

**ALBERTA WILDERNESS ASSOCIATION**

**FINANCIAL STATEMENTS**

(Unaudited)

**JULY 31, 2022**



# 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, 2022, 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, 2022, 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  
September 14, 2022

*Roberts & Company*

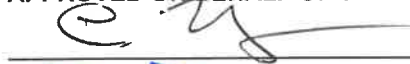
CHARTERED PROFESSIONAL ACCOUNTANTS LLP


**ALBERTA WILDERNESS ASSOCIATION**  
**STATEMENT OF FINANCIAL POSITION**  
(Unaudited)

**AS AT JULY 31, 2022**

	<b>2022 Operating Fund</b>	<b>2022 Restricted Funds</b>	<b>2022 Total</b>	<b>2021 Total</b>
<b>ASSETS</b>				
<b>CURRENT</b>				
Cash and cash equivalents (Note 2)	\$ 626,974	\$ 1,840	\$ 628,814	\$ 505,446
Term deposits	-	-	-	152,011
Marketable securities (Note 3)	163,665	-	163,665	154,507
Accounts receivable	4,074	-	4,074	-
Interest receivable	-	-	-	836
Prepaid expenses	9,146	-	9,146	7,150
GST receivable	550	290	840	3,613
Donated items held for auction	2,800	-	2,800	1,100
	807,209	2,130	809,339	824,663
<b>LAND AND BUILDING</b> (Note 4)	616,317	-	616,317	625,010
<b>INVESTMENT IN ART</b> , at cost	4,750	-	4,750	6,525
	\$ 1,428,276	\$ 2,130	\$ 1,430,406	\$ 1,456,198
<b>LIABILITIES</b>				
<b>CURRENT</b>				
Accounts payable and accrued	\$ 7,343	\$ -	\$ 7,343	\$ 6,760
Wages payable	27,379	-	27,379	86,143
Payroll remittances payable	5,603	-	5,603	16,496
	40,325	-	40,325	109,399
<b>FUND BALANCES</b>				
Unrestricted	1,387,951	-	1,387,951	1,308,812
Restricted	-	2,130	2,130	37,987
	1,387,951	2,130	1,390,081	1,346,799
	\$ 1,428,276	\$ 2,130	\$ 1,430,406	\$ 1,456,198

**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, 2022**

	<u>2022 Operating Fund</u>	<u>2022 Restricted Funds</u>	<u>2022 Total</u>	<u>2021 Total</u>
<b>REVENUES</b>				
General donations	\$ 513,242	\$ -	\$ 513,242	\$ 527,035
Grants (Note 5)	58,995	-	58,995	102,311
Consulting income	50,077	-	50,077	15,858
Fundraising	10,284	-	10,284	10,734
Canada emergency wage subsidy	19,581	-	19,581	110,505
Canada recovery hiring program	10,279	-	10,279	-
Unrealized gain on marketable securities	9,158	-	9,158	41,640
Investment income	7,632	-	7,632	8,699
Membership revenue	899	-	899	3,287
Realized loss on sale of marketable securities	(1,082)	-	(1,082)	(201)
Rental income	-	-	-	750
Casino	-	-	-	58,560
	<u>679,065</u>	<u>-</u>	<u>679,065</u>	<u>879,178</u>
<b>EXPENSES</b>				
Wilderness stewardship and outreach	427,060	34,656	461,716	469,670
Development	87,415	-	87,415	97,831
General and administration	76,758	1,201	77,959	96,234
Amortization on building	8,693	-	8,693	9,659
	<u>599,926</u>	<u>35,857</u>	<u>635,783</u>	<u>673,394</u>
<b>EXCESS OF REVENUE OVER EXPENSES</b>	79,139	(35,857)	43,282	205,784
<b>FUND BALANCES, beginning of year</b>	<u>1,308,812</u>	<u>37,987</u>	<u>1,346,799</u>	<u>1,141,015</u>
<b>FUND BALANCES, end of year</b>	<u>\$ 1,387,951</u>	<u>\$ 2,130</u>	<u>\$ 1,390,081</u>	<u>\$ 1,346,799</u>

**ALBERTA WILDERNESS ASSOCIATION**  
**STATEMENT OF CASH FLOWS**  
(Unaudited)

**FOR THE YEAR ENDED JULY 31, 2022**

	<u>2022 Operating Fund</u>	<u>2022 Restricted Funds</u>	<u>2022 Total</u>	<u>2021 Total</u>
<b>OPERATING ACTIVITIES</b>				
Excess of revenue over expenses	\$ 79,139	\$ (35,857)	\$ 43,282	\$ 205,784
Adjustments for items not affecting cash				
Donated marketable securities	(32,296)	-	(32,296)	(27,442)
Art collection disposition (acquisition)	1,775	-	1,775	(1,725)
Realized loss on sale of marketable securities	1,082	-	1,082	201
Unrealized gain on marketable securities	(9,158)	-	(9,158)	(41,640)
Amortization of building	8,693	-	8,693	9,659
Working capital provided (used) by operating activities	49,235	(35,857)	13,378	144,837
Change in non-cash operating working capital (Note 6)	(75,451)	2,216	(73,235)	32,280
Cash provided (used) by operations	(26,216)	(33,641)	(59,857)	177,117
<b>INVESTING ACTIVITIES</b>				
Proceeds on sale of marketable securities	31,214	-	31,214	27,241
Purchase of term deposits	-	-	-	(152,011)
Redemption of term deposits	152,011	-	152,011	100,000
	183,225	-	183,225	(24,770)
<b>INCREASE (DECREASE) IN THE YEAR</b>	157,009	(33,641)	123,368	152,347
<b>CASH &amp; CASH EQUIVALENTS, beginning of year</b>	469,965	35,481	505,446	353,099
<b>CASH &amp; CASH EQUIVALENTS, end of year (Note 7)</b>	\$ 626,974	\$ 1,840	\$ 628,814	\$ 505,446

**ALBERTA WILDERNESS ASSOCIATION**  
**NOTES TO FINANCIAL STATEMENTS**  
(Unaudited)

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**FOR THE YEAR ENDED JULY 31, 2022**

**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 Association'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.

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.

e) **Land and building**

Land and building are recorded at cost. Amortization for the building is calculated using the declining balance method at ten percent per year.

**ALBERTA WILDERNESS ASSOCIATION**  
**NOTES TO FINANCIAL STATEMENTS**  
(Unaudited)

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**FOR THE YEAR ENDED JULY 31, 2022**

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

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 and accounts receivable, at amortized cost; and
- all financial liabilities, which include accounts payable and accrued, at amortized cost.

h) Tangible equipment

The organization expenses the cost of all equipment as it is purchased, as the amounts involved are not material. No tangible equipment was purchased during the year.

**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 \$1,840 (2021 - \$35,481).

**3. MARKETABLE SECURITIES**

	<u>2022</u>	<u>2021</u>
Marketable securities (cost at \$124,320, 2021 - \$124,320)	\$ <u>163,665</u>	\$ <u>154,507</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, 2022**

**4. LAND AND BUILDING**

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net 2022</u>
Land	\$ 538,083	\$ -	\$ 538,083
Building	<u>175,926</u>	<u>97,692</u>	<u>78,234</u>
	<u>\$ 714,009</u>	<u>\$ 97,692</u>	<u>\$ 616,317</u>
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net 2021</u>
Land	\$ 538,083	\$ -	\$ 538,083
Building	<u>175,926</u>	<u>88,999</u>	<u>86,927</u>
	<u>\$ 714,009</u>	<u>\$ 88,999</u>	<u>\$ 625,010</u>

**5. GRANTS**

The organization received grant funding from various sources in the amount of \$58,995 (2021 - \$102,311).

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 \$16,455 (2021 - \$16,455) and a Covid Relief Fund Grant amount of \$nil (2021 - \$2,500).

**6. CHANGE IN NON-CASH WORKING CAPITAL**

	<u>2022</u>	<u>2021</u>
DECREASE (INCREASE) IN CURRENT ASSETS		
Accounts receivable	\$ (4,074)	\$ 1,740
Interest receivable	836	934
Canadian emergency wage subsidy receivable	-	20,932
Prepaid expenses	(1,996)	925
GST receivable	2,773	(2,139)
Donated items held for auction	(1,700)	1,725
INCREASE (DECREASE) IN CURRENT LIABILITIES		
Accounts payable and accrued	583	(11,539)
Wages payable	(58,764)	12,850
Payroll remittances payable	<u>(10,893)</u>	<u>6,852</u>
	<u>\$ (73,235)</u>	<u>\$ 32,280</u>



**ALBERTA WILDERNESS ASSOCIATION**  
**NOTES TO FINANCIAL STATEMENTS**  
(Unaudited)

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**FOR THE YEAR ENDED JULY 31, 2022**

**7. 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>2022</u>	<u>2021</u>
Cash - operating	\$ 626,974	\$ 469,965
Cash - restricted	<u>1,840</u>	<u>35,481</u>
	<u>\$ 628,814</u>	<u>\$ 505,446</u>

**8. 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.

**9. 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.