

NORTH SASKATCHEWAN WATERSHED ALLIANCE
Financial Statements
Year Ended March 31, 2025

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INDEPENDENT AUDITOR'S REPORT

To the Members of North Saskatchewan Watershed Alliance

Opinion

We have audited the financial statements of North Saskatchewan Watershed Alliance (the Society), which comprise the statement of financial position as at March 31, 2025, and the statements of revenues and expenses, changes in fund balances 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 accompanying financial statements present fairly, in all material respects, the financial position of the Society as at March 31, 2025, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO)

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 Society in accordance with 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 ASNPO, 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 Society'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 Society or to cease operations, or has no realistic alternative but to do so.

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

(continues)

**Operates through Cheng S. Lim Professional Corporation.*

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Independent Auditor's Report to the Members of North Saskatchewan Watershed Alliance (*continued*)

- 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 Society'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 Society'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 Society 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.

Lim & Associates

Edmonton , AB

June 2, 2025

CHARTERED PROFESSIONAL ACCOUNTANTS

NORTH SASKATCHEWAN WATERSHED ALLIANCE

Statement of Revenues and Expenses

Year Ended March 31, 2025

	Watershed Grants and Natural Assets <i>Schedule 1</i>	Pembina Regional Lake	Watershed Roadmap Project <i>Schedule 2 and 3</i>	Alberta Community Partnership	Collaborative Projects <i>Schedule 4</i>	General Fund	2024 Total	2023 Total
REVENUES								
Contributions - municipal funding	\$ -	\$ -	\$ -	\$ -	\$ 44,521	\$ 439,534	\$ 484,055	\$ 467,804
Contributions - grants	70,189	-	877,687	42,006	89,436	320,000	1,399,318	601,722
Contributions - In kind <i>(Note 11)</i>	-	-	-	-	-	1,061,813	1,061,813	683,497
Donations	-	26,763	-	-	54,111	7,480	88,354	61,623
Donations - WPAC	-	-	-	-	-	250,000	250,000	-
Interest income	4,445	944	-	439	5,657	38,028	49,513	54,642
Reimbursements	-	-	285,000	-	-	1,005	286,005	118,163
	74,634	27,707	1,162,687	42,445	193,725	2,117,860	3,619,058	1,987,451
OPERATING EXPENSES								
Accounting and legal fees	5,281	1,370	4,811	563	5,607	40,063	57,695	62,681
Amortization	-	-	-	-	-	10,778	10,778	11,663
Communications and promotions	900	528	-	70	26,036	13,245	40,779	53,549
Donations - WPAC	-	-	-	-	-	225,000	225,000	-
Fieldwork and assessment	-	-	-	1,894	2,818	136	4,848	-
In-kind expenses <i>(Note 11)</i>	-	-	-	-	-	1,061,813	1,061,813	683,497
Insurance	-	-	-	-	-	4,150	4,150	3,897
Meetings and conventions	599	3,869	-	-	10,133	11,270	25,871	12,717
Office expenses	4,490	-	4,843	1,414	565	24,857	36,169	37,140
Promotional publications	-	-	-	-	-	2,394	2,394	256
Printing and reproduction	-	-	-	-	7,852	-	7,852	-
Rent and utilities	-	-	-	-	-	33,937	33,937	29,877
Restoration work	-	9,230	-	-	-	231	9,461	1,415
Salaries and benefits	37,997	10,985	72,763	34,190	75,932	505,816	737,683	867,754
Technical and consulting fees	29,882	-	1,079,094	-	46,950	1,246	1,157,172	176,529
Telephone and internet	-	-	-	-	-	2,390	2,390	7,776
Travel and accommodation	2,234	1,725	1,176	4,314	4,037	9,862	23,348	14,061
Website costs	-	-	-	-	13,795	51	13,846	30,211
	81,383	27,707	1,162,687	42,445	193,725	1,947,239	3,455,186	1,993,023
EXCESS (DEFICIENCY) OF REVENUES OVER OPERATING EXPENSES FROM OPERATIONS	(6,749)	-	-	-	-	170,621	163,872	(5,572)
OTHER INCOME (EXPENSES)								
Internal grants <i>(Note 7)</i>	-	-	-	-	-	(75,000)	(75,000)	-
EXCESS (DEFICIENCY) OF REVENUES OVER OPERATING EXPENSES	\$ (6,749)	\$ -	\$ -	\$ -	\$ -	\$ 95,621	\$ 88,872	\$ (5,572)

NORTH SASKATCHEWAN WATERSHED ALLIANCE

Statement of Changes in Fund Balances

Year Ended March 31, 2025

	Watershed Grants and Natural Assets	Pembina Regional Lake	Watershed Roadmap Project	Alberta Community Partnership	Collaborative Projects	General Fund	2024 Total	2023 Total
FUND BALANCES - BEGINNING OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 473,954	\$ 473,954	\$ 379,526
Excess of revenues over operating expenses	(6,749)	-	-	-	-	95,621	88,872	(5,572)
Interfund transfer - Internally restricted	6,749	-	-	-	-	(106,749)	(100,000)	100,000
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 462,826	\$ 462,826	\$ 473,954

NORTH SASKATCHEWAN WATERSHED ALLIANCE

Statement of Financial Position

March 31, 2025

	Watershed Grants and Natural Assets	Pembina Regional Lake	Watershed Roadmap Project	Alberta Community Partnership	Collaborative Projects	General Fund	2025 Total	2024 Total
ASSETS								
CURRENT								
Cash	\$ 120,411	\$ 32,769	\$ 195,567	\$ -	\$ 174,126	\$ 576,502	\$ 1,099,375	\$ 1,490,395
Short term investments	-	-	-	-	-	605,000	605,000	505,000
Contributions receivable	3,402	-	-	-	7,832	62,358	73,592	184,892
Interfund receivable	6,748	-	-	-	-	3,984	10,732	50,191
Interest receivable	-	-	-	-	-	15,140	15,140	2,871
Goods and services tax recoverable	-	-	-	-	-	11,033	11,033	7,172
Prepaid expenses	-	-	-	-	-	2,919	2,919	2,919
	130,561	32,769	195,567	-	181,958	1,276,936	1,817,791	2,243,440
PROPERTY, PLANT AND EQUIPMENT <i>(Net of accumulated amortization) (Note 4)</i>	-	-	-	-	-	18,751	18,751	14,035
	\$ 130,561	\$ 32,769	\$ 195,567	\$ -	\$ 181,958	\$ 1,295,687	\$ 1,836,542	\$ 2,257,475
LIABILITIES AND FUND BALANCES								
CURRENT								
Accounts payable	\$ -	\$ -	\$ 145,859	\$ -	\$ -	\$ 51,714	\$ 197,573	\$ 122,503
Fund held in trust - CWRA	-	-	-	-	-	3,149	3,149	6,054
Fund held in trust - VRWA	-	-	-	-	-	7,465	7,465	-
Employee deductions payable	-	-	-	-	-	16,798	16,798	17,814
Deferred contributions - externally restricted (Note 6)	63,454	32,769	45,741	-	181,941	141,987	465,892	1,052,785
Interfund payable	-	-	3,967	-	17	6,748	10,732	50,191
Deferred contributions - internally restricted (Note 7)	67,107	-	-	-	-	-	67,107	29,174
	130,561	32,769	195,567	-	181,958	227,861	768,716	1,278,521
FUND BALANCES								
Internally restricted (Note 9)	-	-	-	-	-	605,000	605,000	505,000
Fund balances	-	-	-	-	-	462,826	462,826	473,954
	-	-	-	-	-	1,067,826	1,067,826	978,954
	\$ 130,561	\$ 32,769	\$ 195,567	\$ -	\$ 181,958	\$ 1,295,687	\$ 1,836,542	\$ 2,257,475

ON BEHALF OF THE BOARD

Stephanie Neufeld

Chair

Adam Polzen

Treasurer

NORTH SASKATCHEWAN WATERSHED ALLIANCE

Statement of Cash Flows

Year Ended March 31, 2025

	2025	2024
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over operating expenses	\$ 88,872	\$ (5,572)
Item not affecting cash:		
Amortization of capital assets	10,778	11,663
	<u>99,650</u>	<u>6,091</u>
Changes in non-cash working capital:		
Contributions receivable	111,300	(70,170)
GST rebates receivable	(3,861)	(3,467)
Interest receivable	(12,269)	505
Interfund receivable	39,459	-
Prepaid expenses	-	400
Accounts payable	75,068	78,883
Interfund payable	(39,459)	-
Fund held in trust - CWRA	(2,905)	-
Fund held in trust - VRWA	7,465	-
Employee deductions payable	(1,016)	(3,685)
Deferred contributions - externally restricted	(586,891)	543,316
Deferred contributions - internally restricted	37,933	(53,413)
	<u>(375,176)</u>	<u>492,369</u>
Cash flow from (used by) operating activities	<u>(275,526)</u>	<u>498,460</u>
INVESTING ACTIVITIES		
Purchase of capital assets	(15,493)	(3,520)
Proceeds on disposal of short term investments	505,000	605,000
Purchase of short term investments	(605,000)	(505,000)
Cash flow from (used by) investing activities	<u>(115,493)</u>	<u>96,480</u>
INCREASE (DECREASE) IN CASH FLOW	(391,019)	594,940
Cash - beginning of year	<u>1,490,395</u>	<u>895,455</u>
CASH - END OF YEAR	\$ 1,099,376	\$ 1,490,395
CASH CONSISTS OF:		
Cash	<u>\$ 1,099,376</u>	<u>\$ 1,490,395</u>

See notes to financial statements
Lim & Associates, Chartered Professional Accountants

NORTH SASKATCHEWAN WATERSHED ALLIANCE

Notes to Financial Statements

Year Ended March 31, 2025

1. PURPOSE OF THE SOCIETY

North Saskatchewan Watershed Alliance (the "Society") is a not-for-profit society, incorporated in 2000 under the Societies Act of Alberta and registered as a charity on September 11, 2015 under the Income Tax Act. As a registered charity the Society is exempt from the payment of income tax under Subsection 149(1) of the Income Tax Act.

The Society operates to protect and improve water quality and ecosystem functioning in the North Saskatchewan River Watershed within Alberta. The Society is governed and guided by the Board of Directors elected by members within the watershed. The day-to-day operations are run by the Executive Director and staff.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

Fund accounting

North Saskatchewan Watershed Alliance follows the deferral method of accounting for contributions.

The General Fund accounts for the Society's operating and administrative activities and surplus or deficiency of revenues over expenditures from any completed project(s). This fund reports the contributions for general purposes.

All other funds are externally restricted for the activities that are indicated by the fund description.

The Restricted Fund is internally restricted for the purposes described in Note 7.

The Society may refund the Restricted Funds surplus from completed projects to the funder(s) at the end of the grant agreements.

Cash and cash equivalents

Cash and cash equivalents are comprised of cash on hand and bank balances, net of cheques issued and outstanding at the reporting date.

Short term investments

Short term investments are comprised of guaranteed investment certificates with maturity dates of less than one year.

Capital assets

Capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives on a declining balance basis at the following rates and methods:

Computer equipment	55%	declining balance method
Furniture and fixtures	20%	declining balance method

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NORTH SASKATCHEWAN WATERSHED ALLIANCE

Notes to Financial Statements

Year Ended March 31, 2025

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

The Society regularly reviews its capital assets to eliminate obsolete items. Government grants are treated as a reduction of capital assets cost.

Capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

On July 1, 2019 the Society adopted the new accounting standard ASNPO 4433 - Tangible capital assets held by not-for-profit organizations. This standard is applied on a prospective basis. As a result of the implementation of this new standard, the society has updated their policy as it relates to the impairment of tangible capital assets as follows:

When conditions indicate a tangible capital asset is impaired, the carrying value of the tangible capital asset is written down to the asset's fair value or replacement cost. The write down of the tangible capital assets is recorded as an expense in the statement of operations. A write-down shall not be reversed.

Revenue recognition

North Saskatchewan Watershed Alliance 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 received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

The Society recognizes revenues when they are earned, specifically when all the following conditions are met:

- services are provided or products are delivered to customers
- there is clear evidence that an arrangement exists
- amounts are fixed or can be determined
- the ability to collect is reasonably assured.

Donated services and materials

Volunteers contribute time each year to aid the Society in carrying out its service delivery activities. Because of the difficulty in determining the fair value of contributed services and meetings, the financial value of contributed services and meetings are recognized as an estimation in the financial statements.

Contributions in-kind are recognized only to the extent that they would have been purchased in the normal course of operations and their fair value is reasonably determinable. The continued operation of the organization is depending on the continued support of members, volunteers and board of directors.

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NORTH SASKATCHEWAN WATERSHED ALLIANCE

Notes to Financial Statements

Year Ended March 31, 2025

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Financial instruments

Measurement of Financial Instrument

Financial instruments are financial assets or liabilities of the Society where, in general, the Society has the right to receive cash or another financial asset from another party or the Society has the obligation to pay another party cash or other financial assets.

The Society initially measures its financial assets and liabilities at fair value.

The Society subsequently measures its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash, short term investments, and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Impairment

Financial assets measured at cost or amortized cost are tested for impairment, at the end of each year, to determine whether there are indicators that the asset may be impaired. The amount of the write-down, if any, is recognized in operations. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account. The reversal may be recorded provided it is no greater than the amount that had been previously reported as a reduction in the asset and it does not exceed original cost. The amount of the reversal is recognized in operations.

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

NORTH SASKATCHEWAN WATERSHED ALLIANCE

Notes to Financial Statements

Year Ended March 31, 2025

3. SHORT TERM INVESTMENTS

	2025	2024
Cash	\$ -	\$ 370,000
Non-redeemable guaranteed investment certificates bearing interest from 5.22% per annum to 5.32% per annum maturing between October 2024 and November 2024.	-	135,000
Non-redeemable guaranteed investment certificates bearing interest from 3.51% per annum to 4.38% per annum maturing between July 2025 and November 2025.	605,000	-
	-	-
	-	-
	\$ 605,000	\$ 505,000

4. CAPITAL ASSETS

	Cost	Accumulated amortization	2025 Net book value	2024 Net book value
Computer equipment	\$ 73,990	\$ 57,987	\$ 16,003	\$ 10,599
Furniture and fixtures	21,573	18,825	2,748	3,435
	\$ 95,563	\$ 76,812	\$ 18,751	\$ 14,034

NORTH SASKATCHEWAN WATERSHED ALLIANCE

Notes to Financial Statements

Year Ended March 31, 2025

5. ECONOMIC DEPENDENCE OF GOVERNMENT ASSISTANCE

The Society receives substantial revenues from the Government of Alberta and the City of Edmonton and is financially dependent on the governments for funding.

	Type	Project fundings	Start Date	End Date
Alberta Environment and Protected Areas	General Fund	\$ 1,290,000	01/04/2023	31/03/2027
Environmental Damages Fund	Restricted Fund	330,180	01/04/2024	31/03/2026
EPCOR	General Fund	236,250	01/04/2024	31/03/2025
Watershed Roadmap Project	Restricted Fund	1,245,000	01/12/2023	31/03/2025
Drought Resilience	Restricted Fund	49,320	11/06/2024	30/06/2025
Wetland Strategies	Restricted Fund	109,000	31/03/2022	31/03/2026
Digital Watershed Project	Restricted Fund	57,725	01/05/2023	30/06/2024
Youth Water Council	Restricted Fun	62,750	01/01/2025	31/12/2025
Riparian Web Portal	Restricted Fun	229,600	12/03/2025	31/03/2029
Total		\$ 3,609,825		

6. DEFERRED CONTRIBUTIONS -EXTERNALLY RESTRICTED

Deferred contributions represent unspent externally restricted contributions for the projects and unrestricted contributions for the NSWA's operations. The changes in the deferred contributions balances are summarized for 2024 - 2025 as follows:

	23-24 Deferred Revenue	24-25 Revenue Collected	24-25 Revenue Recognized	25-26 Deferred Revenue
Alberta Community Partnership	112,400	\$ -	\$ (112,400)	-
Digital Watershed Project	24,898	-	(24,898)	-
Educational Videos for All	15	-	(15)	-
EPCOR	-	235,000	(235,000)	-
Municipal contributions	153,096	141,987	(153,096)	141,987
Pembina Regional Lake	59,532	32,769	(59,532)	32,769
Riparian Web-Portal	73,703	73,092	(73,703)	73,092
Watershed Communication	-	73,490	-	73,490
Watershed Roadmap Project	497,261	45,740	(497,261)	45,740
Wetland Strategies	93,175	63,455	(93,175)	63,455
Youth Water Council	38,705	35,361	(38,705)	35,361
Total	\$ 1,052,785	\$ 700,894	\$ (1,287,785)	\$ 465,894

NORTH SASKATCHEWAN WATERSHED ALLIANCE

Notes to Financial Statements

Year Ended March 31, 2025

7. DEFERRED CONTRIBUTIONS - INTERNALLY RESTRICTED

Deferred contributions represent unspent internally restricted contributions for the NSWA's project. The changes in the deferred contributions balances are summarized for 2024 - 2025 as follows:

	23-24 Deferred Revenue	24-25 Revenue Collected	24-25 Revenue Recognized	25-26 Deferred Revenue
State of the Watershed	\$ 29,174	\$ 75,000	\$ (37,067)	\$ 67,107

8. CONTRIBUTIONS FROM MAJOR SOURCES

Contributions from major sources recognized as revenues are as follow:

	2025	2024
Restricted funds		
Alberta Community Partnership	-	112,400
Alberta Innovative Grant	75,000	-
Alberta Environment and Protected Areas	250,000	-
Cenovus Energy	85,741	-
City of Edmonton	99,357	-
Collaborative Projects	-	210,641
Heritage Interns Grant	40,000	-
Prairie Economic Development	285,000	-
Results Driven Agriculture Research	175,000	-
Riparian Health Action Plan	-	9,316
Watershed Roadmap Project -other	90,963	574,216
Wetland Strategy	-	93,175
Restricted funds	1,101,061	999,748
General funds		
Alberta Environment and Parks	320,000	330,000
EPCOR	236,250	235,000
Edmonton Community Foundation	-	29,174
Municipal contributions	202,783	203,567
General funds	759,033	797,741
Total contributions from major sources	\$ 1,860,094	\$ 1,797,489

9. INTERNALLY RESTRICTED FUND

	2025	2024
Operating Reserve Fund	\$ 400,000	\$ 300,000
Society Dissolution Reserve Fund	205,000	205,000
	\$ 605,000	\$ 505,000

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NORTH SASKATCHEWAN WATERSHED ALLIANCE

Notes to Financial Statements

Year Ended March 31, 2025

9. INTERNALLY RESTRICTED FUND *(continued)*

2025 2024

The Operating Reserve Fund is internally restricted and designated by the Board for costs associated with managing annual operating budget surpluses and deficits and providing funding to support special projects or new opportunity initiatives.

The Society Dissolution Reserve Fund is internally restricted and designated by the Board for costs associated with winding down if the society is dissolved or emergencies.

10. LEASE COMMITMENTS

The Society has long term leases with respect to its rent premises and computer equipment. The premises lease contains renewal options and provides for payment of utilities, property taxes and maintenance costs. Future minimum lease payments as at March 31, 2025, are as follows:

	Premises	Equipment	Total
2026	\$ 32,464	\$ 5,644	\$ 38,108

11. CONTRIBUTED SERVICES IN-KIND

EPCOR provided the in-kind contribution of staff time in equivalent to 50 cents per capita based on City of Edmonton water and wastewater customer population to support the Society and its efforts to develop and implement watershed planning for the North Saskatchewan River.

Throughout the year, the Society coordinated and engaged in multiple Board and Steering Committee meetings, making substantial contributions to various projects.

	<u>2025</u>	<u>2024</u>
EPCOR	302,565	286,753
	302,565	286,753
Board meetings - NSWA	69,330	58,435
Documentary	10,180	-
Drought Resiliency	27,255	-
Headwaters Alliance	-	2,295
Lake Watershed Stewardship Groups	214,214	68,342
Riparian Health Action Plan	85,425	98,884
State of the Watershed	4,123	65,303
Sturgeon River Watershed SC and TAC	105,235	63,537
Urban Creeks	3,655	-
Vermilion River Watershed Management Project	6,439	21,250
Watershed Roadmap	151,725	-
Wetland Strategy	1,118	-
Youth Water Council	80,549	18,698
	759,248	396,744
Total contributed services In-Kind	\$ 1,061,813	\$ 683,497

NORTH SASKATCHEWAN WATERSHED ALLIANCE

Notes to Financial Statements

Year Ended March 31, 2025

12. FINANCIAL INSTRUMENTS

The Society is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Society's risk exposure and concentration as of March 31, 2025.

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Cash and short term investments are in place with major financial institution. Accounts receivable consists of receivable from municipalities and accrued interest on investments. The Society does not believe it is subject to any significant concentration of credit risk.

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Society is exposed to this risk mainly in respect of its receipt of funds from its members and other related sources, long-term debt and accounts payable. It is the Society's opinion that there is no significant liquidity risk as of March 31, 2025.

(c) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Program manages exposure through its normal operating activities. The Society is exposed to interest rate risk primarily through its floating interest bearing assets. The Society minimizes the risk by investing in guaranteed investment certificates bearing interest from 3.51% to 4.38% per annum. The guaranteed investment certificates are in place with a major financial institution.

NORTH SASKATCHEWAN WATERSHED ALLIANCE

Watershed Grants and Natural Assets

(Schedule 1)

Year Ended March 31, 2025

	State of the Watershed	Wetland Strategies	Natural Assets	2025	2024
REVENUES					
Contributions - grants	\$ 37,067	\$ 29,721	\$ 3,403	\$ 70,191	\$ 74,770
Interest income	2,072	2,371	-	4,443	4,675
	<u>39,139</u>	<u>32,092</u>	<u>3,403</u>	<u>74,634</u>	<u>79,445</u>
OPERATING EXPENSES					
Accounting and legal fees	1,221	1,310	2,751	5,282	2,958
Communications and promotions	-	900	-	900	4,623
Meetings and conventions	599	-	-	599	2,284
Office expenses	241	-	4,249	4,490	129
Salaries and benefits	34,844	-	3,153	37,997	66,896
Technical and consulting fees	-	29,882	-	29,882	-
Travel and accommodation	2,234	-	-	2,234	2,555
	<u>39,139</u>	<u>32,092</u>	<u>10,153</u>	<u>81,384</u>	<u>79,445</u>
DEFICIENCY OF REVENUES OVER OPERATING EXPENSES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,750)</u>	<u>\$ (6,750)</u>	<u>\$ -</u>

NORTH SASKATCHEWAN WATERSHED ALLIANCE

Watershed Roadmap Project

(Schedule 2)

Year Ended March 31, 2025

	Watershed Roadmap General	Alberta Environment and Protected Areas	Alberta Innovates	ATCO	City of Edmonton	2025	2024
REVENUES							
Contributions - grants	\$ 4,896	\$ 250,000	\$ 176,626	\$ 27,591	\$ 99,357	\$ 558,470	\$ 51,530
OPERATING EXPENSES							
Accounting and legal fees	4,798	-	-	-	-	4,798	2,513
Office expenses	44	-	-	-	4,799	4,843	-
Salaries and benefits	-	14,406	4,918	-	14,235	33,559	643
Technical and consulting fees	-	235,594	171,708	27,591	80,323	515,216	48,374
Travel and accommodation	54	-	-	-	-	54	-
	4,896	250,000	176,626	27,591	99,357	558,470	51,530
EXCESS OF REVENUES OVER OPERATING EXPENSES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

NORTH SASKATCHEWAN WATERSHED ALLIANCE

Watershed Roadmap Project

(Schedule 3)

Year Ended March 31, 2025

	Keyera 2025	Prairies Canada 2025	Cenovus Energy 2025	Research Driven Agriculture 2025	EPCOR 2025	2025 2025	2024 2024
REVENUES							
Contributions - grants	\$ 23,141	\$ -	\$ 85,741	\$ 175,000	\$ 35,336	\$ 319,218	\$ 1,800
Reimbursements	-	285,000	-	-	-	285,000	23,611
	23,141	285,000	85,741	175,000	35,336	604,218	25,411
OPERATING EXPENSES							
Accounting and legal fees	13	-	-	-	-	13	-
Salaries and benefits	-	20,171	-	19,034	-	39,205	-
Technical and consulting fees	22,217	264,829	85,741	155,756	35,336	563,879	25,411
Travel and accommodation	911	-	-	210	-	1,121	-
	23,141	285,000	85,741	175,000	35,336	604,218	25,411
EXCESS OF REVENUES OVER OPERATING EXPENSES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

NORTH SASKATCHEWAN WATERSHED ALLIANCE

Collaborative Projects

(Schedule 4)

Year Ended March 31, 2025

	Web Portal Project 2025	Watershed Communication 2025	Digital Watershed Project 2025	Youth Water Council 2025	Drought Resilience 2025	2025 2025	2024 2024
REVENUES							
Contributions - municipal funding	\$ 5,611	\$ 38,910	\$ -	\$ -	\$ -	\$ 44,521	\$ 28,236
Contributions - grants	-	-	24,915	18,705	45,816	89,436	43,622
Donations	-	-	-	54,111	-	54,111	34,509
Interest income	1,880	2,659	147	858	113	5,657	7,595
	<u>7,491</u>	<u>41,569</u>	<u>25,062</u>	<u>73,674</u>	<u>45,929</u>	193,725	113,962
OPERATING EXPENSES							
Accounting and legal fees	1,303	1,296	502	1,788	718	5,607	3,125
Communications and promotions	504	570	2,700	20,134	2,128	26,036	37,059
Fieldwork and assessment	-	2,818	-	-	-	2,818	-
Meetings and conventions	304	125	-	3,291	6,413	10,133	42
Office expenses	-	403	-	162	-	565	3,458
Printing and reproduction	-	-	-	7,466	386	7,852	-
Salaries and benefits	2,584	16,073	9,708	39,070	8,497	75,932	22,056
Technical and consulting fees	-	19,950	-	-	27,000	46,950	20,643
Travel and accommodation	1,153	334	-	1,763	787	4,037	748
Website costs	1,643	-	12,152	-	-	13,795	26,831
	<u>7,491</u>	<u>41,569</u>	<u>25,062</u>	<u>73,674</u>	<u>45,929</u>	193,725	113,962
EXCESS OF REVENUES OVER OPERATING EXPENSES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -