

**SELKIRK & DISTRICT
COMMUNITY FOUNDATION INC.**

Financial Statements
For the year ended June 30, 2025

SELKIRK & DISTRICT COMMUNITY FOUNDATION INC.

Financial Statements
For the year ended June 30, 2025

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Independent Practitioner's Review Engagement Report

To the Board of Directors of Selkirk & District Community Foundation Inc.

We have reviewed the accompanying financial statements of **Selkirk & District Community Foundation Inc.** that comprise the statement of financial position as at June 30, 2025 and the statement of operations, the statement of changes in fund balance and the statement of 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 **Selkirk & District Community Foundation Inc.** as at June 30, 2025, 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.

BDO Canada LLP


Chartered Professional Accountants


Winnipeg, Manitoba
November 18, 2025

SELKIRK & DISTRICT COMMUNITY FOUNDATION INC.
Statement of Financial Position

As at June 30	2025	2024
Assets		
Cash and bank	\$ 83,725	\$ 469,417
Receivables and other (Note 10)	52,452	65,416
Investments (Note 3)	20,692,699	18,807,317
	\$ 20,828,876	\$ 19,342,150
Liabilities and Fund Balances		
Liabilities		
Accounts payable and accrued liabilities	\$ 358,266	\$ 16,360
Grants payable	320,804	328,138
Designated contributions payable (Note 4)	1,118,168	1,083,236
Managed funds (Note 5)	510,423	465,601
	2,307,661	1,893,335
Fund Balances		
Unrestricted	11,791	342,231
Endowment (Note 7)	18,509,424	17,106,584
	18,521,215	17,448,815
	\$ 20,828,876	\$ 19,342,150

Approved by the Board of Directors:





SELKIRK & DISTRICT COMMUNITY FOUNDATION INC.
Statement of Operations

For the year ended June 30, 2025

	General Fund		Endowment Fund		Total	
	2025	2024	2025	2024	2025	2024
Revenue						
Donations (Note 10)	\$ 92,857	\$ 95,331	\$ 530,662	\$ 2,085,098	\$ 623,519	\$ 2,180,429
Grants and other	67,758	22,428	-	-	67,758	22,428
Special events	26,007	24,512	-	-	26,007	24,512
Investment income (Note 8)	27,129	28,602	1,815,216	1,110,301	1,842,345	1,138,903
Administration fee	260,007	242,412	(260,007)	(242,412)	-	-
	<u>473,758</u>	<u>413,285</u>	<u>2,085,871</u>	<u>2,952,987</u>	<u>2,559,629</u>	<u>3,366,272</u>
Expenses						
Salaries and benefits	591,785	205,275	-	-	591,785	205,275
Program and administration	90,321	78,136	-	-	90,321	78,136
Community awareness and fund development	68,680	18,483	-	-	68,680	18,483
Special events	23,683	20,035	-	-	23,683	20,035
	<u>774,469</u>	<u>321,929</u>	<u>-</u>	<u>-</u>	<u>774,469</u>	<u>321,929</u>
Excess (deficiency) of revenue over expenses before grants awarded	(300,711)	91,356	2,085,871	2,952,987	1,785,160	3,044,343
Grants awarded (Note 9)	(29,729)	(26,382)	(683,031)	(666,709)	(712,760)	(693,091)
Excess (deficiency) of revenue over expenses for the year	\$ (330,440)	\$ 64,974	\$ 1,402,840	\$ 2,286,278	\$ 1,072,400	\$ 2,351,252

The accompanying notes form an integral part of these financial statements.

SELKIRK & DISTRICT COMMUNITY FOUNDATION INC.
Statement of Changes in Fund Balances

For the year ended June 30, 2025

	General Fund		Endowment Fund		Total	
	2025	2024	2025	2024	2025	2024
Fund balances, beginning of year	\$ 342,231	\$ 277,257	\$ 17,106,584	\$ 14,820,306	\$ 17,448,815	\$ 15,097,563
Excess (deficiency) of revenue over expense for the year	(330,440)	64,974	1,402,840	2,286,278	1,072,400	2,351,252
Fund balances, end of year	\$ 11,791	\$ 342,231	\$ 18,509,424	\$ 17,106,584	\$ 18,521,215	\$ 17,448,815

The accompanying notes form an integral part of these financial statements.

SELKIRK & DISTRICT COMMUNITY FOUNDATION INC.
Statement of Cash Flows

For the year ended June 30	2025	2024
Cash flows provided by (applied to) the following:		
Operating Activities		
Excess of revenue over expenses for the year	\$ 1,072,400	\$ 2,351,252
Items not affecting cash		
Unrealized gain on investments	(1,691,643)	(529,293)
Changes in non-cash working capital balances		
Receivables and other	12,964	(11,998)
Accounts payable and accrued liabilities	341,906	3,497
Grants payable	(7,333)	(16,937)
Designated contributions payable	34,932	1,007,028
	<u>(236,774)</u>	<u>2,803,549</u>
Investing Activities		
Acquisition of investments	<u>(193,739)</u>	<u>(2,498,084)</u>
Financing Activities		
Net increase in managed funds	<u>44,822</u>	<u>37,402</u>
Net increase (decrease) in cash and bank during the year	(385,691)	342,867
Cash and bank, beginning of year	<u>469,417</u>	<u>126,550</u>
Cash and bank, end of year	\$ 83,726	\$ 469,417

SELKIRK & DISTRICT COMMUNITY FOUNDATION INC.

Notes to Financial Statements

For the year ended June 30, 2025

1. Nature of the Foundation

The Selkirk & District Community Foundation Inc. ("the Foundation") has as its mandate to raise, invest and allocate funds in support of the citizens of Selkirk and District by supporting health, social, heritage, educational, cultural, environmental, and community charitable needs in the community.

The Foundation defines its capital as its unrestricted and endowment fund balances. The Foundation's ultimate goal is to provide for grant making in perpetuity. In order to achieve that goal, the Board of Directors follows its Asset Management Governance Policy, which describes the processes put in place for the management of the Foundation's invested funds. The purpose of this policy is to ensure that the invested funds are managed effectively, prudently and in compliance with all applicable laws. In addition, the Board of Directors follows its Statement of Investment Policy that contains investment objectives, investment guidelines, and monitoring procedures.

The Foundation is incorporated under The Corporations Act of Manitoba. The Foundation is a registered charity and is classified as a public foundation for purposes of the Income Tax Act.

2. Summary of Significant Accounting Policies

a) Basis of Accounting

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations.

b) Fund Accounting

The General Fund reports the Foundation's program delivery and administrative activities including designated non-endowed donations and grants.

The Endowment Fund reports resources donated to the Foundation to be maintained in perpetuity. The Endowment Funds of the Foundation are comprised of funds subject to varying degrees of restriction on the use of capital and investment income. Income earned on resources of the Endowment Fund is used to distribute grants or to be maintained in perpetuity based on the restrictions imposed by donors and the distribution policy of the Foundation.

c) Revenue Recognition

The Foundation follows the restricted fund method of accounting for contributions.

Restricted contributions for general operations including designated donations and grants are recognized as revenue of the General Fund in the year the related expenses are incurred.

Restricted contributions for endowment are recognized as revenue in the Endowment Fund when the funds are received. Pledges received by the Foundation are not recognized in these financial statements.

SELKIRK & DISTRICT COMMUNITY FOUNDATION INC.

Notes to Financial Statements

For the year ended June 30, 2025

2. Summary of Significant Accounting Policies (continued)

c) Revenue Recognition (continued)

Unrestricted contributions for general operations including donations and grants 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.

Special events revenue is recognized in the period the event occurs.

Investment income earned on Endowment Fund assets is recognized as revenue of the Endowment Fund in accordance with Board policy. Other investment income is recognized as revenue of the General Fund when received.

d) Contributed Services

The Foundation is governed and supported by volunteers. Contributed services are not reflected in the financial statements due to the difficulty in determining their fair value.

e) Capital Assets

Capital assets are recorded at original cost less accumulated amortization. Contributed capital assets are recorded at fair value on the date of contribution. Amortization is provided on a straight-line basis over the estimated useful life of the asset. The Foundation does not own capital assets at the current or prior year ends.

f) Financial Instruments

Arm's length financial instruments are recorded at fair value at initial recognition.

Related party financial instruments quoted in an active market or those with observable inputs significant to the determination of fair value or derivative contracts are recorded at fair value at initial recognition. All other related party financial instruments are recorded at cost at initial recognition.

In subsequent periods, equities traded in an active market are reported at fair value, with any unrealized gains and losses reported in operations. In addition, guaranteed investment certificates have been designated to be in the fair value category, with gains and losses reported in operations. All other financial instruments are reported at cost or amortized cost less impairment, if applicable.

Financial assets are tested for impairment when indicators of impairment exist. When a significant change in the expected timing or amount of the future cash flows of the financial asset is identified, the carrying amount of the financial asset is reduced and 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, provided it is not greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously, and the amount of the reversal is recognized in net income.

SELKIRK & DISTRICT COMMUNITY FOUNDATION INC.

Notes to Financial Statements

For the year ended June 30, 2025

2. Summary of Significant Accounting Policies (continued)

g) Use of Estimates

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, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates.

3. Investments

	<u>2025</u>	<u>2024</u>
Savings	\$ 1,869,519	\$ 1,829,249
Securities	18,697,650	16,865,355
Charitable remainder trust	14,908	14,908
Held in trust with The Winnipeg Foundation	110,622	97,805
	<u>\$20,692,699</u>	<u>\$18,807,317</u>

a) Savings

Deposits in savings earning interest at 1.7% (3.6% in 2024).

b) Securities

The Foundation holds the following securities at June 30:

	<u>2025</u>	<u>2024</u>
Bonds and mortgages	\$ 5,534,891	\$ 5,222,554
Canadian equities	4,899,541	4,028,798
U.S. and international equities	5,657,637	4,984,934
Real estate fund	2,605,581	2,629,069
	<u>\$18,697,650</u>	<u>\$16,865,355</u>

c) Charitable Remainder Trust

The Foundation received the gift and title to irrevocable interest of property through the settlement of a charitable remainder trust in prior years. The asset is recorded as a long-term asset as the date of the transfer of the interest is not known.

d) Investment Held in Trust with The Winnipeg Foundation

The Foundation holds title to the SDCF–Heritage–Marine Museum of Manitoba (Selkirk) Inc. Fund and the SDCF–Heritage–Cooks Creek Heritage Museum and Social Club Fund which are held by and managed by The Winnipeg Foundation in accordance with an agreement. This investment is presented at its fair value at June 30, 2025 and June 30, 2024.

SELKIRK & DISTRICT COMMUNITY FOUNDATION INC.

Notes to Financial Statements

For the year ended June 30, 2025

4. Designated Contributions Payable

Designated contributions payable of \$1,118,168 (\$1,083,236 at June 30, 2024) represent gifts from donors and restricted grants for various expenses or charitable projects. These contributions will be recognized as revenue when the expenses are incurred.

5. Managed Funds

The Foundation manages funds for various organizations for a management fee based on the fair value of the investments and with the assumption these funds would transfer to endowment funds in the future. These funds have been transferred to the Foundation for long-term management and are subject to withdrawal at any time with reasonable notice. Managed funds are comprised of the following at year end:

	<u>2025</u>	<u>2024</u>
Anglican Parish of Christ Church Selkirk Fund	\$ 363,445	\$ 332,589
Chief Peguis Heritage Park Fund	<u>146,978</u>	<u>133,012</u>
	<u>\$ 510,423</u>	<u>\$ 465,601</u>

6. Commitment

The Foundation has entered into a lease for its premises expiring December 2026 with total lease payment commitment of \$6,354.

7. Endowment Fund

The Foundation holds the following endowment funds at June 30:

	<u>2025</u>	<u>2024</u>
Community Funds	\$ 5,833,137	\$ 5,284,682
Designated Funds	6,063,191	5,635,926
Donor Advised Funds	3,624,133	3,403,196
Field of Interest Funds	951,443	862,243
Scholarship and Bursary Funds	<u>2,037,520</u>	<u>1,920,537</u>
	<u>\$18,509,424</u>	<u>\$17,106,584</u>

SELKIRK & DISTRICT COMMUNITY FOUNDATION INC.

Notes to Financial Statements

For the year ended June 30, 2025

8. Investment Income

Endowment investment income is as follows for the year ended June 30:

	<u>2025</u>	<u>2024</u>
Realized	\$ 210,721	\$ 660,924
Unrealized gain	1,691,643	529,293
Investment management fees	(87,148)	(79,916)
	<u>\$ 1,815,216</u>	<u>\$ 1,110,301</u>

9. Grants Awarded

The Foundation awarded the following grants for the year ended June 30:

	<u>2025</u>	<u>2024</u>
Arts, culture, recreation and tourism	\$ 203,742	\$ 194,860
Community development	47,746	23,748
Environment	-	12,387
Health and wellness	92,859	95,279
Housing	14,053	-
Inclusive community	51,055	118,323
Income gap	57,236	33,026
Learning, kids and youth	99,259	82,855
Older adult and aging	20,000	-
Other community initiatives	29,729	26,382
Rescinded grants	(13,425)	(910)
Scholarships and bursaries	110,506	107,141
	<u>\$ 712,760</u>	<u>\$ 693,091</u>

10. Endowment Fund Held by The Winnipeg Foundation

The Foundation has an agreement with The Winnipeg Foundation whereby The Winnipeg Foundation holds in perpetuity and manages the Maude Elizabeth Gordon Fund. The Winnipeg Foundation will preserve the capital contributed and will distribute all income generated thereon to the Foundation in perpetuity. During the year, the Foundation received contributions of \$63,014 (\$68,410 in 2024) from the Maude Elizabeth Gordon Fund which are included in donation revenue of the General Fund in the Statement of Operations. The contributions receivable from the Maude Elizabeth Gordon Fund are \$48,054 at June 30, 2025 (\$51,308 in 2024) and are included in receivables and other in the Statement of Financial Position.

The fair value of the Maude Elizabeth Gordon Fund is not reflected in the Foundation's financial statements. As at June 30, 2025, the fair value of the Maude Elizabeth Gordon Fund was \$1,594,133 (\$1,483,713 in 2024).

SELKIRK & DISTRICT COMMUNITY FOUNDATION INC.

Notes to Financial Statements

For the year ended June 30, 2025

11. Financial Instrument Risk Management

The Foundation, through its financial assets and liabilities, is exposed to various risks in the normal course of operations. The Foundation's objective in risk management is to optimize the risk return trade-off, within set limits, by applying integrated risk management and control strategies, policies and procedures throughout the Foundation's activities. The following analysis provides a measurement of those risks at year end. There have been no changes in the Foundation's exposure to credit risk, liquidity risk, interest rate and market risk since the prior year.

Credit Risk

Credit risk is the risk that the Foundation will incur a loss due to the failure by its debtors to meet their contractual obligations. Financial instruments that potentially subject the Foundation to significant concentrations of credit risk consist primarily of cash and bank, receivables, and investments. The Foundation is not exposed to significant credit risk as the receivables are typically paid when due, investments in savings accounts are held at a credit union with deposits guaranteed, investments in securities are invested in accordance with the Foundation's investment policy and the investments held in trust by The Winnipeg Foundation are invested in accordance with The Winnipeg Foundation's investment policy.

Liquidity Risk

Liquidity risk is the risk that the Foundation will not be able to meet its obligations as they fall due. Financial instruments that subject the Foundation to significant concentrations of liquidity risk consist primarily of accounts payable. The Foundation manages its working capital to maintain adequate levels of liquidity to ensure its obligations can be met when they fall due.

Interest Rate and Market Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market conditions and interest rates. The Foundation is not exposed to significant interest rate risk through investments in savings since they are held in short-term products at floating interest rates. The Foundation is exposed to interest rate risk through its investments held in bonds and mortgages and is exposed to market risk in its investments in securities. The Foundation follows its Asset Management Governance Policy and Statement of Investment Policies and Guidelines to monitor the investments in an effort to safeguard against interest rate risk and market fluctuations.