

The Bridge on 20th Fellowship Centre Inc.

Financial Statements

October 31, 2024



CHARTERED PROFESSIONAL ACCOUNTANTS

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, 2024, 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, 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 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, 2024 and 2023, current assets as at October 31, 2024 and 2023, and net assets as at November 1 and directors for both the 2024 and 2023 years. Our audit opinion on the financial statements for the year ended October 31, 2024 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. matter 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.

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 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.

Lastkowski Wright & Baker LLP

Chartered Professional Accountants

Warman, Saskatchewan

March 11, 2025

The Bridge on 20th Fellowship Center Inc.


Statement of Financial Position

As at October 31, 2024

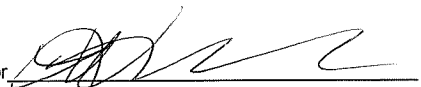
	Operating Fund	Capital Fund	2024 Total	2023 Total
Assets				
Current				
Cash	\$ 179,230	\$ 11,678	\$ 190,909	\$ 182,118
GST rebate receivable	3,260	-	3,260	8,375
	182,490	11,678	194,169	190,493
Long-term investment (Note 3)	204,712	-	204,712	-
Property, plant, and equipment (Note 4)	-	3,279,673	3,279,673	3,431,062
	\$ 387,202	\$ 3,291,351	\$ 3,678,554	\$ 3,621,555
Liabilities				
Current liabilities				
Accounts payable and accrued liabilities (Note 5)	\$ 20,134	-	\$ 20,134	\$ 28,395
	20,134	-	20,134	28,395
Fund balances				
Operating	367,068	-	367,068	150,383
Capital				
Externally restricted capital fund (Note 6)	-	11,678	11,678	11,715
Internally restricted capital fund	-	-	-	-
Invested in tangible capital assets (Note 7)	-	3,279,673	3,279,673	3,431,062
	-	3,291,351	3,291,351	3,442,777
	367,068	3,291,351	3,658,420	3,593,160
	\$ 387,202	\$ 3,291,351	\$ 3,678,554	\$ 3,621,555

Approved by the Board

Director



Director



The Bridge on 20th Fellowship Center Inc.

Statement of Operations

For the year ended October 31

	Operating Fund	Capital Fund	2024 Total	2023 Total
Revenues				
Donations	\$ 1,307,994	\$ -	\$ 1,307,994	\$ 1,244,815
Donations - gift in kind (Note 8)	6,664	-	6,664	3,220
Interest income	6,211	-	6,211	-
25th Anniversary revenue	4,578	-	4,578	-
	1,325,447	-	1,325,447	1,248,035
Expenditures				
25th Anniversary expenses	49,710	-	49,710	-
Advertising and promotion	2,030	-	2,030	2,622
Amortization	-	153,195	153,195	144,789
Automotive	969	-	969	2,095
Caregiving, worship and discipleship	6,537	-	6,537	6,531
Donations	1,800	-	1,800	1,800
Food and kitchen supplies	7,670	-	7,670	4,856
Honorariums	700	-	700	-
Insurance	13,327	-	13,327	13,101
Interest and bank charges	6,968	38	7,006	7,144
Office	22,384	-	22,384	25,962
Professional fees	10,070	-	10,070	9,540
Repairs and maintenance	13,816	-	13,816	21,689
Staff and volunteer appreciation	554	-	554	5,565
Travel	2,542	-	2,542	1,078
Utilities	44,810	-	44,810	43,364
Wages and benefits	923,068	-	923,068	884,429
	1,106,955	153,233	1,260,188	1,174,565
Other Income				
Gain on disposal of equipment	-	-	-	-
Excess (deficiency) of revenues over expenses	\$ 218,492	\$ (153,233)	\$ 65,259	\$ 73,470

The Bridge on 20th Fellowship Center Inc.

Statement of Changes in Fund Balances

For the year ended October 31

	Operating Fund	Capital Fund	2024 Total	2023 Total
Balance, beginning of the year	\$ 150,383	\$ 3,442,777	\$ 3,593,160	\$ 3,519,690
Excess (deficiency) of revenue over expenses	218,492	(153,233)	65,259	73,470
Interfund balance (Note 6)	(1,807)	1,807	-	-
Balance, end of the year	\$ 367,068	\$ 3,291,351	\$ 3,658,419	\$ 3,593,160

See accompanying notes

The Bridge on 20th Fellowship Centre Inc.

Statement of Cash Flows

For the year ended October 31	2024	2023
Operating activities		
Excess of revenues over expenditures	\$ 65,260	\$ 73,470
Adjustment for		
Amortization	153,195	144,789
	218,455	218,259
Change in non-cash working capital items		
Accounts receivable	5,115	37,382
GST receivable	-	11,482
Restricted accounts receivable	-	15,000
Accounts payable and accrued liabilities	(8,260)	(135,390)
Accrued interest on investments	(4,712)	-
	210,598	146,733
Investing activities		
Purchase of long-term investment	(200,000)	-
Purchase of property, plant and equipment	(1,807)	(294,689)
	(201,807)	(294,689)
Financing activity		
Repayment of demand loan payable	-	(30,304)
Increase (decrease) in cash	8,791	(178,260)
Cash, beginning of year	182,118	360,378
Cash, end of year	\$ 190,909	\$ 182,118

See accompanying notes

The Bridge on 20th Fellowship Centre Inc.

Notes to the Financial Statements

October 31, 2024

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, 2024

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 General 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, 2024

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. Long-term investment

Description	Maturity	Interest	2024	2023
Affinity Credit Union - GIC	January 31, 2025	3.15%	\$ 200,000	\$ -
Accrued interest			4,712	-
			<u>\$ 204,712</u>	<u>\$ -</u>

4. Property, plant and equipment

	2024		2023	
	Cost	Accumulated amortization	Net	Net
Buildings	\$ 3,336,839	\$ 766,604	\$ 2,570,235	\$ 2,677,328
Computer equipment	26,530	25,300	1,230	2,733
Furniture and fixtures	87,789	52,867	34,922	41,620
Parking lot	411,902	48,110	363,792	395,426
Vehicles	38,084	27,677	10,407	14,868
Land	299,087	-	299,087	299,087
	<u>\$ 4,200,231</u>	<u>\$ 920,558</u>	<u>\$ 3,279,673</u>	<u>\$ 3,431,062</u>

5. Accounts payable and accrued liabilities

	2024	2023
Trade accounts payable	\$ 825	\$ -
Government remittances	-	18,688
Vacation payable	19,309	9,707
	<u>\$ 20,134</u>	<u>\$ 28,395</u>

The Bridge on 20th Fellowship Centre Inc.

Notes to the Financial Statements

October 31, 2024

6. Externally restricted capital fund

	2024	2023
Balance, beginning of year	\$ 11,715	\$ 61,767
Capital portion of interest expense	(37)	(1,268)
Purchase and disposal of property, plant and equipment	(1,807)	(294,689)
Capital portion of debt repayment	-	(30,304)
Capital donations	-	97,852
Interfund transfer	1,807	178,357
	\$ 11,678	\$ 11,715

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

7. Invested in tangible capital assets

	2024	2023
Balance, beginning of year	\$ 3,431,061	\$ 3,281,159
Purchases during the year	1,807	294,691
Amortization	(153,195)	(144,789)
Balance, end of year	\$ 3,279,673	\$ 3,431,061

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:

	2024	2023
25th Anniversary expenses	\$ 1,122	\$ -
Caregiving, worship, and discipleship expense	642	66
Food and kitchen supplies expense	3,777	2,923
Free store	744	231
Travel	379	-
	\$ 6,664	\$ 3,220

The Bridge on 20th Fellowship Centre Inc.

Notes to the Financial Statements

October 31, 2024

9. Related party transactions

The organization is related to Keystone Outdoor Living by virtue of that business being controlled by a member of the board of directors. Transactions and balances with this related party consist of property, plant and equipment additions of \$nil (2023 - \$290,816).

These transactions are in the normal course of operations and are measured at their exchange amount, which is the amount of consideration established and agreed to by the related parties.

10. 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.