COMMUNITY FUTURES ST. PAUL - SMOKY LAKE REGION

Financial Statements

Year Ended March 31, 2025

To the Members of Community Futures St. Paul - Smoky Lake Region:

Opinion

We have audited the financial statements of Community Futures St. Paul - Smoky Lake Region (the "Organization"), which comprise the statements of financial position as at March 31, 2025, and the statements of revenues and expenses, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2025, and the results of its operations and its cash flows for the years then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO)..

Basis for Opinion

We conducted our audits in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Organization in accordance with the ethical requirements that are relevant to our audits of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The financial statements of the Community Futures St. Paul - Smoky Lake Region for the year ended March 31, 2024 were audited by Carlson Roberts Seely LLP of Drayton Valley, Alberta, Canada, prior to its merger with MNP LLP. Carlson Roberts Seely LLP expressed an unmodified opinion on those statements on June 19, 2024.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

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MNP

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audits and significant audit findings, including any significant deficiencies in internal control that we identify during our audits.

Drayton Valley, Alberta

June 11, 2025

MNP LLP

Chartered Professional Accountants

COMMUNITY FUTURES ST. PAUL - SMOKY LAKE REGION

Statement of Financial Position

March 31, 2025

	General Fund 2025	Restricted Non-repayable 2025	Restricted Repayable 2025	Restricted Disabled 2025	RRRF 2025	CGI 2025	Total 2025	Total 2024
ASSETS								
CURRENT								
Cash *(Note 3)*	$ 142,986	$ 408,851	$ 305,552	$ 292,920	$ 41,733	$ 35,233	$ 1,227,275	$ 1,435,755
Term deposits *(Note 4)*	41,914	-	-	-	-	-	41,914	40,170
GST and accounts receivable *(Note 5)*	9,428	-	-	-	-	-	9,428	28,749
Prepaid expenses	5,815	-	-	-	-	-	5,815	5,815
Interfund receivable *(Note 2)*	166,644	271,823	-	1,412	-	-	439,879	435,996
Current portion of investment loans receivable *(Note 19)*	-	187,350	155,955	-	168,745	32,951	545,001	561,214
	366,787	868,024	461,507	294,332	210,478	68,184	2,269,312	2,507,699
PROPERTY AND EQUIPMENT *(Net of accumulated amortization) (Note 6)*	3,527	-	-	-	-	-	3,527	9,495
LOANS AND NOTES RECEIVABLE *(Note 19)*	-	965,650	904,043	-	12,923	87,323	1,969,939	2,303,398
	$ 370,314	$ 1,833,674	$ 1,365,550	$ 294,332	$ 223,401	$ 155,507	$ 4,242,778	$ 4,820,592

See notes to financial statements

COMMUNITY FUTURES ST. PAUL - SMOKY LAKE REGION

Statement of Financial Position

March 31, 2025

	General Fund 2025	Restricted Non-repayable 2025	Restricted Repayable 2025	Restricted Disabled 2025	RRRF 2025	CGI 2025	Total 2025	Total 2024
LIABILITIES AND NET ASSETS								
CURRENT								
Accounts payable and accrued liabilities *(Note 8)*	$ 18,811	$ -	$ -	$ -	$ -	$ -	$ **18,811**	$ 628,362
Deferred revenue *(Note 9)*	126,304	-	-	-	-	-	**126,304**	130,203
Interfund payable *(Note 2)*	-	-	385,200	-	46,886	7,792	**439,878**	435,996
Current portion of long term debt *(Note 10)*	9,500	-	12,016	-	-	-	**21,516**	20,733
	154,615	-	397,216	-	46,886	7,792	**606,509**	1,215,294
LONG TERM DEBT *(Note 10)*	10,000	-	52,078	-	-	-	**62,078**	83,601
	164,615	-	449,294	-	46,886	7,792	**668,587**	1,298,895
NET ASSETS *(Notes 12, 14)*	205,699	1,833,674	916,256	294,332	176,515	147,715	**3,574,191**	3,521,697
	$ 370,314	$ 1,833,674	$ 1,365,550	$ 294,332	$ 223,401	$ 155,507	$ **4,242,778**	$ 4,820,592

ON BEHALF OF THE BOARD

_______________ *Director*

_______________ *Director*

See notes to financial statements

COMMUNITY FUTURES ST. PAUL - SMOKY LAKE REGION

Statement of Revenues and Expenditures

Year Ended March 31, 2025

	General Fund 2025	Restricted Non-repayable 2025	Restricted Repayable 2025	Restricted Disabled 2025	RRRF 2025	CGI 2025	Total 2025	Total 2024
REVENUES								
Federal contracts	$ 304,463	$ -	$ -	$ -	$ -	$ -	$ 304,463	$ 306,583
Projects and other	185,526	-	-	-	-	-	185,526	280,718
Investment interest	559	97,380	90,388	-	18,929	9,962	217,218	181,374
Bank interest	6,855	6,939	4,387	7,959	1,703	507	28,350	38,108
Loan fees and cost recoveries	3,600	80	-	-	-	(500)	3,180	11,739
Community Futures (RCED)	8,577	-	-	-	-	-	8,577	10,880
	509,580	104,399	94,775	7,959	20,632	9,969	747,314	829,402
EXPENSES								
Salaries and wages	269,985	-	-	-	-	-	269,985	325,352
Projects	142,348	-	-	-	-	-	142,348	190,396
Provision for loan loss (recovery)	-	12,831	(29,395)	-	57,802	(254)	40,984	330,254
Rent	32,683	-	-	-	-	-	32,683	32,399
Office	18,821	-	-	-	-	-	18,821	21,772
Professional fees	12,935	-	-	-	-	-	12,935	24,328
Telephone, utilities, and internet	11,584	-	-	-	-	-	11,584	9,945
Staff travle and meals	7,836	-	-	-	126	-	7,962	5,920
Bank charges and interest	3,299	114	4,719	-	-	-	8,132	8,198
Board member expenses	7,823	-	-	-	-	-	7,823	5,054
Amortization	5,968	-	-	-	-	-	5,968	7,674
Advertising and promotion	5,459	-	-	-	-	-	5,459	3,921
Professional development	4,408	-	-	-	-	-	4,408	4,012
Non-recoverable GST	3,973	-	-	-	-	-	3,973	856
Insurance	3,492	-	-	-	-	-	3,492	3,749
Video conferencing	224	-	-	-	-	-	224	1,943
RRRF Operating Expenses	109	-	-	-	-	-	109	350
Forgivable portion of loans	-	-	-	-	-	-	-	275,707
	530,947	12,945	(24,676)	-	57,928	(254)	576,890	1,251,830
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$ (21,367)	$ 91,454	$ 119,451	$ 7,959	$ (37,296)	$ 10,223	$ 170,424	$ (422,428)

See notes to financial statements

COMMUNITY FUTURES ST. PAUL - SMOKY LAKE REGION

Statement of Changes in Net Assets

Year Ended March 31, 2025

	General Fund 2025	Restricted Non-repayable 2025	Restricted Repayable 2025	Restricted Disabled 2025	RRRF 2025	CGI 2025	**Total 2025**	Total 2024
NET ASSETS - BEGINNING OF YEAR	$ 205,699	$ 1,763,587	$ 796,805	$ 286,373	$ 331,741	$ 137,492	**$ 3,521,697**	$ 4,536,437
Excess of revenues over expenses	(21,367)	91,454	119,451	7,959	(37,296)	10,223	**170,424**	(422,428)
Interest transfer *(Note 13)*	21,367	(21,367)	-	-	-	-	-	-
Contributions during the year	-	-	-	-	-	-	-	33,333
Repayments during the year	-	-	-	-	(117,930)	-	**(117,930)**	(24,770)
Amounts repayable	-	-	-	-	-	-	-	(600,875)
NET ASSETS - END OF YEAR	$ 205,699	$ 1,833,674	$ 916,256	$ 294,332	$ 176,515	$ 147,715	**$ 3,574,191**	$ 3,521,697

Breakdown of Net Assets

Year Ended March 31, 2025

	General Fund 2025	Restricted Non-repayable 2025	Restricted Repayable 2025	Restricted Disabled 2025	RRRF 2025	CGI 2025	**Total 2025**	Total 2024
Original contributions	$ -	$ 581,497	$ 600,000	$ 200,000	$ 841,525	$ 128,563	**$ 2,351,585**	$ 2,351,585
Earned net assets	205,699	1,252,177	316,256	94,332	(343,053)	19,152	**1,544,563**	1,492,069
Forgivable portion	-	-	-	-	(321,957)	-	**(321,957)**	(321,957)
	$ 205,699	$ 1,833,674	$ 916,256	$ 294,332	$ 176,515	$ 147,715	**$ 3,574,191**	$ 3,521,697

See notes to financial statements

COMMUNITY FUTURES ST. PAUL - SMOKY LAKE REGION

Statement of Cash Flows

Year Ended March 31, 2025

	General Fund 2025	Restricted Non-repayable 2025	Restricted Repayable 2025	Restricted Disabled 2025	RRRF 2025	CGI 2025	Total 2025	Total 2024
OPERATING ACTIVITIES								
Excess (deficiency) of revenues over expenses	$ (21,367)	$ 91,454	$ 119,451	$ 7,959	$ (37,296)	$ 10,223	$ 170,424	$ (422,428)
Items not affecting cash:								
Amortization of property and equipment	5,968	-	-	-	-	-	5,968	7,674
Forgiven portion of investments	-	-	-	-	-	-	-	275,707
Provision (recovery) of investment losses	-	12,831	(29,395)	-	57,802	(254)	40,984	330,254
	(15,399)	104,285	90,056	7,959	20,506	9,969	217,376	191,207
Changes in non-cash working capital:								
GST and accounts receivable	19,321	-	-	-	-	-	19,321	(23,560)
Accrued interest and loan fees receivable	-	(94)	(3,508)	-	(9,921)	157	(13,366)	4,617
Interest and loan fee write off	-	-	4,911	-	(1,069)	-	3,842	(2,075)
Accounts payable and accrued liabilities	(8,673)	-	(2)	-	(718,805)	-	(727,480)	17,038
Deferred revenue	(3,899)	-	-	-	-	-	(3,899)	34,987
Prepaid expenses	-	-	-	-	-	-	-	10,868
	6,749	(94)	1,401	-	(729,795)	157	(721,582)	41,875
Cash flow from (used by) operating activities	(8,650)	104,191	91,457	7,959	(709,289)	10,126	(504,206)	233,082
INVESTING ACTIVITIES								
Purchase of property and equipment	-	-	-	-	-	-	-	(2,742)
Repayment of loans and notes receivable	-	417,864	184,558	-	94,320	28,471	725,213	1,007,827
Addition to loans and notes receivable	-	(227,000)	(160,000)	-	-	(20,000)	(407,000)	(704,333)
Reinvested investment income	(1,746)	-	-	-	-	-	(1,746)	(3,868)
Cash flow from (used by) investing activities	(1,746)	190,864	24,558	-	94,320	8,471	316,467	296,884
FINANCING ACTIVITIES								
Inter-fund receivable/payable	(37,691)	24,964	(5,494)	-	1,584	16,636	(1)	-
RRRF operating loan	(9,500)	-	-	-	-	-	(9,500)	(11,620)
Contributions during the year	-	-	-	-	-	-	-	33,333
Contributions repaid during the year	-	-	-	-	-	-	-	(24,770)
Interest transfer	21,367	(21,367)	-	-	-	-	-	-

(continues)

See notes to financial statements

COMMUNITY FUTURES ST. PAUL - SMOKY LAKE REGION

Statement of Cash Flows *(continued)*

Year Ended March 31, 2025

	General Fund 2025	Restricted Non-repayable 2025	Restricted Repayable 2025	Restricted Disabled 2025	RRRF 2025	CGI 2025	Total 2025	Total 2024
Repayment of long term debt	-	-	(11,240)	-	-	-	**(11,240)**	(10,521)
Cash flow from (used by) financing activities	(25,824)	3,597	(16,734)	-	1,584	16,636	**(20,741)**	(13,578)
INCREASE (DECREASE) IN CASH FLOW	(36,220)	298,652	99,281	7,959	(613,385)	35,233	**(208,480)**	516,388
Cash - beginning of year	179,206	110,199	206,271	284,961	655,118	-	**1,435,755**	919,366
CASH - END OF YEAR *(Note 3)*	$ 142,986	$ 408,851	$ 305,552	$ 292,920	$ 41,733	$ 35,233	$ **1,227,275**	$ 1,435,754

See notes to financial statements