

The Bridge on 20th Fellowship Centre Inc.

Financial Statements

October 31, 2025

Independent Auditor's Report

To the directors of
The Bridge on 20th Fellowship Centre Inc.

Qualified Opinion

We have audited the financial statements of The Bridge on 20th Fellowship Centre Inc., which comprise the statement of financial position as at October 31, 2025, and the statements of operations, changes in fund balances and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

Except as noted in the following paragraph, in our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at October 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.

Basis for Qualified Opinion

In common with many not-for-profit organizations, the organization derives revenue from fundraising and donation 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 organization. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising and donations revenue, excess of revenues over expenses, and cash flows from operations for the years ended October 31, 2025 and 2024, current assets as at October 31, 2025 and 2024, and net assets as at November 1 and directors for both the 2025 and 2024 years. Our audit opinion on the financial statements for the year ended October 31, 2025 was modified accordingly because of the possible effects of this limitation in 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 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 opinion.

Emphasis of Matter

We draw attention to Note 9 to the financial statements, which describes a prior period adjustment resulting from the correction of an error related to the recognition of vacation payable and salaries expense. Our opinion is not modified in respect of this matter.

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.

Independent Auditor's Report, continued

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 will 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.

Independent Auditor's Report, continued

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.

Lastowski Wright & Baker LLP

Chartered Professional Accountants

Warman, Saskatchewan

March 14, 2026

The Bridge on 20th Fellowship Center Inc. Statement of Financial Position

As at October 31, 2025

	Operating Fund	Capital Fund	2025 Total	(Restated - See Note 9) 2024 Total
Assets				
Current				
Cash	\$ 176,878	\$ 21,609	\$ 198,487	\$ 190,909
Short-term investment (Note 3)	210,312	-	210,312	204,712
GST rebate receivable	2,272	703	2,975	3,260
	389,462	22,312	411,774	398,881
Property, plant, and equipment (Note 4)	-	3,164,566	3,164,566	3,279,673
	\$ 389,462	\$ 3,186,878	\$ 3,576,340	\$ 3,678,554
Liabilities				
Current liabilities				
Accounts payable and accrued liabilities (Note 5)	\$ 21,578	-	\$ 21,578	\$ 825
	21,578	-	21,578	825
Fund balances				
Operating	367,884	-	367,884	386,378
Capital				
Externally restricted capital fund (Note 6)	-	21,609	21,609	11,678
Internally restricted capital fund	-	703	703	-
Invested in tangible capital assets (Note 7)	-	3,164,566	3,164,566	3,279,673
	-	3,186,878	3,186,878	3,291,351
	367,884	3,186,878	3,554,762	3,677,729
	\$ 389,462	\$ 3,186,878	\$ 3,576,340	\$ 3,678,554

Approved by the Board

Director



Director



The Bridge on 20th Fellowship Center Inc. Statement of Operations

For the year ended October 31

	(Restated - See Note 9)			
	Operating Fund	Capital Fund	2025 Total	2024 Total
Revenues				
Donations	\$ 1,154,451	\$ 51,292	\$ 1,205,743	\$ 1,307,994
Interest income	9,082	-	9,082	6,211
Donations - gift in kind (Note 8)	7,435	-	7,435	6,664
25th Anniversary revenue	-	-	-	4,578
	<u>1,170,968</u>	<u>51,292</u>	<u>1,222,260</u>	<u>1,325,447</u>
Expenditures				
25th Anniversary expenses	-	-	-	49,710
Advertising and promotion	2,143	-	2,143	2,030
Amortization	-	145,652	145,652	153,195
Automotive	798	-	798	969
Caregiving, worship and discipleship	9,126	-	9,126	6,537
Donations	900	-	900	1,800
Food and kitchen supplies	9,124	-	9,124	7,670
Honorariums	500	-	500	700
Insurance	13,747	-	13,747	13,327
Interest and bank charges	6,856	37	6,893	7,006
Office	22,485	-	22,485	22,384
Professional fees	14,893	-	14,893	10,070
Repairs and maintenance	16,416	-	16,416	13,816
Staff and volunteer appreciation	2,451	-	2,451	554
Travel	638	-	638	2,542
Utilities	47,444	-	47,444	44,810
Wages and benefits	1,052,017	-	1,052,017	917,366
	<u>1,199,538</u>	<u>145,689</u>	<u>1,345,227</u>	<u>1,254,486</u>
(Deficiency) excess of revenues over expenses	<u>\$ (28,570)</u>	<u>\$ (94,397)</u>	<u>\$ (122,967)</u>	<u>\$ 70,961</u>

The Bridge on 20th Fellowship Center Inc. Statement of Changes in Fund Balances

For the year ended October 31

	Operating Fund	Capital Fund	2025 Total	(Restated - see Note 9) 2024 Total
Balance, beginning of the year	\$ 386,378	\$ 3,291,351	\$ 3,677,729	\$ 3,593,160
Prior period adjustment (Note 9)				13,608
Excess (deficiency) of revenue over expenses	(28,570)	(94,397)	(122,967)	70,961
Interfund balance (Note 6)	10,076	(10,076)	-	-
Balance, end of the year	\$ 367,884	\$ 3,186,878	\$ 3,554,762	\$ 3,677,729

See accompanying notes

The Bridge on 20th Fellowship Centre Inc.

Statement of Cash Flows

(Restated - see
Note 9)
2024

For the year ended October 31

2025

Operating activities

(Deficiency) excess of revenues over expenditures	\$ (122,967)	\$ 70,962
Adjustment for		
Amortization	145,652	153,195
	22,685	224,157
Change in non-cash working capital items		
Accounts receivable	284	5,115
Accounts payable and accrued liabilities	20,754	(13,962)
Accrued interest on investments	700	(4,712)
	44,423	210,598

Investing activities

Purchase of investments	(6,300)	(200,000)
Purchase of property, plant and equipment	(30,545)	(1,807)
	(36,845)	(201,807)

Increase in cash

7,578 8,791

Cash, beginning of year

190,909 182,118

Cash, end of year

\$ 198,487 \$ 190,909

The Bridge on 20th Fellowship Centre Inc.

Notes to the Financial Statements

October 31, 2025

1. Nature of operations

The Bridge on 20th Fellowship Centre Inc. ("The Bridge") exists to be 'God's Body', sharing his unconditional love and meeting individual needs to provide a safe place to establish relationships and bridge God's lost back to him.

The Bridge is incorporated in Saskatchewan under the Non-Profit Corporations Act of Saskatchewan and is a registered charity within the meaning of the Canadian Income Tax Act and is therefore exempt from income taxes.

2. Accounting policies

The organization applies the Canadian accounting standards for not-for-profit organizations.

(a) Cash

Cash consists of balances with financial institutions.

(b) Investments

Investments consist of guaranteed investment certificates ("GIC"). Investments are purchased to be held to maturity and accordingly are recorded at cost plus accrued interest, calculated using the effective interest rate method.

(c) Property, plant and equipment

Purchased property, plant and equipment are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution.

The organization provides for amortization using the declining balance method at rates designed to amortize the cost of the equipment over their estimated useful lives. The annual amortization rates are as follows:

Buildings	4%
Computer equipment	55%
Furniture and fixtures	20%
Parking lot	8%
Vehicles	30%

(d) Impairment of long-lived assets

The organization tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected undiscounted future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent carrying value exceeds its fair value.

The Bridge on 20th Fellowship Centre Inc.

Notes to the Financial Statements

October 31, 2025

2. Accounting policies, continued

(e) Fund accounting

The purpose of the Operating Fund is to record the administrative and operating activities of the charity.

The purpose of the Capital Fund is to record all transactions related to the acquisition and improvement of tangible capital assets, as well as the related debt and net investment of the charity in such assets.

(f) Revenue recognition

The organization follows the restricted fund method of accounting for restricted contributions. Restricted contributions are recognized as revenue of the appropriate restricted fund. When a restricted contribution is received for which there is not a restricted fund established, the contribution is deferred in the Operating Fund and recognized as revenue in the year in which the related expenses are incurred.

Sale of donated goods includes sales of used clothing and other goods that have been donated to the charity. Revenue is recognized at the point of sale.

The revenues related to the collection of unrestricted donations and fundraising activities are reported in the Operating Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

(g) Contributed materials and services

A substantial number of volunteers and supporters contributed a significant amount of their time each year. Because of the difficulty of determining the fair value, contributed services are not recognized in the financial statements.

The organization benefits from a variety of gifts in kind. Contributed materials are recorded in the financial statements at fair value on the date of the donation when a fair value can be reasonably estimated and when the materials are used in the normal course of operations and would otherwise have been purchased.

(h) Financial instruments

The organization initially measures its financial assets and liabilities at fair value.

The organization 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.

The Bridge on 20th Fellowship Centre Inc.

Notes to the Financial Statements

October 31, 2025

2. Accounting policies, continued

(i) Use of estimates

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 at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. By their nature, these estimates are subject to measurement uncertainty. The effect of changes in such estimates on the financial statements in future periods could be significant. Accounts specifically affected by estimates in these financial statements are property, plant and equipment.

3. Short term investment

Description	Maturity	Interest	2025	2024
Affinity Credit Union - GIC	January 31, 2026	2.60%	\$ 206,300	\$ -
Affinity Credit Union - GIC	Matured in the year		-	200,000
Accrued interest			4,012	4,712
			<u>\$ 210,312</u>	<u>\$ 204,712</u>

4. Property, plant and equipment

	2025		2024	
	Cost	Accumulated amortization	Net	Net
Buildings	\$ 3,344,809	\$ 869,572	\$ 2,475,237	\$ 2,570,235
Computer equipment	29,612	26,824	2,788	1,230
Furniture and fixtures	107,282	61,801	45,481	34,922
Parking lot	411,902	77,214	334,688	363,792
Vehicles	38,084	30,799	7,285	10,407
Land	299,087	-	299,087	299,087
	<u>\$ 4,230,776</u>	<u>\$ 1,066,210</u>	<u>\$ 3,164,566</u>	<u>\$ 3,279,673</u>

5. Accounts payable and accrued liabilities

	2025	2024
Trade accounts payable	\$ 825	\$ 825
Government remittances	20,753	-
	<u>\$ 21,578</u>	<u>\$ 825</u>

The Bridge on 20th Fellowship Centre Inc.

Notes to the Financial Statements

October 31, 2025

6. Externally restricted capital fund

	2025	2024
Balance, beginning of year	\$ 11,678	\$ 11,715
Capital portion of interest expense	(37)	(37)
Purchase and disposal of property, plant and equipment	(30,545)	(1,807)
Donation transfer	5,000	-
Capital donations	46,292	-
Interfund transfer	(10,076)	1,807
GST rebate on capital purchases	(703)	-
	\$ 21,609	\$ 11,678

The interfund transfer represents net capital fund expenditures that were paid with operating fund cash.

7. Invested in tangible capital assets

	2025	2024
Balance, beginning of year	\$ 3,279,673	\$ 3,431,061
Purchases during the year	30,545	1,807
Amortization	(145,652)	(153,195)
	\$ 3,164,566	\$ 3,279,673

8. Gifts in kind

Gifts in kind recognized in revenue during the year were for the following expenditures that would have otherwise been purchased in the ordinary course of operations and fair value was able to be reasonably estimated:

	2025	2024
25th Anniversary expenses	\$ -	\$ 1,122
Caregiving, worship, and discipleship expense	-	642
Food and kitchen supplies expense	4,602	3,777
Free store	1,577	744
Kitchen appliances	270	-
Tires	986	-
Travel	-	379
	\$ 7,435	\$ 6,664

The Bridge on 20th Fellowship Centre Inc.

Notes to the Financial Statements

October 31, 2025

9. Prior period adjustment

During the year, management identified an error in the prior year financial statements related to the recognition of vacation payable and salaries expense. As a result of this error, salaries expense and vacation payable in the prior years had been overstated.

The error has been corrected retrospectively in accordance with Section 1506 *Accounting Changes*. Comparative figures have been restated, and the opening balance of net assets for the prior year has been adjusted.

The restatement resulted in a decrease of \$19,309 in vacation payable as at October 31, 2024. Salaries expense for the year ended October 31, 2024 was reduced by \$5,701, reflecting the correction of amounts previously expensed in error. As a result of these adjustments, opening net assets as at November 1, 2023 increased by \$13,608.

10. Commitments

As at October 31, 2025, the organization has outstanding commitments of approximately \$8,861 with respect to a waste disposal services.

2026	\$	3,222
2027		3,222
2028		<u>2,417</u>
	\$	<u>8,861</u>

11. Financial instruments

(a) Liquidity risk

The organization does have a liquidity risk in the accounts payable and accrued liabilities. Liquidity risk is the risk that the organization cannot repay its obligations when they become due to its creditors. The organization reduces its exposure to liquidity risk by ensuring that it documents when authorized payments become due.

(b) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of change in market interest rates. The company is exposed to interest rate risk on its fixed rate financial instruments which subjects the organization to fair value risk.

12. Comparative figures

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.