THE EXPLOITS VALLEY
YOUNG MEN'S CHRISTIAN ASSOCIATION
FINANCIAL STATEMENTS
AS AT DECEMBER 31, 2024

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INDEPENDENT AUDITOR'S REPORT

To The Members
The Exploits Valley Young Men's Christian Association

Opinion

I have audited the financial statements of The Exploits Valley Young Men's Christian Association (the Organization), which comprise the statement of financial position as at December 31, 2024, and the statement of operations, statement of net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2024, and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Organization in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 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

My 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 my 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 Exploits Valley Young Men's Christian Association'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 Exploits Valley Young Men's Christian Association's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause The Exploits Valley Young Men's Christian Association 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.*

I 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 I identify during my audit.

Grand Falls-Windsor, NL
DATE

Chartered Professional Accountant
Chartered Accountant

THE EXPLOITS VALLEY YOUNG MEN'S CHRISTIAN ASSOCIATION
STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2024

	2024	2023
ASSETS		
CURRENT ASSETS		
Cash	$1,197,161	$ 514,281
Accounts receivable, net of allowance for doubtful accounts $ 84,053 (2023 - $65,551)	19,560	11,609
Accounts receivable Youth 2000 Center Inc	16,000	32,000
Accounts receivable government assistance	182,000	-
Due from NLHC (Note 5)		617
Harmonized sales tax	11,067	44,292
Prepaid expenses	14,545	15,905
	1,440,333	618,704
INTERNALLY RESTRICTED CASH (Note 3)	10,060	10,065
TANGIBLE CAPITAL ASSETS UNDER CONSTRUCTION (Note 4, 12)	-	232,164
TANGIBLE CAPITAL ASSETS (Note 4)	1,596,504	1,063,290
DEFERRED FINANCING COSTS	-	581
	$3,046,897	$1,924,804
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable	$ 185,418	$ 208,540
Accrued vacation pay	36,234	26,559
Accrued wages	87,806	48,965
Accounts payable NLHC	24,358	
Deferred revenue (Note 6)	722,016	337,698
Current maturity on long term debt	14,993	53,963
	1,070,825	675,725
LONG TERM DEBT (Note 7)	76,382	91,342
UNAMORTIZED CAPITAL GRANTS	479,117	
	1,626,324	767,067
NET ASSETS		
INVESTMENT IN CAPITAL ASSETS	1,026,012	1,190,149
INTERNALLY RESTRICTED	10,060	10,065
UNRESTRICTED	384,501	(42,477)
	1,420,573	1,157,737
	$3,046,897	$1,924,804

COMMITMENTS (Note 12)

Signed on behalf of the board.

_____, *Chairperson* _____, *Treasurer*

The accompanying notes form an integral part of this financial statement.

THE EXPLOITS VALLEY YOUNG MEN'S CHRISTIAN ASSOCIATION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
REVENUE		
Recreation Centre (Note 9)	$ 720,580	$ 654,718
Child Care Centres	3,971,237	3,369,984
Amortization deferred Childcare Capacity Funding	16,583	-
Battcock Manor	82,912	87,991
Fundraising	7,416	6,941
Government assistance	118,521	92,366
Bank interest	30,063	26,328
	4,947,312	4,238,328
EXPENSES		
Wages and benefits	3,597,013	2,817,979
Electricity	198,308	226,013
YMCA fees	80,851	79,635
Professional fees	8,063	9,650
Staff and volunteer training	27,355	17,870
Advertising and promotion	17,595	36,456
Maintenance and cleaning	190,345	166,675
Rent	83,160	74,668
Other occupancy costs	52,804	63,864
Childcare transportation	19,807	33,970
Supplies	152,346	162,226
Communications	37,442	33,202
Insurance	27,050	24,911
Bank fees and CLASS fees	23,452	20,032
Health and post secondary education tax	34,628	-
Interest on long term debt	7,579	8,224
Consumable equipment	27,042	26,020
Fees and dues	1,364	3,662
Software support and development fees	15,112	10,787
Depreciation	67,521	51,095
Provision for doubtful accounts	15,640	(4,853)
	4,684,476	3,862,086
EXCESS OF REVENUE OVER EXPENSES	$ 262,836	$ 376,242

The accompanying notes form an integral part of this financial statement.

THE EXPLOITS VALLEY YOUNG MEN'S CHRISTIAN ASSOCIATION
STATEMENT OF CHANGE IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Invested In Capital Assets	*Internally Restricted*	*Unrestricted*	*2024*	*2023*
Balance, beginning of year	*$1,190,149*	*$ 10,065*	*$(42,477)*	*$1,157,737*	
Excess of revenue over expenses	*(50,938)*	*(5)*	*313,779*	*262,836*	
Capital expenditure from unrestricted resources	*368,571*	*-*	*(368,571)*	*-*	
Deferred government assistance received	*(495,700)*	*-*	*495,700*	*-*	
Repayment of long term debt	*13,930*	*-*	*(13,930)*	*-*	
Cash transfer - net	*-*	*-*	*-*	*-*	
	$1,026,012	*$ 10,060*	*$ 384,501*	*$1,420,573*	

	Invested In Capital Assets	*Internally Restricted*	*Unrestricted*	*2023*
Balance, beginning of year	*$ 995,796*	*$ 10,065*	*$(224,366)*	*$ 781,495*
Excess of revenue over expenses	*(51,095)*	*-*	*427,337*	*376,242*
Capital expenditure from unrestricted resources	*232,164*	*-*	*(232,164)*	*-*
Capital expenditure from restricted sources	*-*	*-*	*-*	*-*
Repayment of long term debt	*13,284*	*-*	*(13,284)*	*-*
Cash transfer - net	*-*	*-*	*-*	*-*
	$1,190,149	*$ 10,065*	*$(42,477)*	*$ 1,157,737*

The accompanying notes form an integral part of this financial statement.

THE EXPLOITS VALLEY YOUNG MEN'S CHRISTIAN ASSOCIATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
CASH WAS DERIVED FROM (USED FOR)		
Operating		
Excess of revenue over expenses	$262,836	$376,242
Non-cash items, depreciation	67,521	51,095
, amortization of deferred government assistance	(16,583)	-
, deferred financing costs	581	579
	314,355	427,916
Changes in non-cash working capital		
Accounts receivable	(7,951)	(38,890)
Accounts receivable Youth 2000 Center Inc.	16,000	-
Accounts receivable government assistance	(182,000)	-
Harmonized sales tax	33,225	(14,660)
Due to NLHC	24,975	3,995
Prepaid expenses	1,360	(2,551)
Accounts payable	(23,122)	(260,211)
Accrued vacation pay	9,675	13,211
Accrued wages	38,841	20,316
Deferred revenue	384,318	237,198
	609,676	386,324
Investing		
Purchase of tangible capital assets	(368,571)	-
Tangible capital assets under construction	-	(232,164)
Internally restricted cash	5	-
	(368,566)	(232,164)
Financing		
Deferred government assistance	495,700	-
Repayment of long term debt	(53,930)	(13,284)
	441,770	(13,284)
INCREASE IN CASH	682,880	140,876
CASH, BEGINNING OF YEAR	514,281	373,405
CASH END OF YEAR	$1,197,161	$514,281
CASH CONSISTS OF		
Cash	$1,197,161	$514,281

The accompanying notes form an integral part of this financial statement.

THE EXPLOITS VALLEY YOUNG MEN'S CHRISTIAN ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
AS AT DECEMBER 31, 2024

	2024	2023

1. PURPOSE OF THE ORGANIZATION

The Exploits Valley Young Men's Christian Association is a charity, offering opportunities for personal growth in spirit, mind and body through participation and service to the community.

2. ACCOUNTING POLICY

The financial statements were prepared in accordance with Canadian generally accepted accounting standards for not for profit entities and include the following significant accounting policies:

(a) Cash consists of cash on hand and balances with bank including authorized overdrafts and recurring operating loans. Cash components included in the cash flow statement is detailed thereon. Internally restricted cash is not considered a component of cash.

(b) Amortization was provided on tangible capital assets at the following rates per annum using the declining balance method.

Buildings	*4%*
Land improvements	*8%*
Leasehold improvements	*20%*
Equipment	*20, 30%*

(c) Estimates

The preparation of these financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically and adjustments are made to excess of revenue over expenses as appropriate in the year they become known.

(d) Financial Instruments

The organization initially measures financial instruments at fair value, except for certain non-arms length transactions. The organization subsequently measures all its financial assets and financial liabilities at amortized cost, except for equity investments 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 cost are tested for impairment when there are indicators of impairment. The amount of the write down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement provided it is no greater than the amount that would have been reported at the date of reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

Transaction costs are recognized in net income in the period incurred.

	2024	*2023*

2. ACCOUNTING POLICY (Cont'd)

(e) Revenue Recognition

Revenue is recognized using the deferral basis of accounting.

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and services in the ordinary course of activities. Revenue is shown, net of value-added tax, estimated returns, rebates and discounts and after eliminated revenues within the organization. Revenue is recognized on the following basis:

(i) Sales of goods - retail

Sales of goods are recognized when products are sold to the customer. Retail sales are usually in cash or by credit card.

(ii) Sales of services

Sales of services are recognized in the accounting period in which the services are rendered, by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided.

(iii) Grant revenue

Restricted contributions received for operating expenses are recognized as revenue in the year the expenses are incurred.

(f) Tangible capital assets are recorded as an asset addition in the year of purchase. Grants received towards the purchase of property, plant and equipment are deferred and amortized on the same basis as the underlying asset.

(g) The value of donated goods, services and labour is not reflected in the financial statements.

3. INTERNALLY RESTRICTED CASH

The organization has designated short term guaranteed investment certificates as internally restricted funds for use on future capital expenditures. Internally restricted cash consists of:

Current account	*$ 10,060*	*$ 10,065*

4. TANGIBLE CAPITAL ASSETS

	Cost	*Accumulated Depreciation*		
Land	*$ 44,272*	*$ -*	*$ 44,272*	*$ 44,272*
Land improvements	*13,350*	*10,001*	*3,349*	*3,640*
Leasehold improvements	*634,121*	*49,587*	*584,534*	*4,780*
Building	*1,231,515*	*304,157*	*927,358*	*965,998*
Equipment	*628,432*	*591,441*	*36,991*	*44,600*
Equipment not being amortized	*138,134*	*138,134*	*-*	*-*
	2,689,824	*1,093,320*	*1,596,504*	*1,063,290*
Leasehold improvements under development	*-*	*-*	*-*	*232,164*
	$2,689,824	*$ 1,093,320*	*$ 1,596,504*	*$ 1,295,454*

	2024	2023
5. PAYABLE TO NLHC		
Balance, beginning	$(617)	$(4,612)
Advances received	24,975	19,875
Settlement of prior year amounts		-
Repayments		-
Replacement reserve flowthrough expenditures		-
Excess of revenue over expenses		(15,880)
	$ 24,358	$(617)

The organization has entered into an agreement with Newfoundland and Labrador Housing Corporation (NLHC) to oversee administration of Battcock Manor. Under the terms of the agreement, any surplus in excess of a prescribed amount is repayable to NLHC.

6. DEFERRED REVENUE		
Government grants	$ 716,261	$ 328,811
Program revenue Recreation Centre	5,755	8,887
	$ 722,016	$ 337,698

7. LONG TERM DEBT		
CBDC Central		
7% term loan repayable by blended payments of $1,744, secured by real estate with net book value of $760,401 (2023 - $792,084), due 2030	$ 91,375	$ 105,305
Bank of Nova Scotia		
Non-interest bearing Canada Emergency Business Account (CEBA), repaid during year	-	60,000
	91,375	165,305
Provision for CEBA forgiveness	-	20,000
Current maturities	14,993	53,963
	$ 76,382	$ 91,342

Estimated principal payments on long term debt for the next five years are as follows:

2025	$ 14,993
2026	16,077
2027	17,239
2028	18,477
2029	19,821

	2024	*2023*

8. OTHER

The Exploits Valley Young Men's Christian Association (Exploits Valley YMCA) signed an agreement with the Town of Grand Falls-Windsor to manage the Francis M. Nichols Community Centre which the YMCA currently occupies. The Exploits Valley YMCA is responsible for operating expenses of the facility. The amount of operating grant paid by the Town in return for the management services during the year was $60,000 (2023 - $60,000). Ownership of the building and mortgage liabilities remain with the Town.

9. RECREATION CENTRE REVENUE

Health, fitness, recreation (HFR)	*$ 34,558*	*$ 23,368*
Aquatics	*63,414*	*61,069*
Memberships	*562,608*	*505,027*
Miscellaneous	*-*	*5,254*
Town of Grand Falls-Windsor operating grant (Note 8)	*60,000*	*60,000*
	$ 720,580	*$ 654,718*

10. FINANCIAL INSTRUMENTS & RISK MANAGEMENT

The organization carries various forms of financial instruments. Unless otherwise noted, it is management's opinion that the organization is not exposed to significant interest, currency or credit risks arising from these financial instruments.

11. EMPLOYEE FUTURE BENEFITS

The organization has a defined contribution pension plan providing pension benefits to most of its full time employees. The amount recorded as an expense for the year is $74,133 (2023 - $62,041) and is included in Wages and benefits on the statement of operations.

12. COMMITMENTS

The organization has entered into various lease agreements for the use of real estate.

The organization operates a fitness facility in the Francis M. Nichols Community Centre. No rent is charged for use of this facility. The organization has a right to occupy this facility which expires on December 31, 2025.

The organization operates various childcare facilities out of schools operated by the Newfoundland and Labrador English School District. The right to use these facilities is determined on a year to year basis. Rent in the amount of $1,200 per month is paid to certain schools per month (excluding July and August) and no rent is paid for the use of other facilities. Estimated future rents for the use of these schools for the next 5 years is $12,000 per year.

The organization leases one childcare facilities on a year to year basis at the total rate of $2,400 per annum.

The organization leases one childcare facility under a long term lease which expires in September, 2028 and has the option for one renewal period of additional five years at market rates in effect at renewal date. Estimated future lease payments under the terms of the original lease for the next four years are as follows:

2025	*57,621*
2026	*60,200*
2027	*60,200*
2028	*45,150*