

FINANCIAL STATEMENTS

ST. ALBERT COMMUNITY

FOUNDATION

YEAR ENDED DECEMBER 31, 2021

ST. ALBERT COMMUNITY FOUNDATION
Financial Statements
Year Ended December 31, 2021

ST. ALBERT COMMUNITY FOUNDATION
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Year Ended December 31, 2021

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July 19, 2022
Edmonton, Alberta

INDEPENDENT AUDITOR'S REPORT

To the Directors of St. Albert Community Foundation

Qualified Opinion

We have audited the financial statements of St. Albert Community Foundation (the Foundation), which comprise the statement of financial position as at December 31, 2021, and the statements of changes in net assets, revenues and expenditures and cash flow 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 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, 2021, and the results of its operations and cash flow for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Qualified Opinion

In common with many not-for-profit organizations, the Foundation derives revenue from fundraising activities the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Foundation. Therefore, we were not able to determine whether any adjustments might be necessary to revenues, excess of revenues over expenses, and cash flows from operations for the year ended December 31, 2021, current assets and net assets as at December 31, 2021. Our audit opinion on the financial statements for the year ended December 31, 2020 was modified accordingly because of the possible effects of this limitation of scope.

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 Organization 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 qualified audit 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 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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**Independent Auditor's Report to the Directors of St. Albert Community Foundation
(continued)**

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

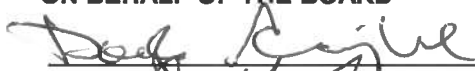



Kingston Ross Pasnak LLP
Chartered Professional Accountants

ST. ALBERT COMMUNITY FOUNDATION
Statement of Financial Position
December 31, 2021

	2021	2020
ASSETS		
CURRENT		
Cash and cash equivalents	\$ 247,193	\$ 117,428
Accounts receivable	39,232	41,123
Prepaid expenses	613	8,800
	\$ 287,038	\$ 167,351
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 5,863	\$ 35,756
DEFERRED CONTRIBUTIONS (Note 8)	100,000	-
	105,863	35,756
NET ASSETS		
Restricted Fund	16,612	3,385
General Fund	164,563	128,210
	181,175	131,595
	\$ 287,038	\$ 167,351

ON BEHALF OF THE BOARD

 Director
 Director

ST. ALBERT COMMUNITY FOUNDATION
Statement of Changes in Net Assets
Year Ended December 31, 2021

	Restricted Fund	General Fund	2021	2020
NET ASSETS - BEGINNING OF YEAR	\$ 3,385	\$ 128,210	\$ 131,595	\$ 108,390
Excess of revenues over expenditures	13,227	36,353	49,580	23,205
NET ASSETS - END OF YEAR	\$ 16,612	\$ 164,563	\$ 181,175	\$ 131,595

ST. ALBERT COMMUNITY FOUNDATION
Statement of Revenues and Expenditures
Year Ended December 31, 2021

	Restricted 2021	General 2021	Total 2021	Total 2020
REVENUES				
Donations received (Notes 5, 7)	\$ 555,633	\$ 5,360	\$ 560,993	\$ 159,659
Golf tournament	-	118,546	118,546	63,341
Fund administration fees	-	37,532	37,532	38,007
Interest and dividends	-	166	166	143
	555,633	161,604	717,237	261,150
EXPENDITURES				
Transfer to the Edmonton Community Foundation (Note 4)	441,143	-	441,143	36,186
Donations made (Notes 6, 7)	101,263	-	101,263	114,123
Golf tournament	-	92,498	92,498	53,058
Management contract fees (Note 7)	-	20,400	20,400	20,400
Professional fees	-	6,048	6,048	5,670
Office	-	2,683	2,683	3,326
Advertising and promotion	-	2,460	2,460	3,818
Telephone	-	1,162	1,162	1,284
Meetings	-	-	-	80
	542,406	125,251	667,657	237,945
EXCESS OF REVENUES OVER EXPENDITURES	\$ 13,227	\$ 36,353	\$ 49,580	\$ 23,205

ST. ALBERT COMMUNITY FOUNDATION
Statement of Cash Flow
Year Ended December 31, 2021

	2021	2020
OPERATING ACTIVITIES		
Excess of revenues over expenditures	\$ 49,580	\$ 23,205
Changes in non-cash working capital:		
Accounts receivable	1,891	(13,700)
Accounts payable and accrued liabilities	(29,893)	28,483
Prepaid expenses	8,187	(1,700)
Deferred income	100,000	-
	80,185	13,083
INCREASE IN CASH	129,765	36,288
CASH - BEGINNING OF YEAR	117,428	81,140
CASH - END OF YEAR (Note 3)	\$ 247,193	\$ 117,428

ST. ALBERT COMMUNITY FOUNDATION

Notes to Financial Statements

Year Ended December 31, 2021

1. PURPOSE OF THE ORGANIZATION

St. Albert Community Foundation (the "Organization") is a not-for-profit organization incorporated provincially under the Societies Act of Alberta. As a registered charity the Organization is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO). Significant accounting policies observed in the preparation of the financial statements are summarized below.

Financial instruments

All financial instruments are initially measured at fair value, and, unless otherwise noted, the Organization subsequently measures its financial instruments at amortized cost.

The Foundation is exposed to risk due to the fluctuations in the market prices of equities and fixed income investments, interest and exchange rates and credit risk on fixed income investments. The risks associated with the Foundation's investments administered by the Edmonton Community Foundation are managed by that foundation's Asset Management Plan and Investment Policies and Guidelines. These policies outline the objectives to ensure that the Foundation's investments are managed effectively, prudently and in compliance with all applicable requirements. The plan, policies and the investment portfolio are reviewed on a regular basis. The policies prescribe an investment asset mix including a degree of liquidity and concentration of limit of foreign content and ratings of debt issuers.

The measurement basis for related party financial instruments is disclosed in Note 7.

Cash and cash equivalents

Cash and cash equivalents consist of cash on deposit plus highly liquid short term investments, less cheques issued and outstanding. Highly liquid short term investments consist of Guaranteed Investment Certificates with maturities at the date of purchase of ninety days or less. Because of the short term maturity of these investments, their carrying amount approximates fair value.

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ST. ALBERT COMMUNITY FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue recognition

St. Albert Community Foundation follows the restricted fund method of accounting for contributions.

Restricted contributions related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund in the year which they are received or become receivable.

Unrestricted contributions are recognized as revenue of the General Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Interest income is recognized on an accrual basis when earned.

Contributions received directly from endowment funds are administered by the Edmonton Community Foundation and are recognized as revenue, and also as expenditures, when the donation is transferred to the Edmonton Community Foundation.

Golf tournament revenue is recognized when the event has taken place and collectability is reasonably assured.

Restricted contributions for which no corresponding restricted fund is presented is recognized in the general fund in the year in which the related expenses are incurred. Restricted contributions for which no corresponding restricted fund is presented and the related expense has not been incurred are recorded as deferred contributions on the balance sheet.

Fund accounting

The General Fund accounts for the Organization's program delivery and administrative activities. This fund reports unrestricted resources and operating grants.

The Restricted Fund reports only externally restricted resources that are to be used for the enhancement of life for those living in St. Albert and Edmonton area and to respond to community priorities and emerging community needs.

Contributed services

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

Income taxes

The Foundation is a registered charity under the Income Tax Act, and therefore is not subject to either Federal or Provincial income tax.

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ST. ALBERT COMMUNITY FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2021

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

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. Significant management estimates pertain to the collectability of accounts receivable and accrual of specific expenses.

3. CASH

	2021	2020
Restricted cash	\$ 135,708	\$ 33,847
Non-restricted cash	111,485	83,581
	\$ 247,193	\$ 117,428

ST. ALBERT COMMUNITY FOUNDATION

Notes to Financial Statements

Year Ended December 31, 2021

4. ENDOWMENT FUNDS ADMINISTERED BY THE EDMONTON COMMUNITY FOUNDATION

The St. Albert Community Foundation has entered into a series of agreements with donors and the Edmonton Community Foundation (ECF) by which the ECF has agreed to administer the following funds including any additional contributions received by the Foundation or the ECF. These funds are pooled with the assets of the ECF and may consist of money market funds, bonds and debentures, mortgage funds, real estate investment trusts, or domestic and foreign equities. During the year, the Foundation received funds of \$441,143 (2020 - \$36,186) from various donors that were transferred to the ECF. Included in accounts payable at year-end was \$nil (2020 - \$30,062) that were transferred after year-end.

Under the terms of the agreements the endowment funds are characterized as permanent endowments and are recorded in the accounts of the ECF along with any income earned on the funds. Accordingly, the endowment assets and income are not recognized in the financial statements of the St. Albert Community Foundation. A portion of the income from the funds is paid to the Foundation in the form of grants on an annual basis for administration by the Directors of the Foundation in accordance with the objectives set out in the original donation agreements.

These endowment funds may be transferred back to the Foundation with the consent of the original donor.

Restrictions relating to the distributions from endowment and non-endowment funds are described below:

Community - Donors indicate that distributions are to be made according to the Foundation's general distribution policies and guidelines, primarily in response to applications received from community agencies.

Field of Interest - Donor agreements indicate the area(s) of special interest for support.

Scholarships, bursaries and awards - Scholarships, bursaries and awards are granted to students for a wide range of continuing education opportunities.

Designated - Donors indicate one or more specific charities to support.

Donor-advised - Donors consult with the Foundation and regularly advise regarding the distributions from these funds.

Combined Purpose - Donors indicate that portions of the net proceeds are to be distributed using some different strategies including discretionary, donor advised and designated.

	Fund Balances Dec 31, 2020	Income and Donations Received	Grants Distributed and Fund Expenses	2021
<u>Community Funds</u>				
St. Albert Community Fund	\$ 181,265	\$ 34,186	\$ 10,735	\$ 204,716
St. Albert Help Society Fund	70,770	10,757	4,160	77,367

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ST. ALBERT COMMUNITY FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2021

4. ENDOWMENT FUNDS ADMINISTERED BY THE EDMONTON COMMUNITY FOUNDATION
(continued)

	Fund Balances Dec 31, 2020	Income and Donations Received	Grants Distributed and Fund Expenses	2021
Petter Family Fund	24,885	13,788	1,463	37,210
Jackie & Ed Heitzman Family Fund	10,619	1,619	624	11,614
Fischer Family Fund	10,432	1,590	613	11,409
	297,971	61,940	17,595	342,316
<u>Field of Interest Funds</u>				
Thatcher Neonatal Care Fund	413,570	62,872	24,314	452,128
St. Albert Youth Mental Health Fund	105,209	45,569	6,631	144,147
Erin James Fund	47,530	19,415	2,890	64,055
Canadian Parents for French Alberta Branch Fund	17,098	2,604	1,006	18,696
St. Albert Youth Community Centre Fund	12,525	2,038	738	13,825
	595,932	132,498	35,579	692,851
<u>Scholarships, Bursaries and Awards Funds</u>				
St. Albert Humboldt Remembrance Award Fund	440,577	67,578	25,913	482,242
Patricia Trudeau Award Fund	-	241,085	3,889	237,196
Constable David Wynn Fund	154,283	23,465	9,072	168,676
Stanley Dennis Memorial Fund	36,317	5,521	2,135	39,703
Coach Rowein Alumni Basketball Scholarship Fund	-	13,813	204	13,609
	631,177	351,462	41,213	941,426
<u>Designated Funds</u>				
St. Albert Library Future Fund	16,286	43,996	1,479	58,803
Harder Fund	51,822	7,883	3,047	56,658
KDM Helping Hands Legacy Fund	20,357	13,685	1,274	32,768
Jackie Heitzman Scholarship Fund	25,180	3,834	1,480	27,534
	113,645	69,398	7,280	175,763
<u>Donor-Advised Funds</u>				
Jamison Family Fund	724,982	221,341	43,751	902,572
Bruce and Cindy McPherson Fund	150,996	22,959	8,877	165,078
Brick Family Fund	44,738	22,478	2,797	64,419
Rouse Family Fund	41,560	8,347	2,464	47,443
	962,276	275,125	57,889	1,179,512

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ST. ALBERT COMMUNITY FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2021

4. ENDOWMENT FUNDS ADMINISTERED BY THE EDMONTON COMMUNITY FOUNDATION
(continued)

	Fund Balances Dec 31, 2020	Income and Donations Received	Grants Distributed and Fund Expenses	2021
Combined Purpose Funds				
Stop Abuse in Families (SAIF) Society Funds	-	152,224	1,558	150,666
Roger & Rose Hulet Legacy Fund	123,673	18,807	7,272	135,208
St. Albert Space Camp Fund	29,971	4,558	1,762	32,767
Ron Hodgson Family Fund	29,136	4,429	1,713	31,852
Shelemey Family Fund	22,431	3,412	1,319	24,524
Davidson Family Fund	15,793	2,403	928	17,268
Ken & Wendy Macrae Family Fund	11,669	1,770	686	12,753
	232,673	187,603	15,238	405,038
	\$ 2,833,674	\$ 1,078,026	\$ 174,794	\$ 3,736,906

ST. ALBERT COMMUNITY FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2021

5. DONATIONS RECEIVED

	2021	2020
Estate of Patricia Margaret Trudeau	\$ 209,702	\$ -
SAIF Endowment Fund	150,000	-
Edmonton Community Foundation Endowment Fund		
Grants	114,490	109,692
City of St. Albert	37,835	2,127
Tamara Petter	10,000	-
Morinville Sr Boys Basketball Association	9,600	-
KDM Helping Hands	5,000	6,000
Torode Realty	5,000	5,000
851896 Alberta Ltd.	5,000	-
Canada Helps	3,001	1,064
Neil Rouse Realty Inc.	2,000	2,000
Steven Jones	2,000	-
Manulife Investment Management	1,500	-
1832 Asset Management LP	1,000	-
976034 Alberta Ltd.	1,000	-
Fidelity Investments Canada ULC	1,000	-
Cliff Rowein	505	-
Franklin Templeton Investment Corp.	500	-
Doug Campbell	500	-
Roger Jackson	500	-
United Way	360	584
1832 Investment Council	250	-
TD Asset Management	250	-
Scotia McLeod Charitable Foundation	-	12,500
Soul Sisters	-	2,500
John and Caroline Caputo	-	2,500
Canadian Western Bank	-	1,000
Ken Macrae	-	1,000
Pro Western	-	1,000
KDM Management	-	1,000
Bruce and Cindy McPherson	-	1,000
Brett and Veronica Padget	-	1,000
Der & Associates Architecture Ltd.	-	1,000
Abraham Toeg PC	-	1,000
Richard Worthington	-	612
Wilco (Art Matt)	-	500
Jason McCarthy	-	500
Mercato	-	500
Erwin and Jill Lehnert	-	500
Terry Wainman	-	500
Century Casino	-	500
Dave and Jan Reidie	-	500
TD Canada	-	500
Canadian Natural Resources	-	500

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ST. ALBERT COMMUNITY FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2021

5. DONATIONS RECEIVED <i>(continued)</i>	2021	2020
Titan Flooring & Interior Design	-	500
Tara's Mortgage Company	-	500
Misc cash donations	-	420
Gordon Food Services	-	300
Trace Associates Inc	-	300
ACT/UCT St Albert Council	-	300
Calgary Foundation	-	210
St Albert Canadian Reformed Church	-	50
	\$ 560,993	\$ 159,659

ST. ALBERT COMMUNITY FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2021

6. GRANT ALLOCATIONS

	2021	2020
St. Albert Public School (Humbolt)	\$ 15,000	\$ 9,000
Royal Alexandra Hospital Foundation	10,000	11,000
Stop Abuse in Families Society	10,000	8,302
Sturgeon Community Hospital Foundation	9,960	8,000
Friends of St. Albert Housing Society	6,000	3,000
Community Refugee Committee of St. Albert	5,000	3,000
KDM Helping Hands	5,000	3,000
St. Albert Sturgeon Hospice Association	5,000	2,500
Autism Society of Edmonton Area	3,630	-
STAR Literacy	3,350	3,000
The Mustard Seed	3,000	-
KidSport St. Albert	3,000	-
St. Albert Rotary Music Festival Association	2,767	11,022
St. Albert Library	2,752	6,389
Dreams Take Flight	2,500	-
St. Albert Public Schools (Bellerose)	2,333	-
Young Life of Canada	2,000	2,022
Mental Health Foundation	2,000	2,000
Second Chance Animal Rescue Society	1,808	-
St. Albert Public Schools (Stanley Dennis)	1,250	-
Kaleo Collective	1,005	4,000
Arts & Heritage Foundation	1,000	2,145
ElderDog Canada	1,000	-
St. Albert Family Resource Centre	1,000	-
Canadian Parents for French Association	691	669
St. Albert Place Visual Arts Council	217	-
Edmonton After School Care Association	-	3,319
Edmonton Community Foundation - Unallocated Humbolt funds	-	8,542
Jessica Martel Memorial Foundation	-	6,132
Camp Wawa	-	5,000
Poundmaker's Lodge Treatment Centres	-	3,500
Lo-Se-Ca Foundation	-	3,000
City of St. Albert - T8N Crisis	-	2,106
Wilderness Youth Challenge Program	-	2,000
St Albert Public Schools (Paul Kane)	-	1,000
Don Wheaton Family YMCA (Stanley Dennis)	-	475
	\$ 101,263	\$ 114,123

ST. ALBERT COMMUNITY FOUNDATION
Notes to Financial Statements
Year Ended December 31, 2021

7. RELATED PARTY TRANSACTIONS

The following is a summary of the Organization's related party transactions:

	2021	2020
J&D Reidie Marketing Inc. <i>(Owner is the Executive Director)</i>		
Management contract fees	\$ 20,400	\$ 20,400
Donations received	-	500
Board Member Contributions		
Donation received	\$ 1,000	\$ 500
KDM Helping Hands <i>(Common Director)</i>		
Donations received	\$ 5,000	\$ 6,000
Grant allocations	5,000	3,000
KDM Management <i>(Board Member with significant influence)</i>		
Donations received	\$ -	\$ 1,000

The transactions with related parties are measured at cost, which is equal to the undiscounted cash flows received, or expected to be received, not including expected interest and dividends, less any previously recognized impairment losses.

8. DEFERRED CONTRIBUTIONS

Deferred contributions consist of funding that will be used for emergency support that would allow the Organization to respond to urgent needs in the community outside of the normal grant cycle. Restricted contributions for which no corresponding restricted fund is presented is recognized in the general fund in the year in which the related expenses are incurred.

	2021	2020
Deferred contributions, beginning of year	\$ -	\$ -
Contributions received	100,000	-
Amounts recognized in revenue	-	-
Deferred contributions, end of year	\$ 100,000	\$ -

End of year deferred contributions above consist of the following:

Emergency fund	\$ 100,000	\$ -
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