

United Way Estevan
Financial Statements
December 31, 2024

To the Board of United Way Estevan:

Qualified Opinion

We have audited the financial statements of United Way Estevan (the "Charity"), which comprise the statement 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 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 Charity as at December 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many charitable organizations, the Charity derives revenues from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Charity and we were unable to determine whether any adjustments might be necessary to revenue, excess (deficiency) of revenue over expenses and fund balances.

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 Charity in accordance with the 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 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 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 Charity'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 Charity or to cease operations, or has no realistic alternative but to do so.

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

Estevan, Saskatchewan

March 26, 2025

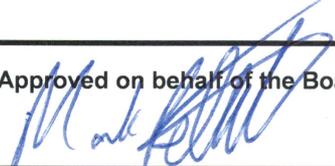
MNP LLP

Chartered Professional Accountants

United Way Estevan
Statement of Financial Position
As at December 31, 2024

	<i>Operating Fund</i>	<i>Projects Fund</i>	<i>Community Impact Fund</i>	<i>Capital Assets Fund</i>	2024	2023
Assets						
Current						
Cash	120,343	-	135	-	120,478	92,406
Marketable securities (Note 3)	419,069	-	-	-	419,069	416,080
Accounts receivable (Note 4)	75,467	-	-	-	75,467	69,628
Goods and Service Tax receivable	440	-	-	-	440	595
	615,319	-	135	-	615,454	578,709
Capital assets (Note 5)	-	-	-	10,752	10,752	13,442
	615,319	-	135	10,752	626,206	592,151
Liabilities						
Current						
Accounts payable	2,520	-	-	-	2,520	1,040
Member allocation payable	301,500	-	6,000	-	307,500	278,000
Deferred contributions	-	-	-	-	-	15,000
	304,020	-	6,000	-	310,020	294,040
Fund Balances						
Operating	311,299	-	-	-	311,299	312,535
Community impact	-	-	(5,865)	-	(5,865)	(27,865)
Capital assets	-	-	-	10,752	10,752	13,441
	311,299	-	(5,865)	10,752	316,186	298,111
	615,319	-	135	10,752	626,206	592,151

Approved on behalf of the Board


 Director


 Director

United Way Estevan
Statement of Revenue and Expenses
For the year ended December 31, 2024

	Operating Fund	Projects Fund	Community Impact Fund	Capital Assets Fund	2024	2023
Revenue						
Donations (Note 7)	437,713	-	-	-	437,713	381,953
Special Projects Grants (Note 7)	-	-	-	-	-	123,918
Uncollectible pledges	(457)	-	-	-	(457)	(4,547)
Interest income	8,805	-	8,805	-	17,610	13,333
Total revenue	446,061	-	8,805	-	454,866	514,657
Campaign expenses (Note 8)	51,100	-	-	-	51,100	48,725
Net revenue available for programs	394,961	-	8,805	-	403,766	465,932
Program expenses - general (Note 9)	35,034	-	-	-	35,034	24,400
Program expenses - member allocations (Note 10)	301,500	-	-	-	301,500	250,000
Designated donations expense	8,500	-	-	-	8,500	2,107
Special projects fund (Note 11)	-	7,692	-	-	7,692	124,674
Community impact fund (Note 12)	-	-	30,276	-	30,276	54,607
Amortization	-	-	-	2,689	2,689	3,359
	345,034	7,692	30,276	2,689	385,691	459,147
Excess (deficiency) of revenue over expenses before other items	49,927	(7,692)	(21,471)	(2,689)	18,075	6,785
Other items						
Loss on disposal of capital assets	-	-	-	-	-	(860)
Excess (deficiency) of revenue over expenses	49,927	(7,692)	(21,471)	(2,689)	18,075	5,925

The accompanying notes are an integral part of these financial statements

United Way Estevan
Statement of Changes in Fund Balances
For the year ended December 31, 2024

	<i>Operating Fund</i>	<i>Projects Fund</i>	<i>Community Impact Fund</i>	<i>Capital Assets Fund</i>	2024	2023
Fund balances, beginning of year	312,535	-	(27,865)	13,441	298,111	292,186
Excess (deficiency) of revenue over expenses	49,927	(7,692)	(21,471)	(2,689)	18,075	5,925
Interfund transfer <i>(Note 6)</i>	(51,163)	7,692	43,471	-	-	-
Fund balances, end of year	311,299	-	(5,865)	10,752	316,186	298,111

The accompanying notes are an integral part of these financial statements

United Way Estevan
Statement of Cash Flows
For the year ended December 31, 2024

	Operating Fund	Projects Fund	Community Impact Fund	Capital Assets Fund	2024	2023
Cash provided by (used for) the following activities						
Operating						
Excess (deficiency) of revenue over expenses	49,927	(7,692)	(21,471)	(2,689)	18,075	5,925
Amortization	-	-	-	2,689	2,689	3,359
Loss on disposal of capital assets	-	-	-	-	-	860
	49,927	(7,692)	(21,471)	-	20,764	10,144
Changes in working capital accounts						
Accounts receivable	(5,839)	-	-	-	(5,839)	3,494
Goods and Service Tax receivable	156	-	-	-	156	(425)
Accounts payable	1,480	-	-	-	1,480	1,040
Membership allocation payable	51,500	-	(22,000)	-	29,500	19,500
Deferred contributions	(15,000)	-	-	-	(15,000)	15,000
	82,224	(7,692)	(43,471)	-	31,061	48,753
Investing						
Purchase of marketable securities	(419,069)	-	-	-	(419,069)	(416,080)
Proceeds on disposal of marketable securities	416,080	-	-	-	416,080	450,000
Purchase of capital assets	-	-	-	-	-	(14,310)
Increase (decrease) in cash resources	79,235	(7,692)	(43,471)	-	28,072	68,363
Cash resources, beginning of year	92,271	-	135	-	92,406	24,043
Interfund adjustments	(51,163)	7,692	43,471	-	-	-
Cash resources, end of year	120,343	-	135	-	120,478	92,406

The accompanying notes are an integral part of these financial statements

1. Incorporation and nature of the organization

United Way Estevan (the "Charity") is incorporated under the Non-Profit Corporation Act of Saskatchewan. The Charity is registered as a not-for-profit organization under the Income Tax Act (the "Act") and as such is exempt from income taxes. In order to maintain its status as a registered not-for-profit organization under the Act, the Organization must meet certain requirements within the Act. In the opinion of management, these requirements have been met.

The Charity's purpose is to provide local member agencies with funding.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations as issued by the Accounting Standards Board in Canada and include the following significant accounting policies:

Fund accounting

The Charity follows the deferral method of accounting for contributions and reports using fund accounting, and maintains four funds: Operating Fund, Capital Assets Fund, Projects Fund and Community Impact Fund.

The Operating Fund reports the Charity's fundraising and administrative activities.

The Capital Assets Fund reports the Charity's capital assets and related expenses.

The Projects Fund reports the Charity's assets, liabilities, revenues and expenses of any special projects.

The Community Impact Fund reports the Charity's assets, liabilities, revenue and expenses related to the involvement in community projects as directed by its Board of Directors.

Cash and cash equivalents

Cash and cash equivalents include balances with banks and short-term investments with original maturities of three months or less.

Marketable securities

Marketable securities are measured at amortized cost, less impairment (if any).

Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution if fair value can be reasonably determined.

Amortization is provided using the declining balance method at rates intended to amortize the cost of assets over their estimated useful lives.

	Rate
Automotive	20 %
Equipment	20 %
Office equipment	20 %
Furniture and fixtures	20 %

Long-lived assets

Long-lived assets consist of capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

When the Charity determines that a long-lived asset no longer has any long-term service potential to the charity, the excess of its net carrying amount over any residual value is recognized as an expense in the statement of operations. Write-downs are not reversed.

2. **Significant accounting policies** *(Continued from previous page)*

Revenue recognition

The Charity uses the deferral method of accounting for contributions and reports on a fund accounting basis. Restricted contributions are recognized as revenue of the appropriate fund in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue in the operating fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment income is recorded when it is earned, per Board approval this is recorded in the Operating and Community Impact funds.

Pledges are recognized as revenue when the amount to be received can be reasonably estimated and ultimate collection is reasonably assured.

Contributed services

Contributions of services are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the services are used in the normal course of the Charity's operations and would otherwise have been purchased. Services provided include volunteer hours which the fair value is not reasonably determined therefore has not been recorded.

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 amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess (deficiency) of revenue over expenses in the periods in which they become known.

Allocation of expenses

The Charity engages in one major donation drive and administers funds to different organizations. The costs of each program include the costs of personnel, premises and other expenses that are directly related to providing the program. The Charity also incurs a number of general support expenses that are common to the administration of the Charity and each of its programs.

The Charity allocates certain of its general support expenses by identifying the appropriate basis of allocating each component expense, and applies that basis consistently each year. The ratios used to allocate general management and administration expenses are 67% to campaign expenses and 33% to program expenses.

Financial instruments

The Charity recognizes financial instruments when the Charity becomes party to the contractual provisions of the financial instrument.

Arm's length financial instruments

Financial instruments originated/acquired or issued/assumed in an arm's length transaction ("arm's length financial instruments") are initially recorded at their fair value.

At initial recognition, the Charity may irrevocably elect to subsequently measure any arm's length financial instrument at fair value. The Charity has not made such an election during the year.

The Charity subsequently measures financial assets and liabilities are subsequently measured at amortized cost.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in excess (deficiency) of revenue over expenses.

2. Significant accounting policies *(Continued from previous page)*

Financial asset impairment

The Charity assesses impairment of all its financial assets measured at cost or amortized cost. The Charity groups assets for impairment testing when available information is not sufficient to permit identification of each individually impaired financial asset in the group; there are numerous assets affected by the same factors; no asset is individually significant. Management considers whether the issuer is having significant financial difficulty; whether there has been a breach in contract, such as a default or delinquency in interest or principal payments in determining whether objective evidence of impairment exists. When there is an indication of impairment, the Charity determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year.

With the exception of related party debt instruments and related party equity instruments initially measured at cost, the Charity reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets at the statement of financial position date; and the amount expected to be realized by exercising any rights to collateral held against those assets.

The Charity reduces the carrying amount of any impaired financial assets to the highest of: the undiscounted cash flows expected to be generated by holding the asset, the amount that could be realized by selling the assets at the statement of financial position date; and the amount expected to be realized by exercising any rights to collateral held against those assets.

Any impairment, which is not considered temporary, is included in current year excess (deficiency) of revenue over expenses.

The Charity reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in excess (deficiency) of revenue over expenses in the year the reversal occurs.

3. Marketable securities

At December 31, 2024 the Charity holds various flexible term deposits earning interest ranging between 2.65% - 5.00% (2023 - 3.20% - 5.20%), maturing October 2025 and December 2025 (2023 - October 2024).

4. Accounts receivable

At December 31, 2024, accounts receivable includes outstanding pledges and bequests of \$75,467 (2023 – \$69,628), all of which is reported as current revenue. The balance in accounts receivable represents pledges that have not yet been received, but the Charity believes the amount to be received is reasonably estimated and that ultimate collection is reasonably assured.

United Way Estevan
Notes to the Financial Statements
For the year ended December 31, 2024

5. Capital assets

	<i>Cost</i>	<i>Accumulated amortization</i>	<i>2024 Net book value</i>	<i>2023 Net book value</i>
Automotive	14,310	5,152	9,158	11,448
Equipment	5,666	5,362	304	380
Office equipment	18,395	17,122	1,273	1,592
Furniture and fixtures	2,229	2,212	17	22
	40,600	29,848	10,752	13,442

6. Interfund transfers

Interfund transfers have been approved by the Board of Directors. Transfers are based upon standing board orders whereby 50% of the investment income and board allocation are transferred to the Community Impact Fund. This has resulted in the allocation to the Community Impact Fund totaling \$8,805 (2023 - \$6,666). During the year a total of \$43,471 (2023 - \$40,941) was transferred to the Community Impact Fund, \$7,692 (2023 - \$756) to the Projects Fund, and \$nil (2023 - \$14,310) to the Capital Asset Fund.

7. Revenue

Revenue is comprised of the following balances:

	<i>2024</i>	<i>2023</i>
Donations		
Corporate	137,901	134,862
Employee	122,779	108,363
Small business	37,841	40,040
Educational	10,113	9,676
Non-profit	38,669	9,853
Individuals	64,000	66,080
Transfers - other United Way Campaigns	3,835	4,365
Other campaign revenue	14,075	8,464
Designated donations	8,500	250
	437,713	381,953
Special Projects		
Special Projects - United Way Community Services Recovery Fund (CSRF)	-	123,918

United Way Estevan
Notes to the Financial Statements
For the year ended December 31, 2024

8. Campaign expenses

Campaign expenses consist of the following balances:

	2024	2023
Administrative services	25,826	23,358
Advertising - newspaper	1,820	1,860
Advertising - radio	-	1,950
Bank charges	1,303	495
Signs	-	1,459
Insurance and licenses	1,504	1,482
Memberships, dues and fees	2,406	2,726
Office supplies	747	789
Supplies	284	176
Professional services	11,899	11,240
Rent	2,814	2,144
Repairs and maintenance	1,570	197
Telephone	927	849
	51,100	48,725

9. Program expenses - general

General program expenses consist of the following balances:

	2024	2023
Administrative services	12,720	11,506
Goods and Services Tax	368	389
Insurance and licenses	741	730
Memberships, dues and fees	1,185	1,342
Bank charges	642	244
Rent	1,386	1,056
Office supplies	574	1,122
Professional services	5,861	5,536
Website	10,985	1,597
Postage	115	460
Telephone	457	418
	35,034	24,400

United Way Estevan
Notes to the Financial Statements
For the year ended December 31, 2024

10. Program expenses - member allocations

Member allocations expenses consist of the following balances:

	2024	2023
Canadian National Institute for the Blind	10,000	10,000
Canadian Red Cross Society	16,500	20,000
Creighton Lodge	30,000	30,000
Envision Counselling and Support Centre Inc.	50,000	45,000
Estevan Diversified Services Inc.	20,000	25,000
Estevan Public Youth Centre Inc.	40,000	-
Estevan Early Years Family Resource Centre Inc.	30,000	30,000
Estevan Regional Nursing Home Auxiliary	30,000	30,000
Estevan Area Literacy Group	35,000	30,000
Saskatchewan Abilities Council	10,000	10,000
St. Joseph's Adult Day Program	10,000	-
St. Joseph's Health Care Auxiliary	20,000	20,000
	301,500	250,000

11. Special project fund expenses

Special project expenses consist of the following balances:

	2024	2023
Special Projects - United Way Emergency Community Support Fund (ECSF)		
Trinity Lutheran Church	-	68,500
Southeast College Education Foundation Inc.	-	51,320
	-	119,820
Other Special Fund Expenses		
Admin allocation	-	4,099
Equipment rental	147	-
Conference and meetings	7,545	755
	7,692	124,674

United Way Estevan
Notes to the Financial Statements
For the year ended December 31, 2024

12. Community impact fund

The Community impact fund expenses consists of the following balances:

	2024	2023
ECS Student tin Need Food Program	3,000	4,000
ECS Challenge Day	-	5,000
Hillcrest Breakfast	15,000	5,000
Estevan Public Youth Centre Inc.	10,000	30,000
Day of Caring	1,276	1,107
Scholarship	1,000	1,000
Hi-Risers Association	-	3,500
Royal Canadian Legion	-	5,000
	30,276	54,607

13. Financial instruments

The Charity, as part of its operations, carries a number of financial instruments. It is management's opinion that the Charity is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Liquidity risk

Liquidity risk is the risk that the Charity will encounter difficulty in meeting obligations associated with financial liabilities. The Charity's exposure to liquidity risk is dependent on the collection of accounts, purchasing commitments and obligations or raising funds to meet commitments and sustain operations.

Credit concentration

As at December 31, 2024, one donor (2023 - one) accounted for 79% (2023 - 76%) of the accounts receivable. The Charity believes that there is no unusual exposure associated with the collection of these receivables. The Charity performs regular credit assessments of its donors and provides allowances for potentially uncollectible accounts receivable.

14. Commitments

The Organization has entered into a rental agreement for office space with monthly payments of \$350, ending October 2026.