

EAGLE POINT BLUE RAPIDS PARKS COUNCIL

Financial Statements

Year Ended December 31, 2024

EAGLE POINT BLUE RAPIDS PARKS COUNCIL

Index to Financial Statements

Year Ended December 31, 2024

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Revenues and Expenditures	4
Statement of Changes in Net Assets	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 10

To the Members of Eagle Point Blue Rapids Parks Council:

Qualified Opinion

We have audited the financial statements of Eagle Point Blue Rapids Parks Council (the "Organization"), which comprise the statements of financial position as at December 31, 2024 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, except for the possible effects of the matter(s) described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2024 and the results of its operations, its remeasurement gains and losses and its cash flows for the years then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many charitable organizations, the organization derives revenue from sponsorships and donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to contributions, excess of revenues over expenses, current assets and net assets. Our audit opinion on the financial statements for the year ended December 31, 2024 was modified accordingly because of the possible effects of this limitation of scope.

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 qualified opinion.

Other Matter

The financial statements of the Eagle Point Blue Rapids Parks Council for the year ended December 31, 2023 were audited by Carlson Roberts Seely LLP of Drayton Valley, Alberta, Canada, prior to its merger with MNP LLP. Carlson Roberts Seely LLP expressed a qualified opinion on those statements on June 3, 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.

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 16, 2025

MNP LLP

Chartered Professional Accountants

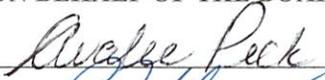
EAGLE POINT BLUE RAPIDS PARKS COUNCIL

Statement of Financial Position

December 31, 2024

	General Fund 2024	Externally Restricted Fund 2024	2024 2024	2023 2023
ASSETS				
CURRENT				
Cash	\$ 137,951	\$ 169,567	\$ 307,518	\$ 303,990
Accounts receivable	5,388	-	5,388	5,707
Goods and services tax recoverable	216	-	216	-
Prepaid expenses	788	-	788	-
	<u>\$ 144,343</u>	<u>\$ 169,567</u>	<u>\$ 313,910</u>	<u>\$ 309,697</u>
LIABILITIES AND NET ASSETS				
CURRENT				
Accounts payable	\$ 121	\$ -	\$ 121	\$ 4,409
Goods and services tax payable	-	-	-	128
Wages payable	3,669	-	3,669	1,566
Employee deductions payable	1,878	-	1,878	1,425
Deferred income (Note 3)	40,205	-	40,205	1,050
	<u>45,873</u>	<u>-</u>	<u>45,873</u>	<u>8,578</u>
NET ASSETS				
Reserve fund	75,000	-	75,000	75,000
Net assets	23,470	169,567	193,037	226,119
	<u>98,470</u>	<u>169,567</u>	<u>268,037</u>	<u>301,119</u>
	<u>\$ 144,343</u>	<u>\$ 169,567</u>	<u>\$ 313,910</u>	<u>\$ 309,697</u>

ON BEHALF OF THE BOARD



Director



Director

EAGLE POINT BLUE RAPIDS PARKS COUNCIL

Statement of Revenues and Expenditures

Year Ended December 31, 2024

	General Fund 2024	Externally Restricted Fund 2024	2024 2024	2023 2023
REVENUES				
Grant revenue	\$ 108,799	\$ 102,183	\$ 210,982	\$ 244,504
Sponsorships	-	38,059	38,059	49,618
Event revenue	-	33,186	33,186	6,411
Cash donations	-	3,020	3,020	4,492
Service revenue	1,273	7,042	8,315	4,434
	<u>110,072</u>	<u>183,490</u>	<u>293,562</u>	<u>309,459</u>
EXPENSES				
Core contractors	50,602	68,334	118,936	98,023
Salaries and wages	41,392	59,500	100,892	70,063
Supplies	3,487	31,349	34,836	47,728
Sub-contracts	-	24,041	24,041	59,216
Office	4,948	7,763	12,711	15,718
Rental	12,066	-	12,066	-
Advertising and promotion	299	9,280	9,579	7,365
Professional fees	4,647	-	4,647	4,250
Utilities	-	4,018	4,018	2,823
GST Expense	1,787	2,128	3,915	5,647
Insurance	1,986	1,244	3,230	3,577
Travel	137	2,364	2,501	4,388
Telephone	1,503	702	2,205	2,163
Interest and bank charges	751	-	751	248
Training	-	708	708	2,477
Repairs and maintenance	615	-	615	-
Legacy fund contribution	100	-	100	10,000
Amortization	-	-	-	13,663
	<u>124,320</u>	<u>211,431</u>	<u>335,751</u>	<u>347,349</u>
DEFICIENCY OF REVENUES OVER EXPENSES FROM OPERATIONS	(14,248)	(27,941)	(42,189)	(37,890)
OTHER INCOME				
Interest income	8,481	626	9,107	13,685
DEFICIENCY OF REVENUES OVER EXPENSES	<u>\$ (5,767)</u>	<u>\$ (27,315)</u>	<u>\$ (33,082)</u>	<u>\$ (24,205)</u>

See notes to financial statements

EAGLE POINT BLUE RAPIDS PARKS COUNCIL

Statement of Changes in Net Assets

Year Ended December 31, 2024

	General Fund Net Asset 2024	Externally Restricted Fund Net Asset 2024	General Fund Reserve 2024	2024 Total 2024	2023 Total 2023
NET ASSETS - BEGINNING OF YEAR	\$ 29,237	\$ 196,882	\$ 75,000	\$ 301,119	\$ 325,324
Deficiency of revenues over expenses	(5,767)	(27,315)	-	(33,082)	(24,205)
NET ASSETS - END OF YEAR	\$ 23,470	\$ 169,567	\$ 75,000	\$ 268,037	\$ 301,119

See notes to financial statements

EAGLE POINT BLUE RAPIDS PARKS COUNCIL

Statement of Cash Flows

Year Ended December 31, 2024

	General Fund 2024	Externally Restricted Fund 2024	2024 2024	2023 2023
OPERATING ACTIVITIES				
Deficiency of revenues over expenses	\$ (5,767)	\$ (27,315)	\$ (33,082)	\$ (24,205)
Item not affecting cash:				
Amortization of property, plant and equipment	-	-	-	13,663
	<u>(5,767)</u>	<u>(27,315)</u>	<u>(33,082)</u>	<u>(10,542)</u>
Changes in non-cash working capital:				
Accounts receivable	319	-	319	(5,707)
Accounts payable	(4,288)	-	(4,288)	(14,883)
Deferred income	39,155	-	39,155	945
Prepaid expenses	(788)	-	(788)	-
Goods and services tax payable	(344)	-	(344)	4,157
Wages payable	2,103	-	2,103	1,566
Employee deductions payable	453	-	453	27
CEBA loan	-	-	-	(40,000)
	<u>36,610</u>	<u>-</u>	<u>36,610</u>	<u>(53,895)</u>
Cash flow from (used by) operating activities	<u>30,843</u>	<u>(27,315)</u>	<u>3,528</u>	<u>(64,437)</u>
INVESTING ACTIVITY				
Purchase of property, plant and equipment	-	-	-	(13,663)
Cash flow from (used by) investing activity	<u>-</u>	<u>-</u>	<u>-</u>	<u>(13,663)</u>
INCREASE (DECREASE) IN CASH FLOW	30,843	(27,315)	3,528	(78,100)
Cash - beginning of year	<u>107,108</u>	<u>196,882</u>	<u>303,990</u>	<u>382,090</u>
CASH - END OF YEAR	\$ 137,951	\$ 169,567	\$ 307,518	\$ 303,990

EAGLE POINT BLUE RAPIDS PARKS COUNCIL

Notes to Financial Statements

Year Ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The council is a not-for-profit organization incorporated under the Alberta Societies Act. It manages and operates Eagle Point Provincial Park and Blue Rapids Provincial Recreational Area, provides consulting and management services to various groups of interest in respect to Eagle Point Provincial and Blue Rapids Recreational Parks, and offers environmental, experiential education programs to the local community.

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Cash and short term investments

Cash and cash equivalents consist primarily of deposits with an original maturity date of purchase of three months or less. Because of the short term maturity of these investments, their carrying amount approximates fair value.

Fund accounting

Eagle Point Blue Rapids Parks Council follows the restricted fund method of accounting for contributions.

The Restricted Fund accounts for the organization's operating costs, operating grants and other revenues designated as restricted by external funding sources.

The General Fund accounts for other operating costs, operating grants and revenues not externally restricted. Within the General Fund is the Council's Reserve Fund, which was created, by way of Board resolution, to cover cash shortfalls. The balance of this fund is reviewed on an annual basis by the Board of Directors.

Recognition of contributions

The Council follows the restricted fund method of accounting for contributions. Externally restricted contributions are recognized when they are received in the restricted fund. Unrestricted contributions are recognized in the general fund, with the exception that amounts received to fund specific expenditures are included in revenue in the year the funds are expended.

Contributed services

The operations of the Council depend on both the contribution of time by volunteers and donated materials from various sources. Because of the difficulty of compiling these hours, contributed services are not recognized in the financial statements.

Contributed goods

Contributed goods are recorded at their fair market value at the time of the donation. During the year \$0 in goods were donated (2023 - \$0).

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

(continues)

EAGLE POINT BLUE RAPIDS PARKS COUNCIL

Notes to Financial Statements

Year Ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Equipment

Equipment is recorded at cost less accumulated amortization. Equipment is fully amortized in the year it is purchased.

Income taxes

The Council is a not-for-profit organization. Accordingly, no provision is made for income taxes pursuant to Section 149(1) of the Income Tax Act.

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

2. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated amortization	2024 Net book value	2023 Net book value
Motor vehicles	\$ 20,000	\$ 20,000	\$ -	\$ -
Office equipment, furniture	36,723	36,723	-	-
Computer equipment	36,163	36,163	-	-
	<u>\$ 92,886</u>	<u>\$ 92,886</u>	<u>\$ -</u>	<u>\$ -</u>

3. DEFERRED INCOME

Deferred income consists of facility deposits and the unspent portion of a grant received from Forest Resource Improvement Association of Alberta (FRIAA).

FRIAA	\$ 39,805	\$ -
Wedding deposits	400	1,050
	<u>\$ 40,205</u>	<u>\$ 1,050</u>

EAGLE POINT BLUE RAPIDS PARKS COUNCIL

Notes to Financial Statements

Year Ended December 31, 2024

4. RELATED PARTY TRANSACTIONS

a) During the year, the Council entered into transactions with the following related parties:

Drayton Sand and Gravel, Chair's corporation
Drayton Redi-Mix Ltd, Chair's corporation
Dennis McGinn Holdings Ltd., Chair's corporation
Koerr Inc, Executive director's corporation
Sandra Bannard, Executive director
Kara Westerlund, Director
Cody Books, Director
Patricia Jeffery, Director
Fayrell Wheeler, Director

b) The Council entered into the following transactions with related parties.

	<u>2024</u>	<u>2023</u>
<u>Revenues</u>		
Sponsorship	\$ 3,000	\$ -
Program registration	550	-
Program/sales/equipment rental revenue	<u>653</u>	<u>95</u>
	<u>\$ 4,203</u>	<u>\$ 95</u>

These transactions are in the normal course of the operations and have been valued in these financial statements at the exchange amount which is the amount of consideration established and agreed to by the related parties.

c) The Council has no outstanding balances to/from related parties at year end.

5. ECONOMIC DEPENDENCE

The Council is mainly funded by grants and is economically dependent upon them.

EAGLE POINT BLUE RAPIDS PARKS COUNCIL

Notes to Financial Statements

Year Ended December 31, 2024

6. FINANCIAL INSTRUMENTS

The council is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the society's risk exposure and concentration as of December 31, 2024.

(a) Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The society's credit risk is reduced by the fact that the carrying value of cash, accounts receivable, accounts payable, accrued liabilities and wages payable approximates its fair value due to the immediate or short term maturity of these instruments.

(b) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the organization manages exposure through its normal operating and financing activities. The organization is exposed to interest rate risk primarily through its floating interest rate bank indebtedness and credit facilities.