
Malaspina Printmakers Society

FINANCIAL STATEMENTS

March 31 2024

Contents

Independent Practitioner's Review Engagement Report	1
Statement of Financial Position	2
Statement of Changes in Net Assets	3
Statement of Operations	4
Statement of Cash Flows	5
Notes to the Financial Statements	6 - 8
Schedule of Expenses	Schedule A



INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the members of Malaspina Printmakers Society

I have reviewed the accompanying financial statements of Malaspina Printmakers Society comprising of the statement of financial position as at March 31, 2024 and the statements of operations, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements which are free from material misstatement, whether due to fraud or error.

Practitioner's responsibility

My responsibility is to express a conclusion on the accompanying statements based on my review. I conducted my review in accordance with Canadian generally accepted accounting standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted accounting standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review engagement are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

Conclusion

Based on my review, nothing has come to my attention which causes me to believe the financial statements do not present fairly, in all material respects, the financial position of Malaspina Printmakers Society as at March 31, 2024 and the results of its operations and cash flows for the year in accordance with Canadian accounting standards for not-for-profit organizations.

Mahmoud Virani Inc
Chartered Professional Accountant
Vancouver, BC

December 13 2024

Malaspina Printmakers Society

STATEMENT OF FINANCIAL POSITION

As at March 31		Operating Fund	Capital Accommodation Fund	Gaming Fund	2024	2023
Assets	notes				\$	\$
Current						
Vancity gaming account		-	-	8	8	2
Vancity account		42,599	(8,202)	3,472	37,869	85,796
GST recoverable		15,144	-	-	15,144	11,257
Prepaid expenses		4,173	-	-	4,173	4,173
		61,916	(8,202)	3,480	57,194	101,228
Long term						
Tangible capital assets	3	140,549	49,296	887	190,732	209,362
		202,465	41,094	4,367	247,926	310,590
Liabilities						
Current						
Accounts payable & accrued liabilities		2,180	-	-	2,180	3,099
PST payable		2,955	-	-	2,955	2,627
Key deposits		3,840	-	-	3,840	3,840
Deferred contributions	4	32,000	-	-	32,000	84,633
Government loan	7	-	-	-	-	60,000
		40,975	-	-	40,975	154,199
Net assets						
Operating fund		161,490	-	-	161,490	106,527
Capital accommodation fund	8	-	41,094	-	41,094	45,281
Gaming fund		-	-	4,367	4,367	4,583
		161,490	41,094	4,367	206,951	156,391
		202,465	41,094	4,367	247,926	310,590

Approved by the Board

_____ Director

_____ Director

Malaspina Printmakers Society
STATEMENT OF CHANGES IN NET ASSETS

 For the year ended March 31

	Operating Fund	Capital Accommodation Fund	Gaming Fund	Total
2024				\$
Balance beginning of year	106,527	45,281	4,583	156,391
Excess/(deficiency) of revenue over expenses for the year	54,963	(4,187)	(216)	50,560
Balance end of year	161,490	41,094	4,367	206,951
2023				
Balance beginning of year	1,965	47,941	6,082	55,988
Excess/(deficiency) of revenue over expenses for the year	104,562	(2,660)	(1,499)	100,403
Balance end of year	106,527	45,281	4,583	156,391

Malaspina Printmakers Society

STATEMENT OF OPERATIONS

For the year ended March 31	Operating Fund	Capital Accommodation Fund	Gaming Fund	2024	2023
Revenue					
Grant Revenue					
Canada Council	39,507	-	-	39,507	39,507
Canadian Heritage	-	-	-	-	97,126
United Way	87,783	-	-	87,783	-
Community Gaming Grant	-	-	29,200	29,200	29,200
BC Arts Council	74,633	-	-	74,633	73,500
City of Vancouver	59,000	-	-	59,000	110,000
	260,923	-	29,200	290,123	349,333
Fundraising Revenue					
Individual Donations	1,000	-	-	1,000	10,515
Foundation Donations	-	-	-	-	76,000
	1,000	-	-	1,000	86,515
Earned & Other Revenue					
Print Sales	15,965	-	-	15,965	9,156
Discounts	(34,077)	-	-	(34,077)	(6,183)
Studio Rental Fees	109,049	-	-	109,049	80,722
Course & Workshop Fees	50,672	-	-	50,672	44,909
Digital Printing	9,742	-	-	9,742	5,793
Government Subsidies (CEBA loan forgiveness)	20,000	-	-	20,000	-
Other Revenue	75	-	-	75	762
	171,426	-	-	171,426	135,159
Total Revenue	433,349	-	29,200	462,549	571,007
Total Expenses - see Schedule A	378,386	4,187	29,416	411,989	470,604
Excess/(deficiency) of revenue over expenses for the year	54,963	(4,187)	(216)	50,560	100,403

Malaspina Printmakers Society

STATEMENT OF CASH FLOWS

For the year ended March 31	Operating Fund	Capital Accommodation Fund	Gaming Fund	2024	2023
				\$	\$
Operating activities					
Excess/(deficiency) of revenue over expenses for the year	54,963	(4,187)	(216)	50,560	100,403
Amortization of tangible capital assets	14,221	4,187	222	18,630	20,169
	69,184	-	6	69,190	120,572
Non-cash working capital items					
Accounts receivable	-	-	-	-	-
Government subsidies receivable	-	-	-	-	-
PST recoverable	-	-	-	-	-
GST recoverable	(3,887)	-	-	(3,887)	(1,608)
Prepaid expenses	-	-	-	-	67,448
Accounts payable & accrued liabilities	(919)	-	-	(919)	(16,939)
PST payable	328	-	-	328	1,392
Key deposits	-	-	-	-	-
Deferred contributions	(52,633)	-	-	(52,633)	(133,493)
Net cash generated from operating activities	12,073	-	6	12,079	37,372
Investing activities					
Purchase of tangible capital assets	-	-	-	-	(195,485)
Financing activities					
Repayment of CEBA loan (including \$20,000 forgiveness)	(60,000)	-	-	(60,000)	-
Redemption of term deposits	-	-	-	-	30,000
Receipt of government loans	-	-	-	-	-
Net cash generated from/(used in) financing activities	(60,000)	-	-	(60,000)	30,000
Increase/(decrease) in cash during the year	(47,927)	-	6	(47,921)	(128,113)
Cash beginning of year	82,707	47,448	2,819	85,798	213,911
Cash end of year	34,780	47,448	2,825	37,877	85,798

Malaspina Printmakers Society**NOTES TO THE FINANCIAL STATEMENTS**

March 31 2024

1. Purpose of the Society

Malaspina Printmakers Society is a not-for-profit organization. The purpose of the organization is to support the development of printmaking as a contemporary art form and to promote and preserve traditional print practice.

2. Accounting policies

The Society prepares its financial statements in accordance with Canadian accounting standards for not-for-profit organizations.

a. Financial instruments

The Society initially measures its financial assets and financial liabilities at fair value.

The Society subsequently measures all its financial assets and liabilities at amortized cost.

Financial assets measured at amortized cost include cash and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable & accrued liabilities.

It is the Society's opinion that its financial instruments are not exposed to any significant types of risk.

b. Revenue recognition

The Society follows the restricted fund method of accounting for contributions. Externally restricted contributions are recognized as revenue in the year in which the related expenses are incurred unless a related restricted fund exists. If a related restricted fund exists, revenue is recognized when received or receivable in that restricted fund, if the amount to be received can be reasonably estimated and collection is reasonably assured.

Fundraising & Earned revenue is recognized as revenue when received or receivable, if the amount to be received can be reasonably estimated and collection is reasonably assured. In-kind contributions are recorded at fair market value if this can be reasonably estimated.

c. Use of estimates

In conformity with Canadian accounting standards for not-for-profit organizations, management is required to make estimates and assumptions that could affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those reported.

d. Tangible capital assets

Tangible capital assets are recorded at cost and amortized annually on the following basis:

20% declining balance - Equipment

30% declining balance - Computer equipment

15 years straight line - Leasehold Improvements

e. Funds

The Operating Fund reports assets, liabilities, revenues and expenses related to the day to day operation of the Society.

The Capital Accommodation Fund reports assets, liabilities, revenues and expenses related to capital financing activities of the Society.

The Gaming Fund reports assets, liabilities, revenues and expenses restricted to uses permitted by the BC Gaming Commission.

Malaspina Printmakers Society

NOTES TO THE FINANCIAL STATEMENTS

March 31 2024

3. Tangible capital assets

2024	Operating Fund	Capital		Total
		Accommodation Fund	Gaming Fund	
Equipment	35,710	9,379	2,167	47,256
Accumulated amortization - equipment	(25,907)	(6,403)	(1,280)	(33,590)
Computer equipment	15,098	-	-	15,098
Accumulated amortization - computer equipment	(11,374)	-	-	(11,374)
Leasehold improvements	152,649	51,617	-	204,266
Accumulated amortization - leasehold improvements	(25,627)	(5,297)	-	(30,924)
	140,549	49,296	887	190,732

2023

Equipment	35,710	9,379	2,167	47,256
Accumulated amortization - equipment	(23,457)	(5,658)	(1,058)	(30,173)
Computer equipment	15,098	-	-	15,098
Accumulated amortization - computer equipment	(9,778)	-	-	(9,778)
Leasehold improvements	152,649	51,617	-	204,266
Accumulated amortization - leasehold improvements	(15,452)	(1,855)	-	(17,307)
	154,770	53,483	1,109	209,362

4. Deferred Contributions

Deferred contributions consist of contributions received that are externally restricted for the purpose of specific projects & their related expenses. The balance in the account is made up as follows:

	<u>2024</u>	<u>2023</u>
Balance, beginning of year	\$ 84,633	218,126
Externally restricted contributions received during the year	208,290	262,640
Externally restricted contribution utilized during the year	(260,923)	(396,133)
Balance, end of year	\$ 32,000	84,633
	<u>\$ 2024</u>	<u>2023</u>
B.C. Arts Council	22,000	74,633
City of Vancouver	10,000	10,000
	<u>\$ 32,000</u>	84,633

5. Commitments

The Society has made the following lease commitments:

	Premises
Aggregate pay ments required in 2025	18,316
Aggregate pay ments required in 2026	-
Aggregate pay ments required in 2027	-
Aggregate pay ments required in 2028	-
Aggregate pay ments required in 2029	-
Total aggregate pay ments required	<u>\$ 18,316</u>

Malaspina Printmakers Society**NOTES TO THE FINANCIAL STATEMENTS**

March 31 2024

6. BC Societies Act

The Society transitioned to the Societies Act of British Columbia on December 20, 2016.

This Act requires the Society to disclose total remuneration paid to Directors as well as contractors and employees with annual remuneration greater than \$75,000. During the year ended March 31 2024 & 2023, no contractors had remuneration in excess of \$75,000. One Director received remuneration for working as an employee of the Society in 2024 & 2023 and was remunerated \$86,243 & \$82,647 in each year respectively. The remuneration is made up of salary and benefits.

7. Government loan

The \$60,000 loan held by the Society is a Canada Emergency Business Account (CEBA) loan. Interest on this loan is at 0% per annum until December 31, 2023, then 5% thereafter. Payments for interest accrued are required if not repaid by December 31, 2023. The principal is required to be repaid on December 31, 2025. If \$40,000 of the principal is repaid before January 1, 2024, the remaining \$20,000 of principal will be

8. Capital accommodation fund

The capital accommodation fund consists of funds internally restricted for the renovation of the Society's current premises or to move to a new premise.

9. Subsequent events

Subsequent to March 31 2024, one of the studios at the Society's premises was flooded. This flood resulted in damaging various tools, equipment, and furniture owned by the Society in the amount of \$34,067. The Society's insurance policy covered 100% of these damages, and is also covering the related decrease in sales the Society had; until sales recover to their pre-flood amounts.

Malaspina Printmakers Society

SCHEDULE OF EXPENSES

For the year ended March 31	Operating	Capital	Gaming	2024	2023
	Fund	Accommodation Fund	Fund		
				\$	\$
Expenses					
Salaries and Benefits	142,507	-	18,695	161,202	158,355
Administration Services	6,510	-	-	6,510	12,279
Print Store Production	12,760	-	-	12,760	6,550
Programming Expenses	61,354	-	760	62,114	36,479
Rent and other Occupancy Costs	93,236	-	7,745	100,981	100,457
Events	-	-	-	-	76,000
Artists Fees	4,677	-	1,238	5,915	4,770
Insurance	9,649	-	-	9,649	8,936
Bank Charges and Interest	5,817	-	-	5,817	5,106
Utilities	4,888	-	-	4,888	5,251
Telephone and Internet	3,022	-	-	3,022	6,962
Marketing and Communications	2,780	-	-	2,780	5,961
Amortization	14,221	4,187	222	18,630	20,169
Professional Fees and Consulting Expenses	3,342	-	756	4,098	7,431
Administration Expenses	2,700	-	-	2,700	4,361
Office Supplies	831	-	-	831	3,795
Instructors	10,092	-	-	10,092	7,742
Total Expenses	378,386	4,187	29,416	411,989	470,604