

GUIDELINES FOR APPLICANTS TO THE MUSIC RECORDING PRODUCTION FUND Preproduction Level, Level 1 Demo/Commercial Release, Level 2, Level 3

Objectives

To encourage culturally relevant and commercially viable music production activity in the Manitoba music recording industry by providing financial support for costs associated with music recordings. To encourage development of the Manitoba music recording industry's infrastructure by increasing production levels, marketability of projects, and improving skill levels.

Applicants may apply under one of four different program levels, which are described below.

Program Requirements for Applicants

Eligible applicants: The applicant must be an artist who is a Manitoba resident. The contact person can be a representative of the artist (e.g. manager, label, grant writer).

Ineligible applicants: Government departments, public agencies or other public institutions, and public or private broadcasting companies are not eligible.

Manitoba residency requirement: A Manitoba resident means an individual who is legally entitled to be and remain in Canada and is currently a resident of Manitoba and has been for not less than three hundred and sixty-five (365) days prior to the date of application to Manitoba Film & Music. In the case of partnerships, a minimum of 50% of the partnership must meet this residency requirement.

Minimum age: Please be advised that the minimum age for application to Manitoba Film & Music's programs is 18. In situations where the Artist does not meet the minimum age requirement, a parent or legal guardian may apply on their behalf, providing they agree to the terms and conditions provided in the program guidelines.

First-time applicants: We want to help you create the best application possible. Please set up a one-onone consultation with us to ensure you understand our programs and all the requirements. Please contact the Music Programs Director or Music Programs Coordinator prior to applying.

Artist/applicant in 'good standing': No new applications will be approved if an applicant has overdue files and/or is behind in their loan repayments to Manitoba Film & Music. Note: loan repayments are due up to March 31, 2020, and then forgiven.

Business registration and bank information: The applicant must be registered as a business or incorporated in Manitoba. Contact the Business Name Registration Department, 405 Broadway, 10th Floor, (204) 945-2500 to register your business name. In the case of applicants under the age of 18, a parent or legal guardian must be a signee on the business registration.

This business/incorporation must have a valid Manitoba chequing account to be used for this project. <u>Personal bank accounts, credit cards, and lines of credit are not permitted.</u>

Other funding: Applicants to Manitoba Film & Music must also apply to FACTOR, Canada Council for the Arts, and/or MUSICACTION if they meet these agencies' eligibility requirements, and indicate the amount applied for on the application. Manitoba inquiries to FACTOR may be directed to the agency's regional

evaluation coordinator at Manitoba Music (204) 942-8650.

Recording Program Guidelines for All Levels

Eligible recording projects: All types and genres of commercially viable music recordings are eligible to apply. Compilations by artists, record labels, management companies, and other such groups are not eligible. Live theatre or film projects not directly tied to a commercially released soundtrack recording are not eligible. Soundtracks must be commercially released and sold separately from the theatre or film project.

Unreleased Songs: The songs submitted with the application to the Level 1, 2, and 3 Recording Programs and intended for the finished project must be unreleased. For the Preproduction program, please submit example songs of previously released work.

Ownership: Copyright in completed projects must be beneficial and equitably owned by eligible Manitoba residents or eligible Manitoba companies.

Manitoba Film & Music accredited studios: For all program levels, except the Preproduction Level, recording must occur at or in partnership with a Manitoba Film & Music accredited Manitoba studio for the application to be eligible. Mixing costs are only eligible if they occur at a Manitoba Film & Music accredited studio. Mastering can occur at any mastering studio and be considered an eligible expense. See program details below for further details. Studios or producers seeking accreditation should visit www.mbfilmmusic.ca for more information.

Three application rule: An application is only eligible to be submitted three times to the juried recording program. After being declined for the third time, the artist would only be eligible to apply to the Music Recording Production Fund with a different recording project.

One application per deadline: Applicants may only apply to one Music Recording Production Fund level per deadline and may only be approved to each Recording level once per fiscal year (April 1st – March 31st).

2 year release window: Artist must release completed recording within two years of receipt of the letter of commitment. If artist fails in this, the funding awarded may be cancelled and all advanced funds returned. If the funds are not returned the artist will be placed in default.

Deadlines for Applications

Application deadlines: Manitoba Film & Music shall endeavour to hold juries 3 times a year. Current recording program deadlines are posted on www.mbfilmmusic.ca. Fully completed applications must be submitted by email copy before 5:00 PM for each scheduled deadline. Incomplete applications, or applications received after the deadline will be declined.

All applications must be submitted to Manitoba Film & Music prior to the commencement of the project to be eligible. Applications should be emailed to <u>music@mbfilmmusic.ca</u> in a downloadable Dropbox or Google Drive folder.

Application forms: Applications must be completed on current Manitoba Film & Music-supplied application forms. Self-generated documents, such as Word documents or Excel spreadsheets, will not be accepted. Check our website for the current editions of all applications and guidelines.

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 SUITE 410 - 93 LOMBARD AVENUE - WINNIPEG, MANITOBA - CANADA - R3B 3B1 – (P): (204) 947-2040 – (F): (204) 956-5261 www.mbfilmmusic.ca
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PREPRODUCTION LEVEL

Preproduction Level Overview

To allow songwriters and producers to work on material and develop songs to record in the studio. The applicant must deliver rough demos of two (2) new works at the end of the project. Production support is in the form of a flat award of **\$1,500**. Manitoba Film & Music's contribution will be in the form of a grant. Applicants do not need to work with an accredited studio for this level. Artists may only access this program once per fiscal year (April 1st – March 31st).

LEVEL 1 - DEMO or COMMERCIAL RELEASE

Level 1 Overview

To encourage the production of a high-quality recording by individual Manitoba recording artists or groups, which may be used as a Demo, or released commercially. Applicants may apply to record a minimum of one (1) song. The program will only allow for tracking in a non-accredited facility (such as a home studio, or jam space, etc.) if the project is done in partnership with a local accredited studio, where the accredited studio is serving as the producer or mixer. Manitoba Film & Music's contribution will be in the form of a grant. Artists may only access this program once per fiscal year (April 1st – March 31st).

Demo: A Demo is defined as a recording not intended for release or sale through any medium, including streaming. The project plan will highlight what the demo will be used for, including studio experience; soliciting an agent, manager, publicist, etc.; application to festivals, and so on. Production support is available up to 100% of the total approved budget, to a maximum of **\$2,000**.

Commercial release: A Commercial Release is defined as a recording intended for sale through any and all media. The marketing plan will highlight where it will be released, how it will be promoted, tour plans, etc. Production support is available up to 100% of the total approved budget, to a maximum of **\$3,000**.

LEVEL 2 PROGRAM - EP or FULL LENGTH ALBUM

Level 2 Overview

To encourage the production of recordings of five (5) or more songs by individual Manitoba recording artists or groups to be released for sale through any and all media. Manitoba Film & Music's contribution will be in the form of a grant and may be up to 75% of a project's total budget, to a maximum of **\$10,000**. Tracking must occur at an accredited recording studio. Mixing must occur at an accredited studio to be an eligible expense. Mastering can occur at any facility. The recording must be commercially released following its completion.

LEVEL 3 PROGRAM - FULL LENGTH ALBUM

Level 3 Overview

To encourage the production of full length recordings (minimum six (6) songs or twenty (20) minutes of music) by individual Manitoba recording artists or groups to be released for sale through any and all media. Manitoba Film & Music's contribution will be in the form of a grant and may be up to 60% of a project's total budget, to a maximum of **\$20,000**. The recording must be commercially released following its completion. Tracking must occur at an accredited studio. Mixing must occur at an accredited studio to be an eligible expense. Mastering can occur at any facility.

Level 3 Additional Eligibility Criteria

For Level 3 applications, the artist must have Manitoba Film & Music-recognized distribution <u>AND</u> have attained a minimum number of approved sales in order to apply for the program. Manitoba Film & Music-recognized distribution and minimum sales requirements may be achieved in the following ways:

- 1. Manitoba Film & Music-recognized distributor: The artist must be party to an executed agreement assuring national distribution of the proposed recording. Please see the list of approved distributors on Manitoba Film & Music's website.
- 2. **Minimum sales requirement**: The artist must have sold a minimum of 750 units of their most recent release through any combination of physical sales, streams, and/or monetized downloads*. These are quantified as follows:
 - a) Physical Sales
 - i) Each CD sold is equivalent of one unit sold
 - b) Download Sales and Streaming
 - i) Full album sales Each paid full-album download is the equivalent of one unit sold
 - ii) Individual track sales 5 paid individual track downloads is the equivalent of one unit sold
 - iii) Streams -1500 on demand album streams is the equivalent of one unit sold

*Must be supported by a current sales report from distributor

Evaluation Process, All Levels

Jury procedures and assessment: All projects will be submitted to a jury of peers for evaluation and must be approved by two juries unanimously. All submissions are evaluated based on the quality of the music, lyrics, vocals, musicianship, originality, radio airplay and sales potential, production team, artist history, touring plan, and particularly the project/marketing plan.

Timeline for approvals/decline notices: Processing and evaluation of applications will commence as soon as possible after the deadline dates. Manitoba Film & Music will endeavour to notify all applicants of the results within eight weeks.

Eligible Expenses

Eligible expenses: All expenses directly related to the production of the recording may be eligible (for example: Manitoba recording studio and mixing costs, artist fees, producer fees, mastering, manufacturing, etc). These expenses must be set out in advance in a budget submitted along with the application and approved by Manitoba Film & Music prior to the commencement of recording. <u>Note: A budget is not required for the Preproduction Level as it is a flat fee award</u>.

Any expenses incurred more than thirty (30) days before the application is submitted will not be accepted.

In-house costs: In-house costs are not accepted as eligible expenses.

Manufacturing costs: When a label pays for manufacturing and bills the artist at above manufacturing cost rates (e.g. wholesale), Manitoba Film & Music will only allow the artist to claim the actual per-unit manufacturing cost.

Self-producing artists: In cases where the artist is self-producing the recording, the producer fee is capped at \$300 per day. In cases where the artist is eligible for both artist fees and producer fees, only one may be claimed.

Out of Province producer fees: If an artist has engaged an out of province producer, the producer's fees

and travel expenses for working in an accredited Manitoba studio are eligible. Prior approval of such expenses by Manitoba Film & Music is required.

Per diems and artist fees: Per diems are capped at \$45 per artist, per day in the studio. Artist fees are capped at \$300 per day or session. Musicians can only claim artist fees and per diems for tracking the recording, not mixing or mastering. These expenses may be paid in cash and submitted for cost reporting purposes on a single signed receipt per person, for the full amounts paid out. Artist fees may be included as a donated service, paid expense, or a combination of the two, not to exceed \$300 per day or session*. In order to claim artist fees and per diems, a valid receipt signed by the recipient must be included in the final reporting.

*Manitoba Film & Music will permit an applicant to pay higher rates but will only allow the maximum of \$300 per day to be claimed as an eligible artist services day rate expense.

Donated Investment: Donated investment will be recognized as an eligible cost. Manitoba Film & Music will recognize up to a maximum of 25% of the final accepted total costs of the project in donated investment. Artist fees may be donated to a maximum of \$300 per day, per person performing, and a valid signed receipt must be submitted for cost reporting. If the full artist fee is claimed as donated, then no paid portion will be eligible. Only those donated expenses which appear on invoices shall be accepted.

Admin fee: An Administrative Fee is recognized as an eligible cost. Manitoba Film & Music will recognize up to a maximum of 15% of the final accepted total costs of the project or \$1500, whichever is less, as the Administrative Fee.

Financial Participation

Financing plan: Applicants must demonstrate the financial ability to manage and complete the project based on the budget submitted. A financing plan must be submitted along with the application. The financing plan can consist of a written statement saying how the applicant plans to finance the budget shortfall not covered by Manitoba Film & Music funding or other funds/revenues. <u>A financing plan is not required for the Preproduction level.</u>

Funding contributions: Applicants must disclose all other sources of financial assistance for the project. Manitoba Film & Music's contribution to the project combined with any other funding, including Government or terrestrial radio programs, cannot exceed 100% of the Total Eligible Budget.

Manitoba Film & Music credit and logo: Manitoba Film & Music's logo must be placed on all materials produced for this project as credit for funding and include the phrase "Produced with the financial participation of Manitoba Film & Music". Please refer to the Downloads section on www.mbfilmmusic.ca for print-ready graphics.

Approvals: Approval of all applications is at the discretion of Manitoba Film & Music. Manitoba Film & Music may impose modifications to the budget submitted.

Project changes: It is the applicant's responsibility to inform Manitoba Film & Music of any changes to the original budget, the creative direction, or the financing structure of the project in order for the project to remain eligible for funding.

Recoupment rules: As of April 1st, 2020, all recording programs are grants. Applicants with outstanding loans must deliver up to date reports for the period ending March 31st, 2020. The terms of the loans are detailed below:

Any music recordings commercially released on CD, or any other physical formats, are subject to a recoupment amount payable to Manitoba Film & Music of \$1.00 Per Unit sold. Manitoba Film & Music will Revised April 2020 by SC also be entitled to recoup 10% of digital sales and all other revenue paid to the applicant from the sale of Masters recorded under this program. This revenue may include but shall not be limited to online sales, and licenses for film and television. The Manitoba applicant/artist applying is solely responsible for all reporting and repayment for this project. Reports are due twice annually until the period ending March 31st, 2020.

Final Reporting

Preproduction level completion report requirement: Manitoba Film & Music requires artist fee invoice(s) showing artist fees, an employment report and two (2) rough demos of the new songs.

Level 1, 2, and 3 completion report requirement: Employment report, copies of the finished recording/songs (2 for digital releases, 15 for physical releases), and a cost report that includes all invoices and receipts directly related to the project, as well as their corresponding proof of payment.

Manitoba Film & Music accepts only the following as satisfactory forms of proof of payment:

- Copy of the FRONT AND BACK of a cleared cheque or
- Copy of Credit Card statement clearly indicating payee and amount disbursed or
- Copy of Bank Transfer/eTransfer or
- Copy of Money Order

Verification of services: Manitoba Film & Music will perform a test of invoices and canceled cheques, and this shall include contacting suppliers and/or payees for verification of submitted invoices and costs.

Receipt copies: Applicants must keep original copies of receipts submitted with their final reporting. Only photocopies of original receipts should accompany the final reporting paperwork. Any final reports submitted with original receipts will be returned to the applicant for resubmission in the proper format.

Payment types: Cash payments will only be accepted for those expenses that are less than \$150 and are substantiated by receipts from verified vendors. Cash payments to non-verified vendors or in amounts greater than \$150 will not be accepted. Artist Fees of \$300 or less that are paid in cash are exempt from the \$150 payment limit.

Please Note

The completed application form, along with support documents and demo/example songs must be delivered via a Dropbox or Google Drive link. Applications must be emailed to <u>music@mbfilmmusic.ca</u> prior to 5 PM on the day of the deadline. Applications sent in multiple emails will be declined.

Application materials will NOT be returned. All submissions become the property of Manitoba Film & Music.

Manitoba Film & Music reserves the right to review and amend the Music Recording Production Fund Program Guidelines at any time.

All required forms are available on the **Manitoba Film & Music** website under Music Programs: www.mbfilmmusic.ca