

Financial Statements of

**COMMUNITY FUTURES
CROWNEST PASS**

And Independent Auditor's Report thereon

Year ended March 31, 2023



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Community Futures Crowsnest Pass

Opinion

We have audited the financial statements of Community Futures Crowsnest Pass (the "Corporation"), which comprise:

- the statement of financial position as at March 31, 2023
- the statement of operations for the year then ended
- the statement of changes in fund balances for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies (hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 2023, and its results of operations, and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

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 auditor's report.

We are independent of the Corporation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other 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 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.

In preparing the financial statements, management is responsible for assessing the Corporation'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 Corporation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Corporation'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 the 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 Corporation'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 Corporation'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 Corporation 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 represents the underlying transactions and events in a manner that achieves fair presentation.
- 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.

KPMG LLP

Chartered Professional Accountants

Lethbridge, Canada

July 27, 2023

COMMUNITY FUTURES CROWSNEST PASS



Statement of Financial Position

March 31, 2023, with comparative information for 2022

	Loan Investment Funds						RRRF Investment/ Loan Fund	2023 Total	2022 Total
	PrairiesCan Operating Fund	Tourism Growth Innovation Fund	PrairiesCan Non- Repayable Investment Fund	PrairiesCan Conditionally Repayable Investment Fund	PrairiesCan Conditionally Repayable EDP Fund				
Assets									
Current assets:									
Cash and short-term investments (note 2)	\$ 192,132	\$ --	\$1,194,196	\$ 370,853	\$ 381,595	\$ 20,020	\$2,158,796	\$ 1,659,966	
Accounts receivable	3,697	--	--	--	45	--	3,742	41,926	
Interest receivable	--	--	33,925	--	--	--	33,925	29,998	
Prepaid expenses	4,465	--	--	--	--	--	4,465	4,962	
Current portion of loans receivable (note 3)	--	--	232,225	--	--	--	232,225	254,390	
	200,294	--	1,460,346	370,853	381,640	20,020	2,433,153	1,991,242	
Capital assets (note 4)	31,510	--	--	--	--	--	31,510	--	
Loans receivable, net of allowance for loan impairment (note 3)	--	--	1,813,624	--	--	569,000	2,382,624	2,568,751	
	\$ 231,804	\$ --	\$3,273,970	\$ 370,853	\$ 381,640	\$ 589,020	\$4,847,287	\$ 4,559,993	

	Loan Investment Funds							2022 Total
	PrairiesCan Operating Fund	Tourism Growth Innovation Fund	PrairiesCan Non- Repayable Investment Fund	PrairiesCan Conditionally Repayable Investment Fund	PrairiesCan Conditionally Repayable EDP Fund	RRRF Investment/ Loan Fund	2023 Total	
Liabilities and Fund Balances								
Current liabilities:								
Accounts payable and accrued liabilities	\$ 18,242	\$ --	\$ 18,229	\$ --	\$ --	\$ --	\$ 36,471	\$ 19,285
Unamortized deferred capital contributions	--	--	--	--	--	--	--	--
Deferred contributions (note 11)	--	--	10,000	--	--	20,020	30,020	24,195
Debt (note 7)	--	--	100,000	--	--	569,000	669,000	611,000
Net assets:								
Fund balances (note 12)	213,562	--	3,145,741	370,853	381,640	--	4,111,796	3,905,513
	\$ 231,804	\$ --	\$ 3,273,970	\$ 370,853	\$ 381,640	\$ 589,020	\$ 4,847,287	\$ 4,559,993

See accompanying notes to financial statements.

On behalf of the Board:

 Director

 Director

COMMUNITY FUTURES CROWSNEST PASS

Statement of Operations

Year ended March 31, 2023, with comparative information for 2022

	Loan Investment Funds							2022 Total
	PrairiesCan Operating Fund	Tourism Growth Innovation Fund	PrairiesCan Non- Repayable Investment Fund	PrairiesCan Conditionally Repayable Investment Fund	PrairiesCan Conditionally Repayable EDP Fund	RRRF Investment/ Loan Fund	2023 Total	
Revenue:								
Interest on loans receivable	\$ --	\$ --	\$ 140,133	\$ --	\$ --	\$ --	\$ 140,133	\$ 146,814
Transfer - CGI Interest	4,195	--	(4,195)	--	--	--	--	--
Investment income	1,520	--	16,791	5,081	5,218	--	28,610	36,202
Contributions (note 6)	339,550	--	--	--	--	--	339,550	299,600
Recovery of bad debts	--	--	800	--	--	--	800	900
Amortization of deferred capital contributions	--	--	--	--	--	--	--	92
Other	22,169	--	--	--	--	500	22,669	16,986
	367,434	--	153,529	5,081	5,218	500	531,762	500,594
Expenses (schedule)	324,646	18	315	--	--	500	325,479	318,462
Excess (deficiency) of revenue over expenses	\$ 42,788	\$ (18)	\$ 153,214	\$ 5,081	\$ 5,218	\$ --	\$ 206,283	\$ 182,132

See accompanying notes to financial statements.

COMMUNITY FUTURES CROWSNEST PASS

Statement of Changes in Fund Balances

Year ended March 31, 2023, with comparative information for 2022

	Loan Investment Funds						2023 Total	2022 Total
	PrairiesCan Operating Fund	Tourism Growth Innovation Fund	PrairiesCan Non- Repayable Investment Fund	PrairiesCan Conditionally Repayable Investment Fund	PrairiesCan Conditionally Repayable EDP Fund	RRRF Investment/ Loan Fund		
Net assets:								
Invested in capital assets, beginning of year	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Net transfer	31,510	--	--	--	--	--	31,510	--
Net assets invested in capital assets, end of year	31,510	--	--	--	--	--	31,510	--
Externally restricted funds, beginning of year	--	--	2,992,527	365,772	376,422	--	3,734,721	3,552,109
Excess of revenue over expenses	--	--	153,214	5,081	5,218	--	163,513	182,612
Externally restricted funds, end of year	--	--	3,145,741	370,853	381,640	--	3,898,234	3,734,721
Unrestricted funds, beginning of year	170,774	18	--	--	--	--	170,792	170,099
Excess (deficiency) of revenue over expenses	42,788	(18)	--	--	--	--	42,770	693
Net transfer	(31,510)	--	--	--	--	--	(31,510)	--
Unrestricted funds, end of year	182,052	--	--	--	--	--	182,052	170,792
	\$ 213,562	\$ --	\$ 3,145,741	\$ 370,853	\$ 381,640	\$ --	\$4,111,796	\$3,905,513

See accompanying notes to financial statements.

COMMUNITY FUTURES CROWSNEST PASS

Statement of Cash Flows

Year ended March 31, 2023, with comparative information for 2022

	Loan Investment Funds						2023 Total	2022 Total
	PrairiesCan Operating Fund	Tourism Growth Innovation Fund	PrairiesCan Non- Repayable Investment Fund	PrairiesCan Conditionally Repayable Investment Fund	PrairiesCan Conditionally Repayable EDP Fund	RRRF Investment/ Loan Fund		
Cash provided by (used in):								
Operations:								
Excess (deficiency) of revenue over expenses	\$ 42,788	\$ (18)	\$ 153,214	\$ 5,081	\$ 5,218	\$ --	\$ 206,283	\$182,132
Items not involving cash:								
Provision for credit losses	--	--	--	--	--	--	--	--
Amortization of deferred capital contributions	--	--	--	--	--	--	--	(92)
Amortization	3,899	--	--	--	--	--	3,899	1,265
Change in non-cash operating working capital (note 9)	34,624	(661)	24,302	--	--	(500)	57,765	(61,910)
	81,311	(679)	177,516	5,081	5,218	(500)	267,947	121,395
Investing and financing:								
Purchase of property	--	--	--	--	--	--	--	--
Plant and equipment	(35,409)	--	--	--	--	--	(35,409)	--
Change in loan portfolio	--	--	166,292	--	--	--	208,292	36,771
Proceeds from debt	--	--	100,000	--	--	--	58,000	(46,000)
	(35,409)	--	266,292	--	--	--	230,883	(9,229)
Increase (decrease) in cash and cash equivalents	45,902	(679)	443,808	5,081	5,218	(500)	498,830	112,166
Cash and cash equivalents, beginning of year	146,230	679	750,388	365,772	376,377	20,520	1,659,966	1,547,800
Cash and cash equivalents, end of year (note 2)	\$ 192,132	\$ --	\$ 1,194,196	\$ 370,853	\$ 381,595	\$ 20,020	\$ 2,158,796	\$1,659,966

See accompanying notes to financial statements.