

**BRIERCREST COLLEGE AND
SEMINARY**

***NON-CONSOLIDATED FINANCIAL
STATEMENTS***

June 30, 2024

Independent Auditor's Report

To the Board of Directors of
Briercrest College and Seminary

Opinion

We have audited the non-consolidated financial statements of Briercrest College and Seminary (the "Organization"), which comprise the non-consolidated statement of financial position as at June 30, 2024, and the non-consolidated statements of operations and changes in fund balances, and cash flows for the year then ended, and notes to the non-consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "non-consolidated financial statements").

In our opinion, the accompanying non-consolidated financial statements present fairly, in all material respects, the financial position of the Organization as at June 30, 2024, 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.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Non-Consolidated Financial Statements* section of our report. We are independent of the Organization 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 audit opinion.

Responsibilities of Management and Those Charged with Governance for the Non-Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the non-consolidated 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 non-consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the non-consolidated 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 Non-Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the non-consolidated 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 GAAS 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 non-consolidated financial statements.

As part of an audit in accordance with Canadian GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the non-consolidated 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 Organization'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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Organization to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Deloitte LLP

Chartered Professional Accountants
November 1, 2024
Regina, Saskatchewan

Briercrest College and Seminary

NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at June 30

	2024				Total \$	2023 Total \$
	Operating Fund \$	Capital Asset Fund \$	Restricted Fund \$	Endowment Fund \$		
ASSETS						
Current						
Cash	709,725	52,926	10,351	99,133	872,135	1,598,585
Accounts receivable [note 3]	103,874	-	-	-	103,874	184,843
Inventory	77,008	-	-	-	77,008	74,719
Investments [note 4]	646,584	844,845	1,660,009	-	3,151,438	3,934,971
Prepaid expenses and supplies	302,033	-	-	-	302,033	277,751
Total current assets	1,839,224	897,771	1,670,360	99,133	4,506,488	6,070,869
Loans receivable [note 8]	20,870	120,980	-	-	141,850	139,036
Investments [note 4]	-	-	-	3,342,215	3,342,215	2,735,349
Capital assets [note 5]	-	7,239,199	-	-	7,239,199	7,382,372
Other assets [note 6]	241,087	43,616	-	-	284,703	16,819
	2,101,181	8,301,566	1,670,360	3,441,348	15,514,455	16,344,445
LIABILITIES AND FUND BALANCES						
Current						
Accounts payable and accrued charges	700,765	-	-	-	700,765	1,093,823
Deferred revenue and deposits [note 7]	505,547	-	-	-	505,547	434,238
Due (from) to other funds	(701,549)	681,276	(107,818)	128,091	-	-
Current portion of capital lease obligations	-	275	-	-	275	3,851
Total current liabilities	504,763	681,551	(107,818)	128,091	1,206,587	1,531,912
Capital lease obligations	-	-	-	-	-	275
Life annuity bond agreements [note 8]	55,000	-	-	-	55,000	55,000
Investment loss on subsidiary	36,188	-	-	-	36,188	4,915
Total liabilities	595,951	681,551	(107,818)	128,091	1,297,775	1,592,102
Fund balances						
Invested in capital assets	-	7,620,015	-	-	7,620,015	7,879,785
Externally restricted	-	-	1,778,178	3,121,341	4,899,519	4,529,559
Internally restricted	-	-	-	191,916	191,916	88,859
Unrestricted	1,505,230	-	-	-	1,505,230	2,254,140
Total fund balances	1,505,230	7,620,015	1,778,178	3,313,257	14,216,680	14,752,343
	2,101,181	8,301,566	1,670,360	3,441,348	15,514,455	16,344,445

The accompanying notes are an integral part of the non-consolidated financial statements

Approved on behalf of the Board of Directors

Briercrest College and Seminary

NON-CONSOLIDATED STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES

Year ended June 30

	Operating Fund		Restricted Funds				Endowment Fund			
	2024	2023	Capital	Restricted	Mission	Annuity	Total	Total	2024	2023
			Asset	Fund	Trust		Fund	Fund		
	\$	\$	2024	2024	2024	2024	\$	\$	\$	\$
REVENUES										
Tuition and fees	8,479,304	8,651,718	-	-	-	-	-	-	-	-
Donations	2,041,835	2,338,528	415,213	669,008	-	-	1,084,221	436,517	207,992	168,444
Government grants and assistance	205,800	242,600	-	-	-	-	-	-	-	-
Investment income <i>[note 9]</i>	364,641	194,348	66,161	357,952	-	-	424,113	423,159	-	-
Ancillary operations	639,065	725,028	-	-	-	-	-	-	-	-
General sales	1,091,676	1,027,317	-	-	-	-	-	-	-	-
Rentals	939,995	934,425	-	-	-	-	-	-	-	-
Miscellaneous	43,379	254,932	93,327	-	-	-	93,327	116,378	-	-
	13,805,695	14,368,896	574,701	1,026,960	-	-	1,601,661	976,054	207,992	168,444
EXPENSES										
Operating expenses	6,383,253	6,555,159	11,371	-	-	-	11,371	3,946	-	-
Salaries and benefits	7,306,581	7,555,879	-	-	-	-	-	-	-	-
Ancillary cost of goods sold	714,566	801,577	-	-	-	-	-	-	-	-
Amortization	-	-	823,065	-	-	-	823,065	777,607	-	-
Interest	-	-	35	-	-	-	35	269	-	-
Scholarships and annuity payments	-	-	-	317,692	-	-	317,692	537,573	-	-
Program development expenses	-	-	-	483,333	-	-	483,333	417,702	-	-
Miscellaneous	111,115	28,282	-	-	-	-	-	576	-	-
	14,515,515	14,940,897	834,471	801,025	-	-	1,635,496	1,737,673	-	-
(Deficiency) excess of revenues over expenses	(709,820)	(572,001)	(259,770)	225,935	-	-	(33,835)	(761,619)	207,992	168,444
Fund balances, beginning of year	2,254,140	2,835,105	7,879,785	1,611,428	32,107	(39,090)	9,484,230	10,307,700	3,013,973	2,774,714
Interfund transfers <i>[note 10]</i>	(39,090)	(8,964)	-	(59,185)	(32,107)	39,090	(52,202)	(61,851)	91,292	70,815
Fund balances, end of year	1,505,230	2,254,140	7,620,015	1,778,178	-	-	9,398,193	9,484,230	3,313,257	3,013,973

The accompanying notes are an integral part of the non-consolidated financial statements

Briercrest College and Seminary

NON-CONSOLIDATED STATEMENT OF CASH FLOWS

Year ended June 30

	Operating Fund 2024 \$	Capital Asset Fund 2024 \$	Restricted Fund 2024 \$	Mission Trust Fund 2024 \$	Annuity Fund 2024 \$	Endowment Fund 2024 \$	Total 2024 \$	Total 2023 \$
OPERATING ACTIVITIES								
(Deficiency) excess of revenues over expenses	(709,820)	(259,770)	225,935	-	-	207,992	(535,663)	(1,165,176)
Realized loss (gain) on investments	8,630	119,402	100,263	-	-	(9,239)	219,056	151,009
Add charges to operations not requiring a current cash payment								
Unrealized gain on investments	(12,223)	(157,656)	(182,813)	-	-	(142,996)	(495,688)	(554,680)
Amortization of capital assets	-	823,065	-	-	-	-	823,065	777,607
Contributed capital assets	-	(5,500)	-	-	-	-	(5,500)	(38,732)
Gain on disposal of capital assets	-	(26,095)	-	-	-	-	(26,095)	(32,882)
	(713,413)	493,446	143,385	-	-	55,757	(20,825)	(862,854)
Net change in non-cash working capital balances related to operations [note 11]	(476,508)	(26,797)	-	-	(657)	-	(503,962)	(58,365)
Cash (used in) provided by operating activities	(1,189,921)	466,649	143,385	-	(657)	55,757	(524,787)	(921,219)
INVESTING ACTIVITIES								
Purchase of investments	(1,047,986)	(39,268)	(74,200)	-	-	(979,846)	(2,141,300)	(2,701,717)
Proceeds on disposal of investments	1,509,750	335,222	224,412	-	-	525,215	2,594,599	3,875,097
Addition of loans receivable	-	(9,861)	-	-	-	-	(9,861)	-
Repayment of loans receivable	7,047	-	-	-	-	-	7,047	10,724
Purchase of capital assets	-	(746,851)	-	-	-	-	(746,851)	(914,820)
Proceeds on disposal of capital assets	-	98,554	-	-	-	-	98,554	84,115
Cash (used in) provided by investing activities	468,811	(362,204)	150,212	-	-	(454,631)	(197,812)	353,399
FINANCING ACTIVITIES								
Repayment of capital lease obligations	-	(3,851)	-	-	-	-	(3,851)	(26,796)
Repayment of amounts due to (from) other funds	454,844	(150,995)	(283,248)	-	-	(20,601)	-	-
Addition (reduction) of life annuity bond agreements	55,000	-	-	-	(55,000)	-	-	-
Cash (used in) provided by financing activities	509,844	(154,846)	(283,248)	-	(55,000)	(20,601)	(3,851)	(26,796)
Net (decrease) increase in cash during the year	(211,266)	(50,401)	10,349	-	(55,657)	(419,475)	(726,450)	(594,616)
Cash, beginning of year	960,081	103,327	59,187	32,107	16,567	427,316	1,598,585	2,193,201
Interfund transfers	(39,090)	-	(59,185)	(32,107)	39,090	91,292	-	-
Cash, end of year	709,725	52,926	10,351	-	-	99,133	872,135	1,598,585

The accompanying notes are an integral part of the non-consolidated financial statements

BRIERCREST COLLEGE AND SEMINARY

Notes to Non-Consolidated Financial Statements

Year Ended June 30, 2024

1. PURPOSE OF THE ORGANIZATION

Briercrest College and Seminary (the “Organization”) is a partnership of three Christ-centred, Bible-anchored, ministry-focused schools that thrive in the context of a vibrant spiritual community. The Organization operates as Briercrest Christian Academy, College and Seminary, together with various ancillary businesses. The Organization is incorporated under An Act to Incorporate Briercrest College and Seminary in the province of Saskatchewan and operates as a not-for-profit organization and is a registered charity under the Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICIES

The non-consolidated financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (“ASNPO”) and reflect the following significant accounting policies:

Fund accounting

The accounts of the Organization are maintained in accordance with the principles of fund accounting in order that limitations and restrictions placed on the use of available resources are observed. Under fund accounting, resources are classified for accounting and reporting purposes into funds with activities or objectives specified. For financial reporting purposes, the accounts have been classified into the following funds:

The **Operating Fund** records the operating revenue, which includes any unrestricted contributions and revenue and expenditures, and the related assets and liabilities. It also includes funds acquired by the Organization under the terms of life annuity bond agreements previously recorded in the Annuity Fund.

The **Capital Asset Fund** records capital assets, any corresponding indebtedness, and the revenue and expenditures related to these assets and liabilities.

The **Endowment Fund** records permanently endowed contributions and investment income to be held for student and faculty scholarships, library resources and faculty chairs.

The **Restricted Fund** (previously Educational Projects Fund) records donations received for the assistance and development of charitable and educational programs and investment income earned on endowed contributions for future awards. It also records donations received for mission projects previously recorded in the Mission Trust Fund.

Use of estimates

The preparation of non-consolidated financial statements in conformity with ASNPO requires management to make estimates and use assumptions that affect reported amounts of assets and liabilities at the date of the non-consolidated financial statements and the reported amounts of revenue and expenses during the year. Key components of the non-consolidated financial statements requiring management to make estimates include allowance for doubtful accounts and the useful lives of capital assets. In management’s assessment of the Organization’s ability to continue as a going concern,

BRIERCREST COLLEGE AND SEMINARY

Notes to Non-Consolidated Financial Statements

Year Ended June 30, 2024

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Use of estimates (continued)

management forecasts future revenues and expenses to support their assessment. Actual results could differ from those estimates.

Revenue and expense recognition

The Organization follows the restricted fund method whereby externally restricted contributions (grants and donations) are recognized in the fund corresponding to the purpose for which they were contributed.

Restricted contributions for which no corresponding restricted fund is presented must be recognized in the Operating Fund using the deferral method. Unrestricted contributions are recognized as revenues in the Operating Fund in the year received if the amount to be received can be reasonably estimated and collection is reasonably assured.

Donations are recorded as revenue only when received; pledges are not recorded in the accounts.

Tuition, ancillary revenue, general sales and rental income are recorded when services are provided.

Government assistance and grants towards current expenditures have been included in revenue of the Operating Fund.

Investment income includes interest income, realized investment gains and losses on sales of investments measured at amortized cost, and unrealized gains and losses on investments measured at fair value. Investment income on Endowment Fund resources that is not endowed is recognized as revenue in the Restricted Fund when earned. Investment income on the resources of all other restricted funds is recognized as revenue in the respective fund when earned. Other investment income is recognized as revenue of the Operating Fund when earned.

Contributed materials

Contributed materials normally purchased of \$5,500 (\$38,732 - 2023) are recorded at their fair value. The fair value is determined in relation to the market value of similar materials.

Financial instruments

The Organization initially measures its financial assets and financial liabilities at fair value. It subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments, which the Organization has measured at fair value.

Transaction costs related to financial instruments measured subsequent to initial recognition at fair value are expensed as incurred. Transaction cost related to other financial instruments are added to the carrying value of the asset or netted against the carrying value of the liability and are then recognized over the expected life of the instrument using the effective interest method. Any premium or discount related to an instrument

BRIERCREST COLLEGE AND SEMINARY

Notes to Non-Consolidated Financial Statements

Year Ended June 30, 2024

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments (continued)

measured at amortized cost is amortized over the expected life of the item using the effective interest method and recognized in the non-consolidated statement of operations as interest income or expense.

With respect to financial assets measured at cost or amortized cost, the Organization recognizes in the non-consolidated statement of operations an impairment loss, if any, when there are indicators of impairment and it determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows. When the extent of impairment of a previously written-down asset decreases and the decrease can be related to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed to the non-consolidated statement of operations in the period the reversal occurs.

Cash and cash equivalents

Cash and cash equivalents consist of cash and bank balances, including bank overdraft with a balance that fluctuate frequently from being positive to overdrawn.

Inventory

Inventory is valued at the lower of cost and net realizable value, determined on an average cost basis for the bookstore and on a first-in, first-out basis for the other inventory. Net realizable value is the estimated selling price and the estimated costs necessary to make the sale. Any write-down of inventory to its net realizable value is recognized as an expense in the period. When the net realizable value subsequently increases, the previously recognized impairment loss is reversed and recognized as a reduction in the amount of inventories expensed to cost of sales in the period the reversal occurs.

Capital assets

Capital assets are recorded at cost. When capital assets are sold or retired, the related cost and accumulated amortization are removed from the respective accounts and any gain or loss is recorded in the non-consolidated statement of operations and changes in fund balances. Expenditures for repairs and maintenance are expensed as incurred.

Capital assets are amortized over their estimated useful lives using the straight-line method at the following rates:

Land improvements	10 years
Buildings	10 – 40 years
Electrical distribution system	25 years
Furniture and equipment	4, 5, 10 or 20 years
Library resources	4 or 20 years
Vehicles	5 years
Equip./Veh. under Capital lease	5 years

Capital assets under construction are not amortized until they are placed in service.

BRIERCREST COLLEGE AND SEMINARY

Notes to Non-Consolidated Financial Statements

Year Ended June 30, 2024

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Impairment of capital assets

When conditions indicate that a tangible capital asset is impaired, the net carrying amount of the tangible capital asset shall be written down to the asset's fair value or replacement cost. The write-downs of tangible capital assets shall be accounted for as expenses in the statement of operations. A write-down shall not be reversed.

Cloud computing arrangements

Expenditures from cloud computing arrangements are accounted for as a software service. Any expenditures that are directly attributable to implementing the software service are capitalized as incurred. Capitalized amounts are amortized over the expected period of access to the software service of 5 years using the straight-line method.

Employee future benefits

The Organization has made contributions of \$122,820 (\$119,426 - 2023) to a defined contribution employee future benefit plan. These contributions are expensed as incurred.

Subsidiaries

Briercrest has a 100% owned subsidiary, 102141386 Saskatchewan Ltd., which is a profit-oriented organization that holds Briercrest's ownership interest in CanWest Sports Science and Performance Centre Inc. The subsidiary is accounted for using the equity method.

Application of new accounting guidance

Effective July 1, 2023, the Organization early adopted the new accounting guideline AcG-21, Accounting for Life Insurance Contracts with Cash Surrender Value. This guideline establishes the accounting treatment for the cash surrender value of a life insurance policy. The overall impact of adoption is the recognition of a new asset. This guidance was adopted early as permitted, with an effective date for years beginning on or after January 1, 2026.

3. ACCOUNTS RECEIVABLE

	2024	2023
	\$	\$
Trade	34,584	38,761
Student	37,594	49,716
Rent	8,650	1,566
Other	30,504	134,862
	111,332	224,905
Less: Allowance for doubtful accounts	7,458	40,062
	103,874	184,843

BRIERCREST COLLEGE AND SEMINARY

Notes to Non-Consolidated Financial Statements

Year Ended June 30, 2024

4. INVESTMENTS

	2024		2023	
	Cost \$	Carrying Value \$	Cost \$	Carrying Value \$
Mutual Funds – CDN Equity	476,614	530,923	963,354	969,580
Mutual Funds – Global Equity	172,794	214,039	224,272	196,556
Mutual Funds – Income	3,219,716	3,276,479	2,702,569	2,579,145
Mutual Funds – Int’l Equity	334,000	406,988	690,242	729,743
Mutual Funds – Other	1,349,127	1,377,133	1,198,742	1,197,259
Mutual Funds – Real Estate	96,291	99,752	291,261	272,033
Mutual Funds – US Equity	494,015	588,339	744,474	726,004
	6,142,557	6,493,653	6,814,914	6,670,320
Less: current portion	3,058,263	3,151,438	4,194,489	3,934,971
	3,084,294	3,342,215	2,620,425	2,735,349

5. CAPITAL ASSETS

	2024		2023	
	Cost \$	Accumulated Amortization \$	Cost \$	Accumulated Amortization \$
Land	213,260	-	213,260	-
Land improvements	326,017	125,159	326,017	109,257
Buildings	25,944,463	20,148,375	25,693,440	19,767,790
Electrical distribution system	7,977	6,381	7,977	6,063
Furniture and equipment	1,878,982	1,421,793	1,658,766	1,229,995
Library resources	1,204,331	725,173	1,241,233	738,465
Vehicles	672,170	581,431	566,283	477,081
Equip./Veh. under capital lease	18,370	18,059	18,370	14,323
	30,265,570	23,026,371	29,725,346	22,342,974
Less:				
Accumulated amortization	23,026,371		22,342,974	
Net book value	7,239,199		7,382,372	

6. OTHER ASSETS

	2024 \$	2023 \$
Software implementation costs	56,855	18,688
Less: Accumulated amortization	13,239	1,869
	43,616	16,819
Life insurance Cash Surrender Value	241,087	-
	284,703	16,819

BRIERCREST COLLEGE AND SEMINARY

Notes to Non-Consolidated Financial Statements

Year Ended June 30, 2024

7. DEFERRED REVENUE AND DEPOSITS

	2024	2023
	\$	\$
Advance fees	426,979	354,617
Damage fee deposits	78,568	79,621
505,547	505,547	434,238

The cash received for the damage fee deposits are restricted and is included in the cash held in the operating fund shown on the statement of non-consolidated statement of financial position.

8. COMMITMENTS AND CONTINGENT OBLIGATIONS

The Organization has established a gift annuity plan as a form of public support and, in exchange for contributions held in trust, obligates itself to pay donors fixed annual returns for life at rates varying from 5% to 13% (life annuity bond agreements). At the time of an annuitant's death, the principal balance passes to the Organization and is recorded as a donation in the Operating Fund (formerly the Annuity Fund).

During the year \$6,030 (\$6,032 - 2023) of annuity payments were made. No external actuarial estimate of the annuity liability has been made. The carrying value of the principal amount held in trust is \$55,000 (\$55,000 - 2023).

9. INVESTMENT INCOME

	2024	2023
	\$	\$
Interest and investment income	271,036	213,736
Realized losses	(219,057)	(150,910)
Unrealized gains	495,688	554,681
Life Insurance Policies Cash Surrender Value	241,087	-
Total Investment Income	788,754	617,507

Investment income for the year on amounts held in the Endowment Fund of \$206,865 (\$219,507 - 2023) was allocated to the Restricted Fund.

BRIERCREST COLLEGE AND SEMINARY

Notes to Non-Consolidated Financial Statements

Year Ended June 30, 2024

10. INTERFUND TRANSACTIONS

The Operating Fund transferred \$39,090 to the Annuity Fund to close the Annuity Fund.

The Mission Fund transferred \$32,107 to the Restricted Fund to close the Mission Trust Fund.

The Restricted Fund transferred \$92,932 (\$71,570 – 2023) to the Endowment Fund to be preserved and applied towards financing future provision of scholarships.

The Endowment Fund transferred \$1,640 (\$755 – 2023) to the Restricted Fund to finance the provision of scholarships.

Following board approval, during the year the Mission Trust Fund was transferred into the Restricted Fund, and the Annuity Fund was transferred into the Operating Fund. Any restrictions within these funds remain the same. Accordingly, the statement of cash flows was also amended.

The amounts that were transferred were previously presented as per the columns summarized below.

	Mission Trust Fund	Annuity Fund
	\$	\$
Total assets	32,107	13,552
Total liabilities	-	(55,000)
Total fund balances	32,107	(41,448)
Total revenue	120	0
Total expenses	-	(6,030)
Surplus (Deficiency) of revenues over expenses	120	(6,030)

11. NET CHANGE IN NON-CASH WORKING CAPITAL BALANCES RELATED TO OPERATIONS

	2024	2023
	\$	\$
(INCREASE) DECREASE IN		
Accounts receivable	80,969	(68,225)
Other assets	(26,797)	(16,819)
Inventory	(2,289)	1,354
Prepaid expenses and supplies	(24,282)	(61,972)
Life insurance cash surrender value	(241,087)	-
(DECREASE) INCREASE IN		
Accounts payable and accrued charges	(393,058)	(28,404)
Deferred revenue and deposits	71,309	110,786
Investment loss on subsidiary	31,273	4,915
Total	(503,962)	(58,365)

BRIERCREST COLLEGE AND SEMINARY

Notes to Non-Consolidated Financial Statements

Year Ended June 30, 2024

12. LEASE COMMITMENTS

The Organization is committed to payments under term lease agreements as follows:

	\$
2025	24,500
2026	24,500
2027	24,500
2028	18,375

13. RELATED PARTY TRANSACTIONS

The Organization has a loan receivable balance of \$120,980 (\$111,119 - 2023) due from CanWest. Briercrest has an ownership interest of CanWest through its ownership of 102141385 Saskatchewan Ltd.

All transactions were carried out in the normal course of operations and are recorded at exchange value. This value corresponds to the consideration agreed upon by the parties and is determined based on the costs incurred.

14. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Organization, through its financial assets and liabilities, has exposure to the following risks from its use of financial instruments. The following analysis provides a measurement of risk at June 30, 2024.

Credit Risk

The Organization's principal financial assets are cash, investments and accounts receivable which are subject to credit risk. The carrying amount of financial assets on the non-consolidated statement of financial position represents the Organization's maximum credit exposure at the non-consolidated statement of financial position date.

The Organization's credit risk is primarily attributable to trade and student receivables. The amounts disclosed in the non-consolidated statement of financial position are net of allowance for doubtful accounts, estimated by management based on previous experience and its assessment of the current economic environment. The Organization does not have significant exposure to any individual customer and has not incurred any significant bad debts during the year.

The credit risk associated with cash is minimized as cash is held with a reputable Canadian credit union and investments are held with highly rated financial management companies.

Other Price Risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The Organization is exposed to other price risk through its investments in mutual funds for which the value fluctuates with the quoted market price. This risk is mitigated by maintaining a mixed asset portfolio and pooled investments.

BRIERCREST COLLEGE AND SEMINARY

Notes to Non-Consolidated Financial Statements

Year Ended June 30, 2024

14. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

Liquidity Risk

The Organization's objective is to have sufficient liquidity to meet its liabilities when due. The Organization monitors its cash balance and cash flows generated from operations to meet its requirements. As at June 30, 2024, the most significant financial liability is accounts payable and accrued charges.