Financial Statements

YMCA of Northern Alberta Foundation

March 31, 2026

Contents

Doane Grant Thornton LLP
601 Rice Howard Place 2
10060 Jasper Avenue NW
Edmonton, AB
T5J 3R8

T +1 780 422 7114
F +1 780 426 3208

Independent Auditor's Report

To the Members of
YMCA of Northern Alberta Foundation

Opinion

We have audited the financial statements of the YMCA of Northern Alberta Foundation ("the Foundation"), which comprise the statement of financial position as at March 31, 2026, 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 accompanying financial statements present fairly, in all material respects, the financial position of the YMCA of Northern Alberta Foundation as at March 31, 2026, and its results of operations 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 Foundation 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 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.

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

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

- 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 Foundation'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 Organization'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 Organization 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.

Doane Grant Thornton LLP

Edmonton, Canada
September 17, 2026

Chartered Professional Accountants

YMCA of Northern Alberta Foundation
Statement of Operations

Year Ended March 31	Unrestricted fund	Internally restricted fund	2026 **Total**	2025 Total
Revenues				
Contributions from YMCA of Northern Alberta (Note 8)	$ 216,938	$ -	**$ 216,938**	$ 208,877
Increase in fair value of financial instruments	-	8,638	**8,638**	12,758
Investment income (Note 6)	-	10,528	**10,528**	7,549
Special events	-	20,705	**20,705**	6,091
Contributions of life insurance premiums	-	1,527	**1,527**	1,527
	216,938	41,398	**258,336**	236,802
Expenditures				
YMCA of Northern Alberta support funding	-	322,764	**322,764**	290,797
Professional fees	17,816	-	**17,816**	14,551
Special events	-	10,901	**10,901**	13,055
International support funding	**-**	8,236	**8,236**	8,200
Life insurance premiums	-	4,347	**4,347**	1,559
Office supplies	-	1,148	**1,148**	724
Promotion	-	-	**-**	1,920
	17,816	347,396	**365,212**	330,806
Expenditures contributed by YMCA of Northern Alberta (Note 8)				
Salaries and benefits	211,720	-	**211,720**	208,877
Promotion	5,218	-	**5,218**	-
	216,938	-	**216,938**	208,877
	234,754	347,396	**582,150**	539,683
Deficiency of revenues over expenditures	$ (17,816)	$ (305,998)	**$ (323,814)**	$(302,881)

See accompanying notes to the financial statements.

YMCA of Northern Alberta Foundation
Statement of Changes in Net Assets
Year Ended March 31

	Unrestricted fund	Internally restricted fund (Note 5)	Endowment fund (Note 4)	**2026 Total**	2025 Total
Balance, beginning of year	$ -	$ 120,857	$ 6,955,120	**$ 7,075,977**	$ 6,440,278
Deficiency of revenues over expenditures	(17,816)	(305,998)	-	**(323,814)**	(302,881)
	(17,816)	(185,141)	6,955,120	**6,752,163**	6,137,397
Endowment contributions	-	-	185,647	**185,647**	305,845
Increase in fair value of financial instruments	-	-	245,108	**245,108**	388,845
Investment income	-	-	320,869	**320,869**	243,890
	-	-	751,624	**751,624**	938,580
Inter-fund transfers	17,816	313,184	(331,000)	**-**	-
Balance, end of year	$ -	$ 128,043	$ 7,375,744	**$ 7,503,787**	$ 7,075,977

See accompanying notes to the financial statements.

YMCA of Northern Alberta Foundation
Statement of Financial Position

March 31 **2026** 2025

	Unrestricted fund	Internally restricted fund	Endowment fund	**Total**	Total
Assets					
Current					
Cash	$ -	$ 136,356	$ -	**$ 136,356**	$ 109,335
Contributions receivable	-	12,716	-	**12,716**	9,284
Accrued interest receivable	-	2,515	-	**2,515**	2,147
Receivable from other fund	17,120	-	-	**17,120**	15,011
	17,120	151,587	-	**168,707**	135,777
Long-term investments (Note 3)		343,518	7,375,744	**7,719,262**	7,442,595
	$ 17,120	$ 495,105	$ 7,375,744	**$ 7,887,969**	$ 7,578,372
Liabilities					
Current					
Payables and accruals	$ 17,120	$ 5,000	$ -	**$ 22,120**	$ 13,911
Due to the YMCA Alberta Regional Council (Note 8)	-	-	-	-	1,100
Due to YMCA of Northern Alberta (Note 8)	-	344,942	-	**344,942**	472,373
Payable to other fund	-	17,120	-	**17,120**	15,011
	17,120	367,062	-	**384,182**	502,395
Net Asset					
Endowment fund (Note 4)	-	-	7,375,744	**7,375,744**	6,955,120
Internally restricted fund (Note 5)	-	128,043	-	**128,043**	120,857
	-	128,043	7,375,744	**7,503,787**	7,075,977
	$ 17,120	$ 495,105	$ 7,375,744	**$ 7,887,969**	$ 7,578,372

Approved by the Board of Directors

_______________ Director _______________ Director

See accompanying notes to the financial statements.

YMCA of Northern Alberta Foundation
Statement of Cash Flows

Year Ended March 31	**2026**	2025
Increase (decrease) in cash		
Operating		
Deficiency of revenues over expenditures	**$ (323,814)**	$ (302,881)
Increase in fair value of financial instruments	**(8,638)**	(12,758)
	(332,452)	(315,639)
Changes in non-cash operating working capital		
Contributions receivable	**(3,432)**	(6,596)
Accrued interest receivable	**(368)**	(69)
Payables and accruals	**8,209**	3,211
	(328,043)	(319,093)
Investing		
Contributions to Endowment fund	**185,647**	305,845
(Decrease) increase in payable (net) to YMCA of Northern Alberta	**(127,431)**	261,420
Decrease in payable to the YMCA Alberta Regional Council	**(1,100)**	-
Net transactions for long-term investments	**297,948**	(267,520)
	355,064	299,745
Net increase (decrease) in cash	**27,021**	(19,348)
Cash, beginning of year	**109,335**	128,683
Cash, end of year	**$ 136,356**	$ 109,335

See accompanying notes to the financial statements.

1. Nature of operations

YMCA of Northern Alberta Foundation (the "Foundation") is incorporated as a not-for-profit organization under the Alberta Societies Act. The mission of the Foundation is to act as a fundraising body collecting donations, gifts, or bequests exclusively for the benefit of YMCA of Northern Alberta. The Foundation is a registered charity under the Income Tax Act and is exempt from income tax.

2. Summary of significant accounting policies

These financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO") and include the following significant accounting policies:

Use of estimates and measurement uncertainty

The preparation of financial statements in conformity with ASNPO 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 reported amounts of revenues and expenses during the period. Management reviews the carrying amounts of items in the financial statements at each balance sheet date to assess the need for revision or any possibility of impairment. Management determines these estimates based on assumptions that reflect the most probable set of economic conditions and planned courses of action. Actual results could differ from those estimates.

Significant estimates included in these financial statements are the fair value of long-term investments.

Fund accounting

The operational and administrative activities of the Foundation, including unrestricted contributions from YMCA of Northern Alberta and revenues from special events, are reported by the unrestricted fund.

The internally restricted fund reports resources restricted by the Foundation's Board of Directors for the eventual transfer to YMCA of Northern Alberta.

The endowment fund reports resources that have been permanently restricted by the Foundation's Board of Directors for endowment purposes, including the internally restricted International Development Fund.

2. Summary of significant accounting policies (cont'd)

Revenue recognition

The Foundation follows the deferral method of accounting for contributions.

Unrestricted contributions and unrestricted investment income are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Endowment contributions and investment income restricted for endowment purposes are recognized as a direct increase in net assets.

Planned gifts

The Foundation is the beneficiary of whole life insurance policies. Whole life insurance policies for which the Foundation is the registered owner are recorded as assets of the Foundation at their cash surrender value.

The Foundation is also the beneficiary of bequests stated in wills. Bequests are not recognized in the financial statements until the funds are received.

Long-term investments

The Foundation records its long-term investments at market value. Changes in the market value for internally restricted investments are recognized in the statement of operations. Endowment investment changes are recorded directly to net assets.

Donated gifts and services

The Foundation records the fair market value of donated gifts and services in its accounts where such value is reasonably determinable and when the donations are normally purchased by the Foundation.

Impairment of long-lived assets

The Foundation tests for impairment when events or changes in circumstances indicate the carrying amount of an item or class of assets may not be recoverable. The recoverability of long-lived assets is based on the net recoverable amounts determined on an undiscounted cash flow basis. If the carrying amount of an asset exceeds its net recoverable amount, an impairment loss is recognized to the extent that fair value is below the asset's carrying amount. Fair value is determined based on quoted market prices where available, otherwise on discounted cash flows over the life of the asset.

2. Summary of significant accounting policies (cont'd)

Financial instruments

Initial measurement:

The Foundation's financial instruments are measured at fair value when issued or acquired. For financial instruments subsequently measured at cost or amortized cost, fair value is adjusted by the amount of the related financing fees and transaction costs. Transaction costs and financing fees relating to financial instruments that are measured subsequently at fair value are recognized in operations in the year in which they are incurred.

Subsequent measurement:

At each reporting date, the Foundation measures its financial assets and liabilities at cost or amortized cost (less impairment in the case of financial assets), except for equities quoted in an active market, which must be measured at fair value. The Foundation has also irrevocably elected to measure its investments in bonds at fair value. All changes in fair value of the Foundation's investments in equities quoted in an active market and in bonds are recorded in the statement of operations for unrestricted investments and directly to net assets for endowed investments. The Foundation uses the effective interest method to amortize any premiums, discounts, transaction fees, and financing fees to the statement of operations. The financial instruments measured at amortized cost are cash, contributions receivable, accrued interest receivable, due to related parties and payables and accruals. The carrying value of financial instruments approximates their fair value due to the short-term nature, unless otherwise noted.

For financial assets measured at cost or amortized cost, the Foundation regularly assesses whether there are any indications of impairment. If there is an indication of impairment, and the Foundation determines that there is a significant adverse change in the expected timing or amount of future cash flows from the financial asset, it recognizes an impairment loss in the statement of operations. Any reversals of previously recognized impairment losses are recognized in operations in the year the reversal occurs.

Related party financial instruments:

Financial assets and financial liabilities in related party transactions are initially measured at cost, with the exception of certain instruments which are initially measured at fair value. Subsequent measurement is based on how the Association initially measured the instrument. The Association does not have any financial assets or financial liabilities in related party transactions measured at fair value.

3. Long-term investments

	2026	2025
Investments, at market value, cost $7,373,935 (2025 - $6,641,950)	**$ 7,624,006**	$ 7,351,014
Cash surrender value of life insurance	**95,256**	91,581
	$ 7,719,262	$ 7,442,595

4. Endowment funds

	2026	2025
Endowed funds – Externally Restricted		
William Lutsky Trust Fund (Land Trust Fund)	**$ 2,187,687**	$ 2,116,587
Literacy Endowment Fund	**799,924**	773,927
Tim Melton Family Fund	**691,462**	620,615
Healthy Communities Fund	**567,995**	539,568
Eldon and Phyllis Fowler Fund	**455,335**	440,536
Larry Pollock Youth Recreation Fund	**292,122**	282,628
Bennett Clarke Memorial Scholarship Fund	**211,263**	204,397
Youth and Community Endowment Fund Jean-Louis Cloutier	**170,256**	164,623
Jim Hardy Memorial Fund	**161,241**	156,000
Bill Rees Memorial Fund	**160,591**	151,973
Lammerink Family Fund	**125,976**	120,914
Robert J. Turnbull Trust Fund	**104,636**	96,397
William Lutsky Trust Fund	**93,916**	90,864
Phyllis Amerongen Memorial Fund	**91,831**	88,846
Rod & Helen McLeod Legacy Fund	**84,092**	37,283
Lynette Husum & Roger Delbaere – Leadership Grant	**70,309**	58,276
Wilfred Oliver (Mac) McLean Trust Fund	**62,956**	58,201
William Weir Memorial Fund	**58,542**	56,639
Scott McLeod Family Fund	**55,969**	47,377
Amerongen Fund	**55,868**	54,052
Sam Gabriel Trust Fund	**48,427**	46,854
Grant and Irene Duncan Family Fund	**48,421**	46,600
Edwin S. Cook Leadership Fund	**46,475**	44,965
Al Maydonik Trust Fund	**37,782**	36,555
1907 – 2007 Centennial Trust	**35,971**	34,802
Del Dilkie Leadership Fund	**33,922**	27,982
Cecil and Helen Paull Scholarship Fund	**33,170**	32,091
PD Endowment Fund	**32,472**	26,579
Patricia Ellen (Pattey) Ready Memorial Fund	**28,580**	27,651

4. Endowment funds (cont'd)		**2026**		2025
Jill Zimmerman Memorial Fund		**26,353**		25,497
Parkinson Family Fund		**21,521**		-
Bull Family Fund		**20,955**		17,964
Colin & Betty Ann Hatcher Fund		**20,717**		20,044
J.J. and Mary-Anne Tremblay Family Fund		**17,952**		16,159
Investing in Youth Fund		**17,289**		15,567
Herbert Family Fund		**16,766**		16,221
Racheal Neff Memorial Fund		**16,483**		10,296
Archie M. Langille Trust Fund		**16,076**		15,553
Michael Zolf Trust Fund		**16,076**		15,553
Rebecca Suen Fund for the Homeless		**15,200**		14,706
Matthew Peddle Memorial Fund for Children with Disabilities		**15,053**		14,564
Tori & Asim Chin Family Fund		**14,919**		12,982
Irwin Family Fund		**14,090**		13,632
Winnie Kwok Memorial Fund		**14,035**		13,579
Len Dolgoy & Catherine Miller Trust Fund		**13,804**		13,355
Franco and Barbara Savoia Star-Builder Scholarship Fund		**13,430**		12,992
Menegozzo Family Fund		**11,999**		11,610
John Corlett & Beverley Boudreau		**11,606**		7,667
Bonnie Mihalchan – Fitness Leadership Grant		**11,061**		10,701
Emerging Endowment Funds		**25,068**		20,383
Endowment funds – Externally Restricted		**7,197,645**		6,782,807
Endowment funds – Internally Restricted				
International Development Fund		**178,099**		172,313
	$	**7,375,744**	$	6,955,120

The Endowment fund was established to raise funds for the benefit of YMCA of Northern Alberta. The assets held by the Endowment fund are endowed in perpetuity.

The Foundation accepts contributions intended towards establishing future Endowment funds, with the requested balance of $10,000 or greater. These Emerging Endowment Funds receive, as do all of the Endowment funds, annual allocations of the Foundation's investment income. No annual transfer of funds to support YMCA of Northern Alberta is processed until an Emerging Endowment Fund balance exceeds a balance of $10,000 (or a higher level, if directed by the donors.)

5. Internally restricted fund	**2026**	2025
Other internally restricted funds	**$ 128,043**	$ 120,857

Internally restricted funds are held for the purpose of generating investment income for the eventual transfer to YMCA of Northern Alberta.

6. Investment income

Investment income earned is reported as follows:	**2026**	2025
Net investment income on long-term investments	**$ 320,869**	$ 243,955
Investment earnings from the Edmonton Community Foundation (Note 7)	**2,371**	1,997
Change in fair value of financial instruments	**6,497**	4,171
Interest on bank account and other	**1,660**	1,316
Net investment income for the year	**331,397**	251,439
Amount restricted for endowment purposes	**(320,869)**	(243,890)
Total investment income	**$ 10,528**	$ 7,549

7. Contribution to Edmonton Community Foundation

In 2001, the Foundation established an endowment fund with the Edmonton Community Foundation through a donation of $30,000. The principal balance of the Endowment Fund is owned by the Edmonton Community Foundation. As the named beneficiary of the fund, the Foundation is eligible to receive an allocation from future investment earnings arising from the current balance, as well as from future donations to the fund.

8. Related not-for-profit organizations

The Foundation is influenced by YMCA of Northern Alberta by virtue of its ability to appoint the Foundation's Board of Directors. YMCA of Northern Alberta is incorporated as a not-for-profit organization and is a registered charity under the Income Tax Act.

8. Related not-for-profit organizations (cont'd)

YMCA of Northern Alberta is the beneficiary of the financial development operations of the Foundation and contributes staffing and other resources towards the work of the Foundation. The fair market value of these resources is estimated and reflected as contributions in the financial statements of the Foundation.

Contributions from YMCA of Northern Alberta during the year total $216,938 (2025 - $208,877). These have been recognized in the unrestricted fund.

The balance of $344,942 payable (2025 - $472,373) to the YMCA of Northern Alberta is non-interest bearing and has no fixed terms of repayment.

The balance of $nil (2025 - $1,100) to the YMCA Alberta Regional Council is non-interest bearing and has no fixed terms of repayment was paid in 2025.

9. Financial instrument risks

The Foundation's main financial instrument risk exposure is detailed as follows:

The Foundation is exposed to market risk through its income and financial returns on investments. Market risk is the risk that the fair value or expected future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. The Foundation is exposed to all three risks.

Currency risk
The Foundation is exposed to currency risk in that investments denominated in a currency other than that in the Foundation's functional currency may experience changes in rates of exchange that have an adverse effect on the value, price of, or income derived from the corresponding investment.

Interest rate risk
The Foundation is exposed to interest rate risk as certain marketable securities bear interest at fixed interest rates. A significant change in market interest rates would impact the fair value of the investments.

9. Financial instrument risks (cont'd)

Other price risk
Price risk relates to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices of securities held. The Foundation is exposed to price risk from its investments and engages the services of professional investment advisors to mitigate its exposure to price risk from concentration in industries or sectors.

The Foundation is exposed to credit risk from financial institutions and community fundraising entities. Credit risk arises from the possibility that these entities may experience financial difficulty and be unable to fulfil their obligations. The Foundation's maximum exposure to credit risk is represented by the carrying amounts of accrued interest receivable and it is management's opinion that the likelihood of loss is low.

The Foundation is exposed to liquidity risk as the Foundation could encounter difficulty in meeting obligations associated with its financial liabilities. Therefore, the Foundation is exposed to liquidity risk with respect to its payables and accruals and amounts due to YMCA of Northern Alberta. The Foundation monitors its liquidity position and plans the purchase of investments accordingly.