONAL SUMMER MUSIC ACADEMY ASSOCIATION

(Operating as PRISMA)

Notes to Financial Statements

Year Ended September 30, 2019

(Unaudited - See Notice To Reader)

4. RESTRICTED CASH

<u>BC Community Gaming accounts held with First Credit Union</u>			
Chequing	\$	(3)	\$ 42
Savings		30,020	25,010
		30,017	25,052
Scholarships		5,000	7,500
Grand total	\$	35,017	\$ 32,552

5. EQUIPMENT

	2019		2018	
	Cost	Accumulated amortization	Cost	Accumulated amortization
Computer equipment	\$ 9,103	\$ 1,017	\$ 6,365	\$ 921
Equipment	12,272	9,767	12,272	8,694
Furniture and fixtures	27,535	14,785	27,535	10,294
Instruments	71,921	1,798	-	-
	\$ 120,831	\$ 27,367	\$ 46,172	\$ 19,909
Net book value	\$ 93,464		\$ 26,263	

6. RESTRICTED FUND

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

	2019	2018
Scholarships	\$ -	\$ -
	5,000	7,500
	\$ 5,000	\$ 7,500