



SOCIÉTÉ HISTORIQUE FRANCOPHONE DE L'ALBERTA

FINANCIAL STATEMENTS

August 31, 2024



SOCIÉTÉ HISTORIQUE FRANCOPHONE DE L'ALBERTA

FINANCIAL STATEMENTS

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INDEPENDENT AUDITOR'S REPORT

To the Members of Société Historique Francophone de l'Alberta

Opinion

We have audited the accompanying financial statements of Société Historique Francophone de l'Alberta, which comprise the statement of financial position as at August 31, 2024, and the statements of operations, changes in net assets, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Société Historique Francophone de l'Alberta as at August 31, 2024, and the results of its activities 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 report. We are independent of the Entity 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

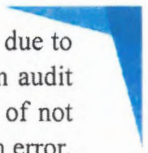
Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Entity'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:

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- 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 Entity'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 Entity'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 Entity 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.

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.



Bergeron & Co. Chartered Professional Accountants

October 7, 2024
Edmonton, AB



SOCIÉTÉ HISTORIQUE FRANCOPHONE DE L'ALBERTA
STATEMENT OF OPERATIONS
For the year ended August 31, 2024

	<u>2024</u>	<u>2023</u>
REVENUES		
Heritage Canada	\$ 69,261	\$ 70,000
Casino	58,476	50,815
Edmonton Heritage Council	55,591	37,540
Alberta Historical Resources Foundation	22,409	28,451
Partnerships (Note 9)	17,284	9,436
Employment grants	12,042	5,624
Service fees	9,629	40,953
Amortization of deferred capital contributions (Note 8)	923	1,038
Memberships	40	190
Donations	35	-
Interest	-	48
	<u>245,690</u>	<u>244,095</u>
EXPENSES		
Wages and benefits	145,314	133,013
Consulting fees	46,164	65,348
Travel	14,080	13,665
Office and general	12,899	6,438
Rent	9,198	3,690
Professional fees	5,740	5,433
Advertising and promotion	3,762	3,614
Equipment rental	3,732	1,222
Insurance	1,987	1,901
Amortization of tangible assets	1,174	1,175
Telephone	775	1,037
Bank charges	743	476
	<u>245,568</u>	<u>237,012</u>
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 122</u>	<u>\$ 7,083</u>

See accompanying Notes to Financial Statements

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SOCIÉTÉ HISTORIQUE FRANCOPHONE DE L'ALBERTA
STATEMENT OF CHANGES IN NET ASSETS
For the year ended August 31, 2024

NET ASSETS	Restricted	Invested in capital assets	Unrestricted	Total 2024	Total 2023
Balance, beginning of year	\$ -	\$ 251	\$ 35,406	\$ 35,657	\$ 28,574
Excess of revenues over expenses	-	(251)	373	122	7,083
Balance, end of year	\$ -	\$ -	\$ 35,779	\$ 35,779	\$ 35,657

See accompanying Notes to Financial Statements




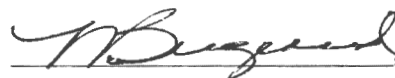
SOCIÉTÉ HISTORIQUE FRANCOPHONE DE L'ALBERTA
STATEMENT OF FINANCIAL POSITION

August 31, 2024

	<u>2024</u>	<u>2023</u>
ASSETS		
CURRENT		
Cash (Note 3)	\$ 193,784	\$ 139,244
Accounts receivable (Note 4)	28,325	5,624
Goods and Services Tax recoverable	4,124	2,891
Prepaid expenses	<u>1,460</u>	<u>6,441</u>
TOTAL CURRENT ASSETS	227,693	154,200
TANGIBLE CAPITAL ASSETS (Note 5)	<u>493</u>	<u>1,667</u>
TOTAL ASSETS	<u>\$ 228,186</u>	<u>\$ 155,867</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 23,749	\$ 12,240
Payroll liabilities	3,180	2,680
Deferred revenues (Note 7)	<u>164,985</u>	<u>103,875</u>
TOTAL CURRENT LIABILITIES	191,914	118,795
DEFERRED CAPITAL CONTRIBUTIONS (Note 8)	<u>493</u>	<u>1,415</u>
TOTAL LIABILITIES	<u>192,407</u>	<u>120,210</u>
NET ASSETS		
Net assets invested in capital assets	-	251
Unrestricted net assets	<u>35,779</u>	<u>35,406</u>
TOTAL NET ASSETS	<u>35,779</u>	<u>35,657</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 228,186</u>	<u>\$ 155,867</u>

Approved by the Directors:

 Director

 Director

See accompanying Notes to Financial Statements

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SOCIÉTÉ HISTORIQUE FRANCOPHONE DE L'ALBERTA
CASH FLOW STATEMENT
For the year ended August 31, 2024

	<u>2024</u>	<u>2023</u>
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 122	\$ 7,083
Add (deduct):		
Charges to income not involving cash		
Amortization of tangible capital assets	1,174	1,175
Amortization of deferred capital contributions	<u>(923)</u>	<u>(1,038)</u>
	373	7,220
Net change in non-cash working capital balances related to operations		
Grants receivable	(22,701)	(2,267)
Goods and services tax payable	(1,233)	(1,142)
Prepaid expenses	4,981	(5,073)
Accounts payable and accrued liabilities	11,509	(13,652)
Payroll liabilities	501	(4,552)
Deferred revenues	<u>61,110</u>	<u>(19,338)</u>
	<u>54,540</u>	<u>(38,804)</u>
INCREASE (DECREASE) IN CASH	54,540	(38,804)
CASH, beginning of year	<u>139,244</u>	<u>178,048</u>
CASH, end of year	<u>\$ 193,784</u>	<u>\$ 139,244</u>



SOCIÉTÉ HISTORIQUE FRANCOPHONE DE L'ALBERTA
NOTES TO FINANCIAL STATEMENTS
August 31, 2024

1. PURPOSE OF THE NOT-FOR-PROFIT ORGANIZATION

The Société historique francophone de l'Alberta is a leader in the identification, preservation, presentation and dissemination of Alberta's francophone historical heritage. The society is a not-for-profit organization, incorporated under the Charter of the Association Canadienne Française de l'Alberta and is tax-exempt under the Income Tax Act of Canada.

The organization derives 72% (2023 - 59%) of its revenues from grants. The society depends on these grants to sustain its activities.

2. ACCOUNTING POLICIES

These financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Revenue recognition

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

Membership and registration fees, product sales, sponsorships, and contributions are recognized when collected.

Interest income is reported on an accrual basis.

Capital contributions are deferred and amortized. They are recognized as revenue using the same method as for depreciation of capital assets.

Cash and cash equivalents

- b) Cash and cash equivalents are comprised of cash and highly liquid term deposits that are readily convertible to cash with maturities that are less than three months from the date of acquisition.

Financial instruments

- c) All financial assets and liabilities are measured initially at fair value. Subsequent measurement is at amortized cost.

Financial assets measured at amortized cost consist of cash, trade receivables, grants receivable and common shares in a credit union.

Financial liabilities measured at amortized cost consist of accounts payable and accrued liabilities as well as payroll liabilities.

Contributed materials and services

- d) Volunteers contribute many hours per year to assist the organization in carrying out its service delivery activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.



SOCIÉTÉ HISTORIQUE FRANCOPHONE DE L'ALBERTA
NOTES TO FINANCIAL STATEMENTS
August 31, 2024

Use of estimates

- e) 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 and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from these estimates.

Tangible capital assets

- f) Purchased tangible capital assets are recorded at cost. Amortization is recorded at the following rates, which have been established by estimates of useful lives. Additions during the current year are amortized at one-half their normal rates, and no amortization is taken in the year of disposition.

Computer hardware	33% straight line
Office equipment	10% straight line

When a tangible capital asset no longer has any long-term service potential for the Society, the excess of its net carrying amount over any residual value should be recognized as an expense in the statement of operations.

Financial instruments impairment

- g) Financial assets measured at amortized cost are tested for impairment if there are indications of possible impairment. The amount of the write-down is recognized in net income. A previously recognized impairment loss may be reversed to the extent of the improvement, either directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment loss not been recognized previously. The amount of the reversal is recognized in net income.

3. RESTRICTED CASH

	<u>2024</u>	<u>2023</u>
Externally restricted cash - deferred revenue	\$ 164,985	\$ 103,875
Unrestricted cash	<u>28,799</u>	<u>35,369</u>
	<u>\$ 193,784</u>	<u>\$ 139,244</u>

4. ACCOUNTS RECEIVABLE

	<u>2024</u>	<u>2023</u>
Grants receivable	\$ <u>28,325</u>	\$ <u>5,624</u>

SOCIÉTÉ HISTORIQUE FRANCOPHONE DE L'ALBERTA
NOTES TO FINANCIAL STATEMENTS
August 31, 2024



5. TANGIBLE CAPITAL ASSETS

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	
			<u>2024</u>	<u>2023</u>
Computer hardware	\$ 5,280	\$ 4,787	\$ 493	\$ 1,417
Office equipment	<u>2,505</u>	<u>2,505</u>	<u>-</u>	<u>250</u>
	<u>\$ 7,785</u>	<u>\$ 7,292</u>	<u>\$ 493</u>	<u>\$ 1,667</u>

6. CREDIT FACILITY

The Society has an authorized credit card of up to \$10,000. The credit card bears interest at 16.99% on unpaid balances. Interest is payable monthly. The unpaid balance at the end of the year is \$8,896.

7. DEFERRED REVENUES

	<u>Beginning balance</u>	<u>Received</u>	<u>Used</u>	<u>Ending balance</u>
Canadian Heritage	\$ 36,670	\$ 121,760	\$ 69,261	\$ 89,169
Casino	25,504	77,177	58,476	44,205
Alberta Historical Resources Foundation	16,917	19,333	22,409	13,841
Edmonton Heritage Council	7,500	58,734	55,591	10,643
Young Canada Works	-	14,390	7,263	7,127
Fondation franco-albertaine	<u>17,284</u>	<u>-</u>	<u>17,284</u>	<u>-</u>
	<u>\$ 103,875</u>	<u>\$ 291,394</u>	<u>\$ 230,284</u>	<u>\$ 164,985</u>

8. DEFERRED CAPITAL CONTRIBUTIONS

The deferred capital contributions represent the unamortized balance of contributions used to acquire capital assets. The changes in the deferred capital contributions balance for the fiscal year are as follows:

	<u>2024</u>	<u>2023</u>
Opening balance	\$ 1,415	\$ 2,453
Amortization	<u>(922)</u>	<u>(1,038)</u>
	<u>\$ 493</u>	<u>\$ 1,415</u>



SOCIÉTÉ HISTORIQUE FRANCOPHONE DE L'ALBERTA
NOTES TO FINANCIAL STATEMENTS
August 31, 2024

9. PARTNERSHIPS

	<u>2024</u>	<u>2023</u>
Fondation franco-albertaine	\$ 17,284	\$ 3,436
Fédération de sport francophone de l'Alberta	<u>-</u>	<u>6,000</u>
	<u>\$ 17,284</u>	<u>\$ 9,436</u>

10. EXPENSE CATEGORIES

There were expenses of \$10,859 for activities outside of Edmonton, that weren't for the career development of SHFA leadership, or that weren't for telling Edmonton stories elsewhere. This represents 4.4% of the expenses incurred by the Society during the year.

11. FINANCIAL RISKS

The Society is exposed to various risks through its financial instruments, without being exposed to concentrations of risk. The following analysis describes the Society's risk exposure as at August 31, 2024.

Credit risk:

The Society's main credit risk relates to its grants receivable.

Interest rate risk:

The society is exposed to interest rate risk related to the following financial instruments: cash and equivalents and interest-bearing investments. Fluctuations in interest rates can affect the fair value of the investments and cash flows related to interest revenue and interest costs.

Liquidity risk:

The Society is mainly exposed to liquidity risk related to its accounts payable.