

Treasurer's Report on 2024 Financial Results

The Association's operations consist of three broad categories of expenses:

- > Association expenses
- > Pavilion expenses
- > Major repairs on maintenance of the Pavilion

On an annual basis, Association expenses are typically in the range of \$10,000-\$15,000, and Pavilion expenses are about \$20,000. These costs are typically funded through Membership revenues in the range of \$30,000 and Events & Activities net revenues in the area of \$10,000. In 2024, we successfully increased our Memberships to yield membership revenues of \$33,500 (before cc fees) and dramatically improved the net proceeds from Events & Activities to \$25,000.

In 2024, we also completed \$40,000 of major repairs on the Pavilion (see note 7). These expenditures were funded by specific fundraising activities from the Raise the Roof Gala consisting of \$17,000 in donations and event sales which netted about \$13,000 - for a total of \$30,000 from that evening. The balance of the Major Repairs were funded from net general revenues.

Notwithstanding our dramatically increased expenditures in 2024, we ended the year with a net excess of revenues over expenses of \$20,000, which has been added to the General Fund reserves. This was made possible, in part, via the vote at the AGM to remove the requirement for a Review from an accounting firm, to prepare our financials statements in-house and to put in place an audit committee - thus saving the organization over \$6,000 per year in fees. We also increased Craft Festival revenue with a fee increase in 2024 and a new Bistro, made a profit on the Bulletin advertising and improved interest income on our investments.

In aggregate, we have cash reserves of \$123,000 (represented by cash and cash equivalents), and \$31,000 of equity in the property---totalling \$154,000.

Kimberley Brownlee, CPA, CA, MBA
USLA Treasurer

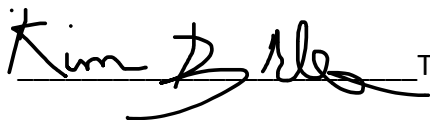
Upper Stoney Lake Association
Statement of Financial Position
As at December 31, 2024
(unaudited)

| | 2024 | 2023 |
|--|-------------------|-------------------|
| ASSETS | | |
| CURRENT | | |
| Cash | \$ 47,935 | \$ 35,974 |
| Short Term Investments (note 3) | 75,400 | 71,297 |
| | <u>123,336</u> | <u>107,271</u> |
| PROPERTY, PLANT AND EQUIPMENT (note 4) | 30,732 | 31,179 |
| | <u>\$ 154,068</u> | <u>\$ 138,450</u> |
| LIABILITIES | | |
| CURRENT | | |
| Accounts payable and accrued liabilities | \$ 803 | \$ 5,925 |
| Unearned revenue (note 2) | 200 | - |
| | <u>1,003</u> | <u>5,925</u> |
| FUND BALANCES | | |
| GENERAL FUND | 126,246 | 105,706 |
| PAVILION RESERVE FUND - INTERNALLY RESTRICTED | 26,819 | 26,819 |
| | <u>153,065</u> | <u>132,525</u> |
| | <u>\$ 154,068</u> | <u>\$ 138,450</u> |

Approved on Behalf of the Board of Directors:



President



Treasurer

Upper Stoney Lake Association
Fund Balances
For the year ended December 31, 2023
(unaudited)

| | 2024 | 2023 |
|--|-------------------|-------------------|
| General Fund | | |
| Excess/(Deficiency) of Revenues over Expenses for the Year | \$ 20,540 | \$ (3,149) |
| Balance - Beginning of Year | 105,706 | 108,855 |
| | | |
| Balance - End of Year | \$ 126,246 | \$ 105,706 |
| | | |
| Pavilion Reserve Fund - internally restricted | | |
| Contributions to the pavilion reserve | \$ - | \$ 5,000 |
| Balance - Beginning of Year | 26,819 | 21,819 |
| | | |
| Balance - End of Year | \$ 26,819 | \$ 26,819 |

Upper Stoney Lake Association
Statement of Operations
For the year ended December 31, 2024
(unaudited)

| | 2024 | 2023 |
|--|-------------------------|--------------------------|
| REVENUE | | |
| Membership revenue (note 2) | \$ 32,853 | \$ 28,052 |
| Events and activities, net (note 5) | 25,021 | 10,358 |
| Donations and Miscellaneous | 23,130 | 5,385 |
| Bulletin, net (note 6) | 5,148 | - |
| Rental | 767 | 1,000 |
| Interest income | 4,103 | 874 |
| Restricted donations | - | - |
| | <u>91,022</u> | <u>45,669</u> |
| Less: Transfer to the pavilion reserve fund | - | (5,000) |
| | <u>\$ 91,022</u> | <u>40,669</u> |
| EXPENSE | | |
| Association expenses | | |
| Membership expenses | \$ 4,173 | 3,129 |
| Professional fees | 1,090 | 6,656 |
| FOCA Dues | 1,520 | 1,588 |
| Interest and bank charges | 397 | 331 |
| Rocks and Shoals | 1,603 | 183 |
| | <u>8,783</u> | <u>11,887</u> |
| Pavilion expenses | | |
| Pavilion and property maintenance (note 8) | 3,516 | 4,999 |
| Utilities | 4,914 | 6,301 |
| Insurance | 7,016 | 5,429 |
| Property taxes | 4,262 | 4,139 |
| Security | 592 | 1,120 |
| Manager | 274 | 500 |
| Amortization | 447 | 466 |
| | <u>21,020</u> | <u>22,954</u> |
| Major Repairs (note 7) | 40,153 | 8,477 |
| | <u>69,957</u> | <u>43,318</u> |
| Other | | |
| Gordon Barry bursary expense | 525 | 500 |
| | <u>70,482</u> | <u>43,818</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES | <u>\$ 20,540</u> | <u>\$ (3,149)</u> |

Upper Stoney Lake Association
Notes to Financial Statements
For the year ended December 31, 2024
(unaudited)

1. NATURE OF OPERATIONS

Upper Stoney Lake Association (USLA) was incorporated under the laws of the Province of Ontario as a not-for-profit organization without share capital in 1979, and is a non-profit organization under the Income Tax Act and is thus exempt from income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION

Accrual basis of accounting

Revenue and expenditures are recorded on the accrual basis of accounting under which they are recorded in the financial statements in the period they are earned or incurred respectively, whether or not such transactions have been settled by the receipt or payment of money.

Fund accounting deferred

The USLA follows the deferral method of accounting for contributions which includes membership revenue, interest income and special events revenue and other.

Restricted contributions are recognized as revenue in the year in which the related expenses are made.

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.

Revenue recognition

Revenue from membership dues is recognized when the service is rendered. All other revenues are recorded when amounts are known and collectible. Revenue from credit card payment are net of credit card fees incurred.

Cash

Cash consists of balances with financial institutions.

Accounting Estimates

The preparation of financial statements in accordance with Canadian accounting standards for private enterprises 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 amount of revenues and expenses during the reported period. These estimates are reviewed periodically and are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Property, plant and equipment

Property, plant and equipment are recorded at cost and are being amortized over their estimated useful lives. The annual amortization rates are as follows:

| | |
|------------------------|-----|
| Building | 4% |
| Furniture and Fixtures | 30% |

Contributed services

Directors, committee members and members volunteer their time to assist in the Association's activities. While these services benefit the Association considerably, a reasonable estimate of their amount and fair value cannot be made and, accordingly, these contributed services are not recognized in the financial statements.

The USLA subsequently measures all of its financial assets and liabilities at amortized cost.

3. SHORT TERM INVESTMENTS

Investments consists of GIC's that mature on March 2025, July 2025 and September 2025 and have interest rates between 4.00% and 5.30%.

4. PROPERTY, PLANT AND EQUIPMENT

| | 2024 | | | 2023 | | |
|------------------------|-------------------|-------------------------------------|------------------|------------------|-------------------------------------|------------|
| | Cost | Accumulated Amortization | Net | Cost | Accumulated Amortization | Net |
| Land | \$ 20,000 | \$ - | \$ 20,000 | \$ 20,000 | \$ - | \$ 20,000 |
| Building | 76,130 | 65,398 | 10,732 | 11,179 | 11,179 | - |
| Furniture and fixtures | 5,397 | 5,397 | - | - | - | - |
| | \$ 101,527 | \$ 70,795 | \$ 30,732 | \$ 31,179 | | |

5. EVENTS AND ACTIVITIES

Events and activities consists of the following:

| | 2024 | | | 2023 | |
|------------------------------------|------------------|-----------------|------------------|---------------|--|
| | Revenues | Expenses | Net | Net | |
| Regatta | \$ 11,941 | (6,985) | 4,957 | 4,247 | |
| Craft Show | 7,542 | (1,448) | 6,093 | 3,031 | |
| Dances | 4,622 | (4,847) | (225) | 1,813 | |
| Corn Roast | 3,397 | (2,792) | 605 | 2,374 | |
| Fundraiser | 32,093 | (19,519) | 12,574 | - | |
| Other | 6,182 | (5,164) | 1,018 | (1,107) | |
| Events and activities Total | \$ 65,775 | (40,755) | \$ 25,021 | 10,358 | |

6. BULLETIN

Consists of the following:

| | 2024 | | 2023 | |
|--|-----------------|-------------|-------------|--|
| Ad revenue | \$ 10,390 | \$ - | - | |
| Compensation, printing and shipping expenses | (5,242) | - | - | |
| | \$ 5,148 | \$ - | - | |

7. MAJOR REPAIRS

Major Pavilion Repairs consists of the following:

| | 2024 | | 2023 | |
|---|------------------|-----------------|-------------|--|
| Pavilion Painting | \$ 10,453 | \$ - | - | |
| Pavilion Fascia and Eavestroughs | 8,369 | - | - | |
| Pavilion Storage Shed Painting/Roof | 2,430 | - | - | |
| Pavilion Front Porch Rebuild | 4,040 | - | - | |
| Pavilion Landscaping & Tree/Stump Removal | 3,277 | 8,477 | - | |
| Pavilion Back Deck | 11,586 | - | - | |
| | \$ 40,153 | \$ 8,477 | - | |

The extensive major repairs in 2024 were substantially funded by a specific fundraising campaign which raised \$17,130 in donations (pass the hat initiative) and the net proceeds of the Raise the Roof event, which netted \$12,574. There were also significant donations made later in the summer - \$5000 and \$1000 .

8. COMPARATIVE AMOUNTS

Certain 2023 comparative amounts have been reclassified to conform with the financial statement presentation adopted for 2024. This includes moving tree removal expenses in 2023 out of Repairs and Maintenance and into Major Repairs.