CAMROSE ASSOCIATION FOR COMMUNITY LIVING

Financial Statements

For the Year Ended March 31, 2025

METRIX GROUP LLP
CHARTERED PROFESSIONAL ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors (the "Board") of Camrose Association for Community Living

Opinion

We have audited the financial statements of Camrose Association for Community Living (the "Association"), which comprise the statement of financial position as at March 31, 2025, and the statements of operations, 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 Association as at March 31, 2025, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Opinion

We conducted our audit 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 Association in accordance with ethical requirements that are relevant to our audit 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.

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 ASNPO, 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 Association'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 Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association'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.

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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 Association'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 Association'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 Association 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 audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Metrix Group LLP

Chartered Professional Accountants

Edmonton, Alberta
June 11, 2025

CAMROSE ASSOCIATION FOR COMMUNITY LIVING
Statement of Financial Position
As at March 31, 2025

	2025	2024
ASSETS		
CURRENT		
Cash	**$ 318,035**	$ 442,076
Investments *(Note 3)*	**3,366,666**	3,093,689
Accounts receivable	**414,315**	445,266
Goods and services tax recoverable	**10,355**	10,905
Prepaid expenses	**19,012**	13,069
	4,128,383	4,005,005
TANGIBLE CAPITAL ASSETS *(Note 4)*	**2,401,343**	2,334,694
	$ 6,529,726	$ 6,339,699
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	**$ 70,049**	$ 49,236
Salaries, vacation and benefits payable *(Note 5)*	**386,289**	388,423
Deferred contributions *(Note 6)*	**211,643**	196,029
	667,981	633,688
DEFERRED CAPITAL CONTRIBUTIONS *(Note 7)*	**954,576**	961,378
	1,622,557	1,595,066
NET ASSETS		
Unrestricted	**578,574**	349,355
Internally restricted *(Note 8)*	**2,881,827**	3,021,962
Invested in tangible capital assets	**1,446,768**	1,373,316
	4,907,169	4,744,633
	$ 6,529,726	$ 6,339,699

ON BEHALF OF THE BOARD

_______________ *Director*

_______________ *Director*

The accompanying notes are an integral part of these financial statements

CAMROSE ASSOCIATION FOR COMMUNITY LIVING

Statement of Operations

For the Year Ended March 31, 2025

	2025	2024
REVENUE		
Government contracts and grants	**$ 5,590,903**	$ 5,576,649
Investment income	**183,900**	101,047
Rent	**169,518**	141,517
Other grants	**152,853**	181,613
Amortization of deferred capital contributions	**88,388**	85,967
Fundraising *(Note 6)*	**57,005**	116,625
Other income	**41,748**	55,281
Donations	**22,865**	71,569
Membership dues	**3,400**	2,395
Fees and recoveries	**630**	5,378
	6,311,210	6,338,041
EXPENSES		
Wages and employee benefits	**5,525,257**	5,662,171
Repairs and maintenance	**136,253**	105,662
Telephone and utilities	**124,033**	128,759
Amortization of tangible assets	**119,296**	113,809
Program materials, projects and recreation	**99,156**	146,661
Travel	**59,248**	69,174
Insurance and licenses	**50,278**	47,896
Investment management fees	**33,266**	30,592
Development and training	**27,938**	43,357
Office supplies and postage	**25,499**	27,186
Professional fees	**21,634**	38,017
Memberships	**17,674**	10,548
Interest and bank charges	**10,704**	9,573
Rent	**9,529**	9,262
Janitorial supplies	**3,478**	3,275
Scholarships	**3,000**	5,100
Advertising and promotion	**2,428**	4,010
Meetings	**1,160**	1,326
	6,269,831	6,456,378
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES FROM OPERATIONS	**41,379**	(118,337)
INCREASE (DECREASE) IN FAIR VALUE OF INVESTMENTS	**121,157**	214,331
EXCESS OF REVENUE OVER EXPENSES	**$ 162,536**	$ 95,994

CAMROSE ASSOCIATION FOR COMMUNITY LIVING

Statement of Changes in Net Assets

For the Year Ended March 31, 2025

	Unrestricted	Internally Restricted	Invested in Tangible Capital Assets	**2025**	2024
NET ASSETS - BEGINNING OF YEAR	$ 349,355	$ 3,021,962	$ 1,373,316	**$ 4,744,633**	$ 4,648,639
Excess (deficiency) of revenue over expenses	162,536	-	-	**162,536**	95,994
Purchase of tangible capital assets	(185,945)	-	185,945	**-**	-
Amortization of tangible capital assets	119,296	-	(119,296)	**-**	-
Receipt of deferred capital contributions	81,585	-	(81,585)	**-**	-
Amortization of deferred capital contributions	(88,388)	-	88,388	**-**	-
Transfers to (from) reserves	140,135	(140,135)	-	**-**	-
NET ASSETS - END OF YEAR	$ 578,574	$ 2,881,827	$ 1,446,768	**$ 4,907,169**	$ 4,744,633

CAMROSE ASSOCIATION FOR COMMUNITY LIVING

Statement of Cash Flows

For the Year Ended March 31, 2025

	2025	2024
OPERATING ACTIVITIES		
Excess of revenue over expenses	**$ 162,536**	$ 95,994
Items not affecting cash:		
Amortization of tangible capital assets	**119,296**	113,809
Amortization of deferred capital contributions	**(88,388)**	(85,967)
Unrealized gain on marketable securities	**(121,157)**	(214,331)
	72,287	(90,495)
Changes in non-cash working capital:		
Accounts receivable	**30,951**	58,904
Goods and Services Tax recoverable	**550**	2,027
Prepaid expenses	**(5,943)**	40,237
Accounts payable and accrued liabilities	**20,813**	(56,133)
Salaries and employee benefits payable	**(2,134)**	47,461
Deferred contributions	**15,614**	46,831
	59,851	139,327
Cash flow from operating activities	**132,138**	48,832
INVESTING ACTIVITIES		
Purchase of tangible capital assets	**(185,945)**	(336,863)
Purchase of investments, net	**(151,819)**	(119,711)
Cash flow used by investing activities	**(337,764)**	(456,574)
FINANCING ACTIVITY		
Deferred capital contributions received	**81,585**	42,475
DECREASE IN CASH FLOW	**(124,041)**	(365,267)
CASH - BEGINNING OF YEAR	**442,076**	807,343
CASH - END OF YEAR	**$ 318,035**	$ 442,076

1. AUTHORITY AND PURPOSE

Camrose Association for Community Living (the "Association") is a local organization serving Camrose and area, operating programs to provide service to and advocate for persons with developmental disabilities, acquired brain injury and families facing barriers.

The Association is incorporated under the Societies Act (Alberta) as a not for profit organization and is a registered charity under the Income Tax Act (Canada). As such it is exempt from income taxes, able to issue donation receipts for income tax purposes and is annually required to disburse a minimum amount.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO), Part III of the Chartered Professional Accountants of Canada Handbook as issued by Canadian Accounting Standards Board.

Revenue recognition

The Association follows the deferral method of accounting for contributions.

Government operating grants are recognized as revenue either in the period received, or, where the grants relate to a future period, they are deferred and recognized in a subsequent period. Revenues received for the provision of goods and services are recognized in the period in which the goods are provided or the services rendered.

Contributions restricted for purposes other than the acquisition of capital assets are deferred and recognized as revenue in the year in which the related expenses are incurred. Contributions restricted for the acquisition of capital assets having a limited life are deferred and recorded as deferred capital contributions in the period in which they are expended. Deferred capital contributions are amortized to revenue over the useful lives of the related assets.

Interest income is recognized when earned, dividend income when received and realized gains and losses on investments on the actual settlement date.

Contributed services

The operations of the Association depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

Cash and Cash Equivalents

Cash includes cash on hand and balances with banks, net of outstanding cheques and deposits.

Cash equivalents include liquid and short term investments readily convertible to cash with a maturity date of 3 months or less from the date of investment.

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

Tangible capital assets

Tangible capital assets are stated at cost and are amortized on a straight-line basis at the following rates:

Buildings	40 years
Automotive	5 years
Computer hardware	5 years
Computer software	5 years
Furniture and equipment	5 years
Suites	20 years

The amortization method and estimated useful life is reviewed on a regular basis.

Impairment of long lived assets

The Association tests for impairment whenever events or changes in circumstances indicate that the carrying amount of an item or class of capital assets may not be recoverable. The recoverability of long-lived assets is based on the net recoverable amounts determined on an undiscounted cash flow basis. If the carrying amount of an asset exceeds its net recoverable amount, an impairment loss is recognized to the extent that fair value is below the asset's carrying amount. Fair value is determined based on quoted market prices where available, otherwise on discounted cash flows over the life of the asset.

Financial instruments

Measurement of financial instruments

A financial asset or liability is recognized when the Association becomes party to contractual provisions of the instrument. The Association initially measures its financial assets and liabilities at fair value (except for those with non-arm's length parties) adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instruments.

The Association subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in net income.

Financial assets measured at amortized cost include cash and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Financial assets measured at fair value include investments quoted in an active market.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

Transaction costs

The Association recognizes its transaction costs in net income in the period incurred. However, the carrying amount of the financial instruments that will not be subsequently measured at fair value is reflected in the transaction costs that are directly attributable to their organization, issuance or assumption.

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

Financial instruments in related party transactions

Financial assets and financial liabilities in related party transactions are initially measured at cost, with the exception of certain instruments which are initially measured at fair value. The Association does not have any financial assets or financial liabilities in related party transactions which are initially measured at fair value.

Gains or losses arising on initial measurement differences are generally recognized in net income when the transaction is in the normal course of operations, and in equity when the transaction is not in the normal course of operations, subject to certain exceptions.

Financial assets and financial liabilities recognized in related party transactions are subsequently measured based on how the Association initially measured the instrument. Financial instruments initially measured at cost are subsequently measured at cost, less any impairment for financial assets. Financial instruments initially measured at fair value, of which the Association has none, would be subsequently measured at amortized cost or fair value based on certain conditions.

Use of estimates and measurement uncertainty

In preparing the Associations financial statements in conformity with ASNPO, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Management reviews the carrying amounts of items in the financial statements at each balance sheet date to assess the need for revision or any possibility of impairment. Management determines these estimates based on assumptions that reflect the most probable set of economic conditions and planned courses of action. Accrual results could differ from those estimates.

Items subject to significant estimates are allowance for uncollectible accounts receivable and useful lives of capital assets, and fair value of investments.

3. INVESTMENTS

	2025 Cost	**2025 Market value**	2024 Cost	2024 Market value
Equities quoted in an active market	**$ 1,082,162**	**$ 1,608,367**	$ 1,058,414	$ 1,524,172
Bonds and preferred shares quoted in an active market	**1,619,747**	**1,574,850**	1,510,050	1,404,444
Cash and cash equivalents	**183,449**	**183,449**	165,073	165,073
	$ 2,885,358	**$ 3,366,666**	$ 2,733,537	$ 3,093,689

4. TANGIBLE CAPITAL ASSETS

	Cost	Accumulated amortization	**2025 Net book value**	2024 Net book value
Land	$ 304,225	$ -	**$ 304,225**	$ 304,225
Buildings	3,807,568	1,791,661	**2,015,907**	1,945,104
Automotive	138,087	104,959	**33,128**	49,692
Computer hardware	80,950	69,655	**11,295**	-
Computer software	16,811	16,811	**-**	-
Furniture and equipment	413,177	376,389	**36,788**	35,673
Suites	61,781	61,781	**-**	-
	$ 4,822,599	$ 2,421,256	**$ 2,401,343**	$ 2,334,694

	Cost	Accumulated amortization	**2025 Net book value**	2024 Net book value
Land consists of:				
Erik's residence	$ 29,409	$ -	**$ 29,409**	$ 29,409
Sam's residence	31,800	-	**31,800**	31,800
Burgess	42,500	-	**42,500**	42,500
Phyl's residence	13,321	-	**13,321**	13,321
Barrier free house	90,580	-	**90,580**	90,580
Randy's residence	96,615	-	**96,615**	96,615
	$ 304,225	$ -	**$ 304,225**	$ 304,225
Buildings consists of:				
Erik's residence	363,560	222,080	**141,480**	147,140
Sam's residence	331,951	207,060	**124,891**	129,686
Burgess	1,873,382	978,248	**895,134**	785,343
Phyl's residence	366,955	203,093	**163,862**	170,603
Barrier free house	686,658	171,927	**514,731**	531,897
Randy's residence	185,062	9,253	**175,809**	180,435
	$ 3,807,568	$ 1,791,661	**$ 2,015,907**	$ 1,945,104

5. GOVERNMENT REMITTANCES PAYABLE

Included in salaries and employee benefits payable are $51,063 (2024 - $51,781) of government remittances payable.

6. DEFERRED CONTRIBUTIONS

Deferred contributions represent unspent funds externally restricted for specific purposes as well as restricted operating funds received in the current year and spent in a subsequent year. The deferred contribution balances for the year are as follows:

	2025	2024
Summer Camp	$ 74,745	$ 70,008
PCAP	25,229	21,608
Casino	23,120	23,114
Healthy Families (TIPS)	18,989	21,571
SingAble	18,744	7,427
Community Inclusive Learning	18,073	11,516
Home Visitation - Camrose	14,674	-
Family Support Core	7,044	-
Jobs for Youth	-	32,107
Rose Club	5,000	-
Healthy Families - Fund a Need	2,900	-
Next Level Wellness	-	7,135
Barrier Reduction	1,398	1,623
Fund Development (Scholarships)	1,100	100
Home Visitation - Wainwright	627	-
	$ 211,643	$ 196,209

During the year ended March 31, 2025, the Association raised $92,349 (2024 - $118,741) through Charity Auction fundraising activities, of which $50,305 (2024 - $99,523) has been recognized as revenue during the year. Included in deferred contributions as at March 31, 2025 is the remaining $42,044 (2024 - $19,218), of which $22,044 (2024 - $19,218) is for Family Support and $15,000 (2024 - $nil) is for SingAble and $5,000 (2024 - $nil) is for Rose Club.

7. DEFERRED CAPITAL CONTRIBUTIONS

Deferred capital contributions are donations and grants with which the Association's tangible capital assets were originally purchased. The donations and grants are recognized as revenue at the same rate as the capital assets are amortized. The changes in the deferred capital contributions during the year are as follows:

	2025	2024
Balance at beginning of the year	$ 961,378	$ 1,004,870
Current year additions and transfers	81,585	42,475
Amortization of deferred capital contributions	(88,388)	(85,967)
Balance at end of the year	$ 954,575	$ 961,378

8. INTERNALLY RESTRICTED NET ASSETS

	2025	2024
Building and equipment reserve	$ 438,241	$ 566,694
Program reserve	774,147	781,209
Contingency reserve	1,669,439	1,674,059
	$ 2,881,827	$ 3,021,962

9. CHARITABLE FUND-RAISING ACT AND REGULATIONS COMPLIANCE

Section 8 of the Alberta Charitable Fund-raising Act and Section 7(2) of the Alberta Charitable Fund-raising Regulations require the financial information return and audited financial statements to contain certain information related to contributions and related expenses.

Total compensation paid to employees whose principal duties involve fundraising was $39,716 (2024 – $36,553). Total expenses incurred for the purpose of soliciting contributions were $24,809 (2024 – $36,888).

10. FINANCIAL INSTRUMENTS

The Association is exposed to various risk through its financial instruments. The following analysis provides a measure of the Association's risk exposures and concentrations as at March 31, 2025.

a) Credit risk
Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. As the Association is funded primarily by government and other grants, it is not subject to significant credit risk.

b) Liquidity risk
The Association's liquidity risk represents the risk that the Association could encounter difficulty in meeting obligations associated with its financial liabilities, specifically its accounts payable. The Association has determined that it is not exposed to a significant amount of liquidity risk with respect to its accounts payable. There has been no significant change in exposure from the prior year.

c) Market risk
Market risk is the risk that the fair value or future cash flows of a financial instrument (equity investments) will fluctuate because of changes in market prices. The Association is subject to market risk on its equity investments. The Association mitigates market risk through asset class diversification and quality constraints.

d) Interest rate risk
Interest rate risk is the risk that the fair value or future cash flows of a financial instrument (equity investments) will fluctuate because of changes in market interest rates.

11. ECONOMIC DEPENDENCE

The Association is financially dependent on the Government of Alberta for the majority of its funding through contract for services. Should this funding cease, the Association would not be able to continue to operate without alternate sources of revenue.

12. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.