

Cultural Spaces Canada Program APPLICATION GUIDELINES

I. PROGRAM OBJECTIVE

The Cultural Spaces Canada Program (CSC) contributes to improved physical conditions for artistic creativity and innovation. It is designed to increase and improve access for Canadians to performing arts, visual arts, media arts, and to museum collections, heritage displays and exhibitions. CSC supports the improvement, renovation and construction of arts and heritage facilities, and the acquisition of specialized equipment as well as conducting feasibility studies for cultural infrastructure projects.

II. EXPECTED RESULTS

The Cultural Spaces Canada Program will allow Canadians to participate in, and benefit from access to, activities provided through increased and improved arts and heritage facilities for creation, presentation, and exhibition. The program will result in the:

- increased number of cultural facilities and improved infrastructures;
- improved quality and standards of cultural facilities and infrastructures;
- enhanced effectiveness of the operations of funded organizations.

III. ELIGIBILITY CRITERIA

a) Applicants

Eligible applicants to the Cultural Spaces Canada Program include: non-profit arts and heritage organizations operating in a professional manner, incorporated and in good standing under Part II of the Canada Corporations Act or under corresponding provincial or territorial legislation. Projects presented by provincial/territorial, municipal or regional governments and their agencies, or equivalent Aboriginal peoples institutions or organizations (Aboriginal peoples include Inuit, Métis, Status and Non-Status people) will also be considered. Federal organizations and federal Crown corporations are not eligible for funding.

Applicants must have a clear artistic or heritage focus as part of their vision or mandate that is reflected in their by-laws and/or other governance documents.

For construction/renovation or specialized equipment projects only: Applicants must demonstrate that their organization has been active for at least one year before being eligible to apply to the Cultural Spaces Canada Program.

b) Projects

Costs associated with construction, adaptive re-use or renovation of buildings for arts and heritage activities that are delivered in a professional manner, specialized equipment purchases or feasibility studies are eligible. The program will not support regular or routine building maintenance costs.

IV. FUNDING

Generally, the program offers support of up to 33% of eligible project costs for construction, adaptive re-use or renovation, and of up to 50% of eligible project costs for specialized equipment purchases or feasibility studies.

Under **exceptional circumstances**, the program may consider increased levels of support towards eligible project costs. Exceptional circumstances are determined by the Department of Canadian Heritage and may include projects occurring in rural or remote areas, or in underserved populations (such as Aboriginal, youth, official language minority and culturally diverse communities) **where the need is clearly demonstrated and justified**.

V. ELIGIBLE COSTS

Eligible costs must be directly related to the project presented and to one of the following items:

- Feasibility studies related to CSC program objectives, such as those that examine approaches for the development of new facilities or the renovation of existing ones
- Fees and professional honoraria related to the project and to CSC program reporting requirements (including audit fees)
- Professional costs related to architectural or engineering designs, heritage studies, risk assessments, technical studies, and environmental assessments
- Costs related to the acquisition of a property
- Various fees related to property transfers
- Costs related to building, adaptive re-use or renovating a building, including materials, demolition, excavation, labour, etc. and related fixed capital costs
- Costs related to "green" construction and environmentally sound building practices (Please refer to the Environmental Guidelines for CSC clients available from the nearest Department of Canadian Heritage office or on the Departmental website at www.pch.gc.ca)
- Specialized equipment purchases as well as their installation costs and initial training
 related to their operation. For arts facilities, eligible types of specialized equipment
 include any piece of specialized technical equipment that is not permanently installed in
 the space and is specifically related to the artistic purpose of the facility. Examples for
 creation, production and/or presentation purposes include:
 - Sound systems
 - Lighting equipment
 - Stage curtains
 - Staging or rigging equipment
 - Multi-media equipment
 - Portable dance floors
- For heritage institutions, eligible types of specialized equipment include any piece of equipment specifically related to recognized museological or heritage practices including:
 - Lighting systems
 - Environment control
 - Storage systems
 - Security
 - Fire safety
- The following items are not eligible specialized equipment:
 - Musical instruments (eg. piano)
 - Office equipment, furniture or computers (in general)
 - Ticketing and marketing systems

Deficit financing is not an eligible expenditure.

VI. APPLYING FOR SUPPORT

Please read the following guidelines carefully.

- **a) Deadline:** Applications can be submitted to the nearest Department of Canadian Heritage office at anytime throughout the year. Please refer to the Departmental website at www.pch.gc.ca for office listings.
- **b) Application forms:** All applicants are advised to contact the nearest Department of Canadian Heritage office before completing an application. Departmental contact information and application forms are available on the Departmental website at www.pch.gc.ca.
- **c) Support material:** In addition to submitting the completed application form and responding to all relevant assessment questions, applicants must provide all the necessary support material as required by the application checklist.

Please be advised that the Cultural Spaces Canada program cannot fund projects retroactively; applicants are cautioned that entering into contractual agreements before receiving written confirmation that their application has been approved is at the applicant's own risk.

Your submission is subject to information requests under the Access to Information Act and the Privacy Act.

VII. ASSESSMENT PROCESS

Projects which best meet program objectives are selected through a two-stage process:

- i) A regional analysis will prioritize projects on the basis of the assessment criteria (see below) linked to the expected results of the CSC program including the extent to which the proposed project will serve the needs of underserved disciplines, underserved communities and underserved groups such as Aboriginal, youth, official language minority and culturally diverse communities.
- ii) Following regional analysis, projects are submitted to a National Review Committee that will evaluate and integrate regional strategies as part of a national program strategy incorporating the distribution of program investments across the country and the national needs of underserved disciplines, communities and groups.

VIII. ASSESSMENT CRITERIA

Applications are prioritized and assessed according to the following criteria:

Availability of Spaces

• Impact of the project on the number and/or capacity of available spaces for artistic creation or presentation, or for the exhibition and preservation of heritage collections at the local, regional and/or national level

Quality of Spaces

- Impact of the project on the modernization, security and safety of spaces for artistic creation or presentation, or for the exhibition and preservation of heritage collections
- Impact of the project on audience comfort and accessibility to artistic creation or presentation, or for the exhibition and preservation of heritage collections
- Benefits to other arts and heritage organizations at the local, regional and/or national level

Financial Feasibility of Project and Future Impact on the Organization

- Expected impact of the project on the level of satisfaction for artists, staff and other users (rental organizations, volunteers, etc.) toward working spaces for artistic creation or presentation, or for the exhibition and preservation of heritage collections
- Confirmation of other sources of revenues and the financial health of your organization
- Sound organizational management
- Expected level of self-generated revenues after the completion of your project
- · Deficit free operations after the completion of your project

Access to and Participation in Arts and Heritage Experiences

- Impact of the project on the capacity to reach new audiences or to enhance or diversify programming
- Impact of the project on underserved disciplines, communities and groups
- Links to the expected results of the CSC program
- Ability to measure the expected results of your project

Your answers to the assessment questions listed in the Application Form will be used to assess your request as well as to monitor the results of the project, should it be approved. **Please ensure that all relevant questions are fully and completely answered.**

Processing an application may take up to six months to complete. While an application may be assessed as meeting the CSC program objectives, funding is highly competitive and there is no guarantee of support.

IX. IF YOUR APPLICATION IS APPROVED

The Department of Canadian Heritage disburses funds under the CSC program in two ways, as a contribution, or as a grant. Assistance will take the form of a contribution for projects with financial support of \$25,000 or more. For financial support under \$25,000 of specialized equipment purchases or feasibility studies, assistance can take the form of a grant. The Department of Canadian Heritage will determine the type of funding agreement. Each type of funding agreement will outline specific requirements.

Acknowledgment of funding from the Cultural Spaces Canada Program

For construction or renovation projects receiving more than \$50,000 in program support, acknowledgement will be required in the form of a temporary sign posted on the construction site. This sign, prepared at the expense of the Department of Canadian Heritage, should be requested by the recipient 4 weeks before the construction or renovation work begins.

Upon completion of construction or renovation projects receiving more than \$50,000 in program support, acknowledgement will be provided by the Department of Canadian Heritage in the form of a permanent plaque to be installed and displayed in a publicly visible location at the expense of the recipient.

Reporting on Results

All recipients of funding under the CSC program are required to submit final reports. These reports include elements such as:

- An assessment of the project results and the extent to which the project has met program objectives
- Final project revenues and expenses (completed in the last column of Question 17 on the Application Form)
- Audited financial statements for projects receiving funding over \$50,000; or the financial reporting information for the project clearly highlighted within the organization's annual audited financial statements.

Recipients may also be subject to an independent project audit.

X. GLOSSARY

A not-for-profit **arts organization**, operating in a professional manner, is defined as an organization that creates, produces or presents works in dance, theatre, music, visual arts or media arts such as performing arts companies, artist run centres, arts festivals and other presenters, arts service organizations and national arts training institutions recognized as such through Department of Canadian Heritage funding programs. Such organizations may or may not include paid staff; and in most cases, engage professional artists and remunerate them for their work.

A **business plan** is a written document that describes an organization's current status and plans for several years into the future. It generally projects future opportunities for the organization and maps the financial, operational and marketing strategies that will enable the organization to achieve its goals. A business plan usually includes financial projections and targets, the size of markets (actual and potential) as well as information on market trends. A business plan describes how the organization is accountable to the community and its methods for monitoring and evaluating progress.

A **cash flow forecast** is a detailed summary of projected monthly revenues and expenditures presented in a spreadsheet format. A monthly cash flow forecast provides the opportunity to show the dollar amounts that an organization expects to collect and spend during the course of a project.

A **contribution** is a conditional payment to an organization for a specified purpose as outlined in a contribution agreement that notes conditions for payment and may require an audit.

A **feasibility study** is an independently written report conducted in advance of a project to determine the likelihood of the project's success. The study is a systematic evaluation designed to assess the desirability or practicality of developing a proposed project and should articulate what is required regarding space, functions, staffing and finances, as well as, include a needs assessment and market analysis. The written report includes the study's findings, recommendations, timetable and budget, fund raising strategy and capital campaign plan.

A **grant** is a payment made to an organization, which is not subject to an audit but for which the recipient will be required to submit a final report upon completion of project activities.

A not-for-profit **heritage organization**, operating in a professional manner, is defined as an organization with a mandate to collect, preserve, interpret, study and/or exhibit heritage collections for the public (including museums, archives, libraries, heritage centres, historic and natural heritage sites).

A **historic place** is a structure, building, group of buildings, district, landscape, archaeological site or other place in Canada that has been formally recognized for its heritage value.

In-kind contributions are materials or services that are donated to a project by either a third party or by the applicant. An in-kind contribution is considered a real contribution to the total cost of the proposed activities of the project but it is not reimbursable, as no money has changed hands. By definition, in-kind contributions are donations, therefore, there cannot be funding related to in-kind expenses. Donated materials or services may be eligible as an in-kind contributions if they:

- are essential to a project's success, eligible under the program guidelines and would otherwise be purchased and paid for by the recipient;
- can be measured at fair value at the date of contribution; (Fair value would be estimated using
 market or appraisal values at the date of contribution, i.e. fair value could be determined in
 relation to the purchase of similar materials and services);
- are recorded in the recipient's accounting books.

A **professional artist** is an individual who has specialized training in the field (not necessarily in academic institutions), who is recognized by his or her peers (artists working in the same artistic tradition), who is committed to devoting more time to the artistic activity if financially feasible, and who has a history of public presentation.