



Chartered Professional Accountant

**PLATFORM: CENTRE FOR PHOTOGRAPHIC  
& DIGITAL ARTS INC.**

**FINANCIAL STATEMENTS**

March 31, 2022

**PLATFORM: CENTRE FOR PHOTOGRAPHIC & DIGITAL ARTS INC.**

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March 31, 2022

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## **INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT**

To the Directors of  
Platform: Centre for Photographic & Digital Arts Inc.

I have reviewed the accompanying financial statements of **PLATFORM: CENTRE FOR PHOTOGRAPHIC & DIGITAL ARTS INC.** that comprise the statement of financial position as at March 31, 2022, 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 that are free from material misstatement, whether due to fraud or error.

### **Practitioner's Responsibility**

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

A review of financial statements in accordance with Canadian generally accepted 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 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.


Chartered Professional Accountant

2-16 Mazenod Road, Wpg, MB, R2J 4H2  
Phone: 204-793-6360

**INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT (continued)**

**Conclusion**

Based on my review, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of **PLATFORM: CENTRE FOR PHOTOGRAPHIC & DIGITAL ARTS** as at March 31, 2022, and the results of its operations, changes in net assets and cashflows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

A handwritten signature in blue ink, appearing to read "CNC CPA". The letters are stylized and cursive.

**CNC Chartered Professional Accountant**

**September 25, 2022  
Winnipeg, Manitoba**

**PLATFORM: CENTRE FOR PHOTOGRAPHIC & DIGITAL ARTS INC.**

**STATEMENT OF FINANCIAL POSITION**

March 31, 2022

2022

2021

**ASSETS**

**CURRENT:**

Cash (note 3)	\$ 56,191	\$ 38,370
Accounts receivable (note 4)	2,171	12,803
Prepaid expenses (note 5)	<u>4,986</u>	<u>8,690</u>
	<u>\$ 63,348</u>	<u>\$ 59,863</u>

**LIABILITIES**

**CURRENT:**

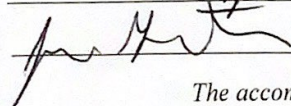
Accounts payable and accrued liabilities	\$ 6,403	\$ 6,783
Deferred contributions (note 7)	18,563	18,563
Deferred revenue – Gallery rentals	<u>200</u>	<u>200</u>
	<u>\$ 25,166</u>	<u>\$ 25,546</u>

**NET ASSETS**

INTERNALLY RESTRICTED FUNDS (page 5)	\$ 30,000	\$ -
UNRESTRICTED FUND (page 5)	<u>8,182</u>	<u>34,317</u>
	<u>\$ 38,182</u>	<u>\$ 34,317</u>
	<u>\$ 63,348</u>	<u>\$ 59,863</u>

**APPROVED ON BEHALF OF THE BOARD:**

 Director

 Director

*The accompanying notes are an integral part of this Statement.*

CNC Chartered Professional Accountant

**PLATFORM: CENTRE FOR PHOTOGRAPHIC & DIGITAL ARTS INC.**

**STATEMENT OF OPERATIONS**

Year Ended March 31, 2022

	<u>2022</u>	<u>2021</u>
<b>REVENUES (page 9):</b>		
Earned revenue	\$ 2,357	\$ 237
Registration fees	-	510
Ancillary fees	3,000	6,250
Private sector	96	15,500
Municipal	24,750	24,750
Provincial	69,000	73,000
Federal	<u>66,171</u>	<u>96,188</u>
	<u>\$ 165,374</u>	<u>\$ 216,435</u>
<b>EXPENSES:</b>		
Salaries and fees (page 10)	\$ 107,179	\$ 129,950
Operating (page 11)	46,886	44,443
Marketing and promotion (page 12)	3,592	3,291
Fundraising and development	-	500
Ancillary services (page 12)	<u>3,852</u>	<u>5,135</u>
	<u>\$ 161,509</u>	<u>\$ 183,319</u>
<b>EXCESS OF REVENUES OVER EXPENSES</b>	<u>\$ 3,865</u>	<u>\$ 33,116</u>

*The accompanying notes are an integral part of this Statement.*

CNC Chartered Professional Accountant

**PLATFORM: CENTRE FOR PHOTOGRAPHIC & DIGITAL ARTS INC.**

**STATEMENT OF CHANGES IN NET ASSETS**

Year Ended March 31, 2022

	Unrestricted Fund	Internally Restricted Funds	<u>2022</u>	<u>2021</u>
<b>Fund balances</b>				
- Beginning of year	\$ 34,317	\$ -	\$ 34,317	\$ 1,201
Excess of revenues over expenditures	3,865	-	3,865	33,116
Interfund transfers (note 8)	<u>(30,000)</u>	<u>30,000</u>	<u>-</u>	<u>-</u>
<b>Fund balances</b>				
- End of year	<u>\$ 8,182</u>	<u>\$ 30,000</u>	<u>\$ 38,182</u>	<u>\$ 34,317</u>

*The accompanying notes are an integral part of this Statement.*

CNC Chartered Professional Accountant  
**PLATFORM: CENTRE FOR PHOTOGRAPHIC & DIGITAL ARTS INC.**

**STATEMENT OF CASH FLOWS**

Year Ended March 31, 2022

	<u>2022</u>	<u>2021</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Excess of revenues over expenses (page 4)	\$ 3,865	\$ 33,116
<b>Net changes in working capital balances</b>		
Accounts receivable	10,632	(10,736)
Prepaid expenses	3,704	(4,922)
Accounts payable and accrued liabilities	(380)	508
Deferred revenue	<u>-</u>	<u>16,500</u>
<b>INCREASE IN CASH, during the year</b>	<b>\$ 17,821</b>	<b>\$ 34,466</b>
<b>CASH, beginning of year</b>	<u>38,370</u>	<u>3,904</u>
<b>CASH, end of year</b>	<u>\$ 56,191</u>	<u>\$ 38,370</u>

*The accompanying notes are an integral part of this Statement.*

CNC Chartered Professional Accountant

**PLATFORM: CENTRE FOR PHOTOGRAPHIC & DIGITAL ARTS INC.****NOTES TO FINANCIAL STATEMENTS**

March 31, 2021

**1. FORM AND PURPOSE OF ORGANIZATION**

Platform: Centre for Photographic & Digital Arts Inc. (formerly named The Floating Gallery Inc.) qualifies for tax exempt status as a registered charity under paragraph 149(1)(f) of the Income Tax Act and was incorporated in 1981 as a corporation without share capital. The gallery is a venue for exhibition, production, and education pertaining to all aspects of photo-based media.

**2. SIGNIFICANT ACCOUNTING POLICIES****Basis of Presentation:**

The organizations financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations applied within the framework of the accounting policies summarized below.

These financial statements include the following funds:

Internally Restricted Funds – Represents funds available for payment of future salaries and rent in the event of a cash shortfall. Any use of these funds requires explicit approval by the Board of Directors.

Unrestricted Fund – Represents funds available for program delivery and reports on funds available for immediate use.

**Capital Assets:**

All capital asset additions are expensed in the year of acquisition.

**Financial Instruments:**

The organization's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. The carrying amounts of the financial instruments listed approximate their fair values due to the short-term nature of these financial instruments.

Unless otherwise noted, it is management's opinion that the company is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximates their carrying values, unless otherwise noted.

**Measurement Uncertainty:**

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues, and expenses. The more subjective of such estimates is valuation of accounts receivable and deferred revenue. Management believes its estimates to be appropriate; however, actual results could differ from the amounts estimated.

**Revenue Recognition:**

The organization follows the deferral method of accounting for contributions. Under this method, restricted contributions are deferred and recognized as revenue in the period in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

In-kind donations are recorded at fair value at time of receipt.

Ancillary and registration fees are recognized as revenue at the time the service is rendered.

Earned revenue is recognized as revenue at time of transaction.

**3. CASH**

Cash consists of the following:

	<u>2022</u>	<u>2021</u>
Chequing account	\$ 22,991	\$ 23,345
Savings (reserve) account	<u>33,200</u>	<u>15,025</u>
	<u>\$ 56,191</u>	<u>\$ 38,370</u>

The organization has established a \$15,000 bank account overdraft which bears interest at 5.70%. The overdraft is unsecured.

**4. ACCOUNTS RECEIVABLE**

Accounts receivable consists of the following:

	<u>2022</u>	<u>2021</u>
Goods and Services Tax	\$ 304	\$ 277
Canada Emergency Wage and Rent Subsidies	-	12,526
Computershare Investor Services Inc.	1,687	-
Other	<u>180</u>	<u>-</u>
	<u>\$ 2,171</u>	<u>\$ 12,803</u>

**5. PREPAID EXPENSES**

Prepaid expenses consists of the following:

	<u>2022</u>	<u>2021</u>
Prepaid insurance	\$ 1,893	\$ 1,628
Prepaid rent	1,002	1,002
Prepaid artist fees	-	3,984
Prepaid other	<u>2,091</u>	<u>2,076</u>
	<u>\$ 4,986</u>	<u>\$ 8,690</u>

## 6. CAPITAL ASSETS CHARGED TO STATEMENT OF OPERATIONS

	<u>2022</u>	<u>2021</u>
Office and Production equipment purchases	\$ <u>7,102</u>	\$ <u>4,488</u>

## 7. DEFERRED CONTRIBUTIONS

Deferred contributions consist of the following:

	<u>2022</u>	<u>2021</u>
Winnipeg Arts Council – Operating grant	\$ <u>18,563</u>	\$ <u>18,563</u>

## 8. INTERFUND TRANSFER

The Board of Directors approved the transfer of funds between the unrestricted and internally restricted funds for purposes of paying future salaries and rent in the event of a cash shortfall.

## 9. LEASE COMMITMENT

The premises (including gallery, darkroom and storage) is leased on a month to month basis. The current monthly lease obligation is \$1,336.

## 10. ECONOMIC DEPENDENCE

The organization is economically dependent on funding from the three levels of government (City of Winnipeg, Province of Manitoba and the Government of Canada) for its continued operations.

## 11. SUBSEQUENT EVENTS

In March 2020, the World Health Organization declared a global pandemic due to the novel coronavirus (COVID-19). The situation is constantly evolving, and the measures put in place are having multiple impacts on local, provincial, national and global economies.

The overall effect of these events on the organization and its operations is too uncertain to be estimated at this time. The impacts will be accounted for when they are known and may be assessed.

**PLATFORM: CENTRE FOR PHOTOGRAPHIC & DIGITAL ARTS INC.**

**SCHEDULE OF REVENUES**

Year Ended March 31, 2022

	<u>2022</u>	<u>2021</u>
<b>EARNED REVENUE:</b>		
Memberships	\$ 450	\$ 510
Publication sales (refunds)	45	(300)
Interest and dividend income	<u>1,862</u>	<u>27</u>
	<u>\$ 2,357</u>	<u>\$ 237</u>
<b>REGISTRATION FEES:</b>		
Workshops	<u>\$ -</u>	<u>\$ 510</u>
<b>ANCILLARY FEES:</b>		
Co-Productions	\$ 2,500	\$ 4,000
Darkroom rental	500	1,250
Gallery rental	<u>-</u>	<u>1,000</u>
	<u>\$ 3,000</u>	<u>\$ 6,250</u>
<b>PRIVATE SECTOR:</b>		
Donations – corporate/individuals	\$ 96	\$ -
Donations – foundation	-	15,000
In-kind Donations	<u>-</u>	<u>500</u>
	<u>\$ 96</u>	<u>\$ 15,500</u>
<b>MUNICIPAL:</b>		
Winnipeg Arts Council – operating	<u>\$ 24,750</u>	<u>\$ 24,750</u>
<b>PROVINCIAL:</b>		
Manitoba Arts Council – operating	\$ 58,000	\$ 58,000
Province of Manitoba – Bridge Grant program	5,000	15,000
Province of Manitoba – Sector Support program	<u>6,000</u>	<u>-</u>
	<u>\$ 69,000</u>	<u>\$ 73,000</u>
<b>FEDERAL:</b>		
Canada Council for the Arts	\$ 45,000	\$ 45,000
Canada Emergency Wage and Rent Subsidies	<u>21,171</u>	<u>51,188</u>
	<u>\$ 66,171</u>	<u>\$ 96,188</u>

*The accompanying notes are an integral part of this Schedule.*

CNC Chartered Professional Accountant

**PLATFORM: CENTRE FOR PHOTOGRAPHIC & DIGITAL ARTS INC.****SCHEDULE OF SALARIES AND FEES EXPENSES**

Year Ended March 31, 2022

	<u>2022</u>	<u>2021</u>
Artist fees	\$ 43,471	\$ 53,072
Operations	63,018	71,883
Production and technical	<u>690</u>	<u>4,995</u>
	<u>\$ 107,179</u>	<u>\$ 129,950</u>

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CNC Chartered Professional Accountant

**PLATFORM: CENTRE FOR PHOTOGRAPHIC & DIGITAL ARTS INC.**

**SCHEDULE OF OPERATING EXPENSES**

Year Ended March 31, 2022

	<u>2022</u>	<u>2021</u>
<b>Production:</b>		
Awards	\$ -	\$ 6,000
Installation	1,731	3,819
Production equipment purchases (note 6)	2,044	3,902
Travel	4,529	2,042
Shipping	<u>767</u>	<u>412</u>
	<u>\$ 9,071</u>	<u>\$ 16,175</u>
<b>Administration:</b>		
Accounting and legal	\$ 5,893	\$ 5,900
Bank charges and interest	216	293
Equipment purchase (note 6)	5,058	586
Insurance	3,521	3,127
Internet account	856	854
Office supplies	3,578	1,525
Photocopies	37	30
Professional and gallery development	1,332	1,314
Other	3,201	681
Postage	222	188
Rent – gallery (note 9)	13,420	13,205
Repairs and maintenance	99	182
Telephone	<u>382</u>	<u>383</u>
	<u>\$ 37,815</u>	<u>\$ 28,268</u>
	<u>\$ 46,886</u>	<u>\$ 44,443</u>

*The accompanying notes are an integral part of this Schedule.*

CNC Chartered Professional Accountant

**PLATFORM: CENTRE FOR PHOTOGRAPHIC & DIGITAL ARTS INC.**

**SCHEDULE OF MARKETING, PROMOTION AND  
ANCILLARY SERVICES EXPENSES**

Year Ended March 31, 2022

	<u>2022</u>	<u>2021</u>
<b>MARKETING AND PROMOTION</b>		
Hospitality	\$ 2,495	\$ 1,446
Publicity	278	1,069
Web development	<u>819</u>	<u>776</u>
	<u>\$ 3,592</u>	<u>\$ 3,291</u>

**ANCILLARY SERVICES**

Darkroom:		
Equipment and supplies	\$ 488	\$ 882
Maintenance	-	39
Rent (note 6)	2,613	2,571
Utilities	81	126
Resource center materials	-	174
Workshops	<u>670</u>	<u>1,343</u>
	<u>\$ 3,852</u>	<u>\$ 5,135</u>

*The accompanying notes are an integral part of this Schedule.*

CNC Chartered Professional Accountant