

ALBERTA WILDERNESS ASSOCIATION

FINANCIAL STATEMENTS

(Unaudited)

JULY 31, 2025



Roberts & Company

CHARTERED PROFESSIONAL ACCOUNTANTS LLP

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Board of Directors of **ALBERTA WILDERNESS ASSOCIATION**

We have reviewed the accompanying financial statements of Alberta Wilderness Association that comprise the statement of financial position as at July 31, 2025, and the statements of operations and changes in fund balances, and cash flows for the year then ended, as well as a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on the financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Alberta Wilderness Association as at July 31, 2025, 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.

CALGARY, ALBERTA
November 4, 2025

Roberts & Company
CHARTERED PROFESSIONAL ACCOUNTANTS LLP

ALBERTA WILDERNESS ASSOCIATION
STATEMENT OF FINANCIAL POSITION
(Unaudited)

AS AT JULY 31, 2025

	<u>2025</u> <u>Operating</u> <u>Fund</u>	<u>2025</u> <u>Restricted</u> <u>Funds</u>	<u>2025</u> <u>Total</u>	<u>2024</u> <u>Total</u>
ASSETS				
CURRENT				
Cash and cash equivalents (Note 2)	\$ 1,195,756	\$ 7,336	\$ 1,203,092	\$ 1,176,208
Marketable securities (Note 3)	399,214	-	399,214	208,599
Accounts receivable	531	-	531	-
Contribution receivable	-	-	-	20,040
Interest receivable	1,394	-	1,394	-
Prepaid expenses	9,242	-	9,242	9,021
GST receivable	1,021	-	1,021	953
Donated items held for resale	13,095	-	13,095	2,809
	1,620,253	7,336	1,627,589	1,417,630
PROPERTY, PLANT AND EQUIPMENT (Note 4)	720,781	-	720,781	730,103
INVESTMENT IN ART , at cost	4,900	-	4,900	4,900
	\$ 2,345,934	\$ 7,336	\$ 2,353,270	\$ 2,152,633
LIABILITIES				
CURRENT				
Accounts payable and accrued	\$ 10,542	\$ -	\$ 10,542	\$ 9,449
Wages payable	15,372	-	15,372	12,745
Payroll remittances payable	19,588	-	19,588	17,279
	45,502	-	45,502	39,473
DEFERRED CONTRIBUTION (Note 5)	81,386	-	81,386	64,479
	126,888	-	126,888	103,952
COMMITMENT (Note 7)				
FUND BALANCES				
Unrestricted	2,219,046	-	2,219,046	2,040,209
Restricted	-	7,336	7,336	8,472
	2,219,046	7,336	2,226,382	2,048,681
	\$ 2,345,934	\$ 7,336	\$ 2,353,270	\$ 2,152,633

APPROVED ON BEHALF OF THE BOARD:

 Director
 Director

ALBERTA WILDERNESS ASSOCIATION
STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2025

	<u>2025 Operating Fund</u>	<u>2025 Restricted Funds</u>	<u>2025 Total</u>	<u>2024 Total</u>
REVENUES				
General donations	\$ 521,380	\$ -	\$ 521,380	\$ 819,269
Grants (Note 6)	165,093	-	165,093	159,718
Casino	-	84,864	84,864	-
Investment income	55,234	-	55,234	35,780
Unrealized gain on marketable securities	39,297	-	39,297	15,595
Fundraising and events	12,200	-	12,200	10,474
Consulting income	11,271	-	11,271	14,347
Membership revenue	5,300	-	5,300	2,680
Realized (loss) gain on sale of marketable securities	(368)	-	(368)	9,714
	<u>809,407</u>	<u>84,864</u>	<u>894,271</u>	<u>1,067,577</u>
EXPENSES				
Wilderness stewardship and outreach	374,661	86,000	460,661	394,324
Development	118,687	-	118,687	106,316
General and administration	114,627	-	114,627	104,026
Amortization	22,595	-	22,595	17,335
	<u>630,570</u>	<u>86,000</u>	<u>716,570</u>	<u>622,001</u>
EXCESS OF REVENUE (EXPENSES) OVER EXPENSES (REVENUE)	178,837	(1,136)	177,701	445,576
FUND BALANCES, beginning of year	<u>2,040,209</u>	<u>8,472</u>	<u>2,048,681</u>	<u>1,603,105</u>
FUND BALANCES, end of year	<u>\$ 2,219,046</u>	<u>\$ 7,336</u>	<u>\$ 2,226,382</u>	<u>\$ 2,048,681</u>

ALBERTA WILDERNESS ASSOCIATION
STATEMENT OF CASH FLOWS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2025

	<u>2025</u> <u>Operating</u> <u>Fund</u>	<u>2025</u> <u>Restricted</u> <u>Funds</u>	<u>2025</u> <u>Total</u>	<u>2024</u> <u>Total</u>
OPERATING ACTIVITIES				
Excess of revenue (expenses) over expenses (revenue)	\$ 178,837	\$ (1,136)	\$ 177,701	\$ 445,576
Adjustments for items not affecting cash				
Donated marketable securities	(46,000)	-	(46,000)	(34,733)
Deferred contribution	16,907	-	16,907	64,479
Donated art collection	-	-	-	(300)
Realized loss (gain) on sale of marketable securities	368	-	368	(9,714)
Unrealized gain on marketable securities	(39,297)	-	(39,297)	(15,595)
Amortization	22,595	-	22,595	17,335
Working capital provided by operating activities	133,410	(1,136)	132,274	467,048
Change in non-cash operating working capital (Note 8)	13,569	-	13,569	(24,367)
Cash provided by operations	146,979	(1,136)	145,843	442,681
INVESTING ACTIVITIES				
Purchase of property, plant and equipment	(13,273)	-	(13,273)	(126,485)
Proceeds on sale of marketable securities	774,271	-	774,271	414,738
Purchase of marketable securities	(879,957)	-	(879,957)	(181)
	(118,959)	-	(118,959)	288,072
INCREASE (DECREASE) IN THE YEAR	28,020	(1,136)	26,884	730,753
CASH & CASH EQUIVALENTS, beginning of year	1,167,736	8,472	1,176,208	445,455
CASH & CASH EQUIVALENTS, end of year (Note 9)	\$ 1,195,756	\$ 7,336	\$ 1,203,092	\$ 1,176,208

ALBERTA WILDERNESS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2025

NATURE OF OPERATIONS

Alberta Wilderness Association, ("the organization"), is a not-for-profit organization registered under The Societies Act of Alberta. The organization is a registered charity under the Income Tax Act and is exempt from income taxes under paragraph 149(1)(f). The purpose of the organization is to promote and encourage the creation of additional wildland recreation areas in the Province of Alberta in an attempt to preserve their natural and present state. It also initiates and encourages educational efforts which promote an understanding and appreciation of wildland ethics and wildland resource uses. The organization has an office in Calgary, which houses the Alberta Wilderness Resource Centre, the province's most comprehensive archive of reference materials on wilderness and conservation in Alberta.

Alberta Wilderness Association achieves its mission through conservation, education, stewardship and advocacy, and is supported through volunteers, member and donor programs and fundraising that includes grants, events and a planned giving legacy program.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The organization's significant accounting policies are as follows:

a) **Marketable Securities**

Marketable securities are comprised of publicly traded securities and are accounted for at fair value using the latest closing price at the balance sheet date. Transaction costs and changes in fair value are recognized in income in the period incurred.

b) **Fund Accounting**

The organization follows the restricted fund method of accounting for contributions. The general fund accounts for the organization's operating and administrative activities including unrestricted contributions and grants.

The restricted fund reports only restricted resources that are to be used for specific purposes. The restricted fund is comprised of proceeds from the organization's volunteer work with Alberta Gaming, Liquor and Cannabis at a casino. The funds received are restricted by Alberta Gaming, Liquor and Cannabis and they are used for the development of educational resource materials, promotional activities, and administrative costs.

c) **Revenue recognition**

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.

Restricted contributions are recognized as revenue of the appropriate restricted fund when received.

Investment income is recorded on an accrual basis.

Consulting income is recognized when service is provided.

Membership revenue is recognized when membership is renewed.

Fundraising and events are recognized when events are incurred and tickets are sold.

d) **Contributed services**

Volunteer services contributed on behalf of the organization in carrying out its operating activities are not recognized in these financial statements due to the difficulty of determining the fair value.

ALBERTA WILDERNESS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

e) Property, plant and equipment

Property, plant and equipment are recorded at cost. Amortization for the building is calculated using the declining balance method at ten percent per year. Computer equipment and computer software is being amortized on a straight-line basis over 5 years.

Amortization is calculated from the month of acquisition to the month of disposal.

f) Use of estimates

The preparation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the period. Actual results may differ from estimates in these financial statements. Significant estimates include, but are not limited to, the estimated useful life of the building.

g) Financial instruments

The organization initially records a financial instrument at its fair value.

The organization recognizes its transaction costs in net income in the period incurred. However, financial instruments that will not be subsequently measured at fair value are adjusted by the transaction costs that are directly attributable to their origination, issuance or assumption.

Subsequently, the organization measures financial instruments as follows:

- investments in equity instruments that are quoted in an active market at fair value;
- all other financial assets, which include cash and cash equivalents, accounts receivable and interest receivable, at amortized cost;
- all financial liabilities, which include accounts payable and accrued liabilities, at amortized cost.

2. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash on hand and balances with the bank.

Restricted cash consists of a balance with the bank of \$7,336 (2024 - \$8,472).

3. MARKETABLE SECURITIES

	<u>2025</u>	<u>2024</u>
Marketable securities (cost at \$296,751, 2024 - \$145,435)	\$ <u>399,214</u>	\$ <u>208,599</u>

Marketable securities are presented at fair values and consist of Canadian publicly traded securities, some of which have been donated by individual contributors.

ALBERTA WILDERNESS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2025

4. PROPERTY, PLANT AND EQUIPMENT

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net 2025</u>
Land	\$ 538,083	\$ -	\$ 538,083
Building	302,411	138,360	164,051
Computer equipment	13,272	1,648	11,624
Computer software	<u>13,593</u>	<u>6,570</u>	<u>7,023</u>
	<u>\$ 867,359</u>	<u>\$ 146,578</u>	<u>\$ 720,781</u>
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net 2024</u>
Land	\$ 538,083	\$ -	\$ 538,083
Building	302,411	120,132	182,279
Computer software	<u>13,593</u>	<u>3,852</u>	<u>9,741</u>
	<u>\$ 854,087</u>	<u>\$ 123,984</u>	<u>\$ 730,103</u>

5. DEFERRED CONTRIBUTION

	<u>Amount</u>	<u>Accumulated Recognized revenue</u>	<u>Net 2025</u>
Heritage Incentive Reserve Grant	\$ 49,045	\$ (7,848)	\$ 41,197
Alberta Heritage Preservation Partnership Program Grant	20,040	(3,206)	16,834
Various donors	<u>23,355</u>	<u>-</u>	<u>23,355</u>
	<u>\$ 92,440</u>	<u>\$ (11,054)</u>	<u>\$ 81,386</u>
	<u>Amount</u>	<u>Accumulated Recognized revenue</u>	<u>Net 2024</u>
Heritage Incentive Reserve Grant	\$ 49,045	\$ (3,270)	\$ 45,775
Alberta Heritage Preservation Partnership Program Grant	20,040	(1,336)	18,704
	<u>\$ 69,085</u>	<u>\$ (4,606)</u>	<u>\$ 64,479</u>

During the year, the Organization recognized \$4,578 (2024 - \$3,270) as grant income (Note 6) from the Heritage Incentive Reserve Grant from the City of Calgary. Also during the year the Organization recognized \$1,870 (2024 - \$1,336) as grant income (Note 6) from the Alberta Heritage Preservation Partnership Program grant from the Alberta Arts, Culture and Status of Women for building improvement.

During the year, the Organization received a total donation amount of \$23,355 from individual donors to support the cost of a study of the effects of logging on certain headwaters in Southwestern Alberta. This amount will be recognized as donation income as expenses in respect of the study are incurred.

6. GRANTS

Grant income in the amount of \$165,093 (2024 - \$159,718), includes \$6,448 (2024 - \$4,606) in respect of deferred contributions (Note 5).

Included in the grant funding received during the year is funding from the Government of Alberta, Sport, Physical Activity and Recreation Branch, an Organization Grant amount of \$24,750 (2024 - \$24,750).

ALBERTA WILDERNESS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2025

7. COMMITMENT

In April 2024, the organization entered a three year IT management service agreement. Under the terms of the IT management service agreement, the organization will be required to make annual payments as follows:

2026		\$	16,652
2027			<u>11,102</u>
		\$	<u><u>27,754</u></u>

8. CHANGE IN NON-CASH WORKING CAPITAL

	<u>2025</u>	<u>2024</u>
DECREASE (INCREASE) IN CURRENT ASSETS		
Accounts receivable	\$ (531)	\$ -
Interest receivable	(1,394)	2,193
Contribution receivable	20,040	(20,040)
Prepaid expenses	(221)	4,155
GST receivable	(68)	1,870
Donated items held for resale	(10,286)	1,227
INCREASE (DECREASE) IN CURRENT LIABILITIES		
Accounts payable and accrued	1,093	1,481
Wages payable	2,627	(14,086)
Payroll remittances payable	2,309	2,051
Deferred income	<u>-</u>	<u>(3,218)</u>
	<u>\$ 13,569</u>	<u>\$ (24,367)</u>

9. CASH FLOW INFORMATION

Cash and cash equivalents consist of cash on hand and balances with the bank.

Restricted cash consists of a balance with the bank.

	<u>2025</u>	<u>2024</u>
Cash - operating	\$ 1,195,756	\$ 1,167,736
Cash - restricted	<u>7,336</u>	<u>8,472</u>
	<u>\$ 1,203,092</u>	<u>\$ 1,176,208</u>

10. ADDITIONAL INFORMATION TO COMPLY WITH THE DISCLOSURE REQUIREMENT OF THE CHARITABLE FUND-RAISING ACT AND REGULATION

No expenses were incurred for the purpose of soliciting contributions. There were no monies paid as remuneration to employees whose principal duties involve fund-raising and no such employees are employed by the organization.

ALBERTA WILDERNESS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
(Unaudited)

FOR THE YEAR ENDED JULY 31, 2025

11. FINANCIAL INSTRUMENTS - RISKS AND UNCERTAINTIES

The organization monitors, evaluates and manages the principal risks assumed with financial instruments. The risks that arise from transacting financial instruments include market risk.

Market risk

The organization is exposed to market risk as the organization holds marketable securities that are traded on a public stock exchange and as such is exposed to risk due to the activity on the stock exchange.