
Financial statements of
Friends of Madge Lake, Duck
Mountain Park Incorporated

December 31, 2022

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Independent Practitioner's Review Engagement Report

To the Members of
Friends of Madge Lake, Duck Mountain Park Incorporated

We have reviewed the accompanying financial statements of Friends of Madge Lake, Duck Mountain Park Incorporated that comprise the statement of financial position as at December 31, 2022, and the statements of operations, changes in net assets and cash flows for the year then ended, and 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 these 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 Friends of Madge Lake, Duck Mountain Park Incorporated as at December 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.

Deloitte LLP

Chartered Professional Accountants
May 22, 2023

Friends of Madge Lake, Duck Mountain Park Incorporated

Statement of operations

Year ended December 31, 2022

(Unaudited)

	Notes	2022 \$	2021 \$
Revenue			
Donations, fundraisers and sponsorships	5	800	45,000
Commission on vendor sales	3	21,612	16,552
Friendship donations		14,385	15,700
Grants		1,094	—
Other revenue (Schedule 1)		19,953	21,404
		57,844	98,656
Expenses			
General and administration		4,844	8,462
Bank, interest and transaction fees		1,544	1,415
Wages		5,748	3,891
Other expenses (Schedule 1)		15,644	14,370
		27,780	28,138
Excess of revenue over expenses from operations		30,064	70,518
Park project expenditures	4	(3,363)	(52,019)
Excess of revenue over expenses		26,701	18,499

The accompanying notes are an integral part of the financial statements.

Friends of Madge Lake, Duck Mountain Park Incorporated**Statement of changes in net assets**

Year ended December 31, 2022

(Unaudited)

	Restricted Park Project Reserve	Unrestricted	2022	2021
	\$	\$	\$	\$
Net assets, beginning of year	11,534	28,929	40,463	21,964
Excess of revenue over expenses from operations	—	30,064	30,064	70,518
Park project expenditures	(3,363)	—	(3,363)	(52,019)
Transfers	1,133	(1,133)	—	—
Net assets, end of year	9,304	57,860	67,164	40,463

The accompanying notes are an integral part of the financial statements.

Friends of Madge Lake, Duck Mountain Park Incorporated

Statement of financial position

As at December 31, 2022

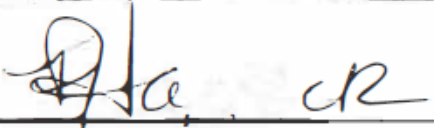
(Unaudited)

	Notes	2022 \$	2021 \$
Assets			
Current assets			
Cash		63,759	35,313
Prepays		3,955	5,700
		67,714	41,013
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities		550	550
Net assets			
Restricted – Park project reserve	4	9,304	11,534
Unrestricted		57,860	28,929
		67,164	40,463
		67,714	41,013

The accompanying notes are an integral part of the financial statements.

Approved by the Board

 _____, Director

 _____, Director

Friends of Madge Lake, Duck Mountain Park Incorporated**Statement of cash flows**

Year ended December 31, 2022

(Unaudited)

	2022	2021
	\$	\$
Operating activities		
Excess of revenue over expenses	26,701	18,499
Adjustment for		
Changes in non-cash working capital		
Prepays	1,745	(2,115)
Accounts payable and accrued liabilities	—	(180)
	28,446	16,204
Net increase in cash	28,446	16,204
Cash, beginning of year	35,313	19,109
Cash, end of year	63,759	35,313

The accompanying notes are an integral part of the financial statements.

Friends of Madge Lake, Duck Mountain Park Incorporated

Notes to the financial statements

December 31, 2022

(Unaudited)

1. Description of business

Friends of Madge Lake, Duck Mountain Park Incorporated ("the Organization" or "FOML") was formed on November 1, 2017 and was incorporated under the Non-Profit Corporations Act of Saskatchewan. The Organization has no share capital, the liability of members is limited and no distributions to the members can be made. The Organization was granted registered charitable status on January 11, 2021.

The Organization's mission is to identify valued projects in Duck Mountain Provincial Park ("the Park" or "Madge Lake"), raise sufficient funds to fulfill the Organizational goals and work toward enhancing the Madge Lake experience. The Organization works with volunteers to enhance and maintain the Park in collaboration with Park administration.

2. Significant accounting policies

Basis of presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO") and include the following significant accounting policies:

Use of estimates

The preparation of the financial statements in conformity with ASNPO requires management to make estimates and assumptions that affect reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

Revenue recognition

The Organization follows the deferral method of accounting for contributions. Restricted contributions and donations are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions and donations are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Donations, fundraisers, and sponsorships are recorded as revenue in the statement of operations when amounts are received. If amounts received have restrictions or stipulations, they are recorded as deferred revenue in the statement of financial position. FOML does not organize and is not responsible for cash transactions at fundraising events. Certain events and fundraisers are held at the Park, and organizers of those events sometimes choose to donate proceeds, at their discretion, to FOML.

Commission on vendor sales are determined by vendor agreements. Vendors provide their product to the Organization. When product is sold, the Organization earns a commission and remits the remainder of the proceeds on sale back to the vendor. Any unsold products are given back to the vendors at year-end.

Other revenue is recognized when goods are sold or services are rendered and the amount to be received can be reasonably assured.

Friends of Madge Lake, Duck Mountain Park Incorporated

Notes to the financial statements

December 31, 2022

(Unaudited)

2. Significant accounting policies (continued)

Restricted funds

The Board of Directors restricts funds for specific projects from time to time. These amounts are reported separately in the net assets section of the statement of financial position. Restricted funds are used for capital or other projects in the Park. Funds spent on Park projects are expensed in the statement of operations as any asset constructed belongs to the Park.

Facility costs

The Organization operates a craft store out of a log cabin in the Park. The log cabin is owned by the Park. The Park allows the Organization to use the cabin at no cost. No amounts in these financial statements have been recorded for the Park allowing the Organization to operate in its log cabin. All improvements to the property were made by the park and FOML volunteers and are recorded as expenses in the statement of operations.

Capital assets

Capital assets are recorded as expenses in the year they are acquired.

Cash

Cash is comprised of cash held within bank accounts.

Financial Instruments

The Organization measures its financial assets and liabilities at fair value. The Organization subsequently measures all its financial assets and liabilities at amortized cost. Changes in fair value are recognized in the statement of operations.

Contributed services

The Organization would not be able to carry out its activities without the services of the many volunteers who donate labor hours. These contributed services are not recognized in the financial statements.

3. Commissions

During the year, the Organization earned \$21,612 (\$16,552 in 2021) in commissions resulting from total vendor sales of \$74,432 (\$57,799 in 2021) and total vendor expenses of \$52,820 (\$41,247 in 2021).

Friends of Madge Lake, Duck Mountain Park Incorporated

Notes to the financial statements

December 31, 2022

(Unaudited)

4. Restricted net assets - Park project reserve

During the year, the Organization spent \$3,363 (\$52,019 in 2021) on various projects to enhance the Park. The board of directors approved transfers of \$4,000 (\$60,000 in 2021) from unrestricted operating reserve to the restricted park project reserve. \$2,867 (\$588 in 2021) of funds were transferred from the restricted park project reserve to the unrestricted operating reserve which represents unspent funds on projects that have been completed. Details of restricted funds committed to specific projects, and project spending, are as follows:

Description	Restricted Funds Dec 31st, 2021	Restricted Fund and Operating Fund Transfers	Project Spending Opening Balance	2022 Project Spending	Restricted Funds Dec 31st, 2022	Project Spending since Inception
Trail/Highway Signs	-	-	10,758	-	-	10,758
Off Leash Dog Park	-	-	4,753	-	-	4,753
Rec Haul Upgrade	-	-	1,615	-	-	1,615
Upgrade Rec Hall Sound System	-	-	3,421	-	-	3,421
Memorial Pole	-	-	5,900	-	-	5,900
Tennis/Basketball Courts Resurfacing	-	-	42,180	-	-	42,180
Wake Free Zones	-	-	5,173	-	-	5,173
Ski Hill Support	-	-	5,000	-	-	5,000
Forest Educational Program	5,000	(2,867)	-	2,133	-	2,133
Fisheries Management Program	5,000	-	-	-	5,000	-
Memorial Benches	1,534	-	3,467	729	805	4,196
Upgrade Courts Equipment	-	4,000	-	501	3,499	501
Sub-Total Projects	11,534	1,133	82,266	3,363	9,304	85,629
Targeted Donations						
Jubilee Playground	-	-	-	-	-	48,553
Total Projects	11,534	1,133	82,266	3,363	9,304	134,182

5. Donations, fundraisers, and sponsorships

Amounts donated, fundraised, or received through sponsorships, net of expenses incurred, through the following events were received and recorded in the statement of operations:

	2022 \$	2021 \$
General fundraisers	800	—
Nykolaishen Foundation	—	45,000
	800	45,000

6. Income taxes

No provision is recognized for income taxes in these financial statements as the Organization is a not-for-profit corporation and is exempt from taxation.

7. Financial instruments

The Organization has determined it does not have any significant credit, interest, liquidity, or market risk through any its financial assets and liabilities.

Friends of Madge Lake, Duck Mountain Park Incorporated**Schedule 1 – Schedule of other revenue and expenses**

Year ended December 31, 2022

(Unaudited)

	Revenue	Expenses	2022	2021
	\$	\$	\$	\$
Item sales	8,811	7,718	1,093	2,720
Confectionary	6,547	7,093	(546)	833
50 / 50	1,665	833	832	697
Cookbooks	780	—	780	615
Bottle / can deposit	175	—	175	244
Farmer's Market	1,975	—	1,975	1,925
	19,953	15,644	4,309	7,034