

SAANICH PENINSULA MEMORIAL PARK SOCIETY
Financial Statements
Year Ended December 31, 2024

SAANICH PENINSULA MEMORIAL PARK SOCIETY
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Year Ended December 31, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Members of Saanich Peninsula Memorial Park Society

Report on the Financial Statements

Opinion

I have audited the financial statements of Saanich Peninsula Memorial Park Society (the "Society"), which comprise the statement of financial position as at December 31, 2024, 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 my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Society as at December 31, 2024, 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

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the Society in accordance with ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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

My 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 my 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.

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Independent Auditor's Report to the Members of Saanich Peninsula Memorial Park Society (*continued*)

As part of an audit in accordance with Canadian generally accepted auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.

I 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 I identify during my audit.

Report on Other Legal and Regulatory Requirements

As required by the Societies Act of British Columbia, I report that, in my opinion, the accounting policies applied in preparing and presenting the financial statements in accordance with Canadian Accounting Standards for Not-for-profit Organizations have been applied on a basis consistent with that of the preceding year.

SC Henn CPA

Sidney, British Columbia
March 17, 2025

Chartered Professional Accountant

SAANICH PENINSULA MEMORIAL PARK SOCIETY

Statement of Financial Position

December 31, 2024

	Operating Fund	Invested in Capital Assets	Capital Improvement Fund	2024 Total	2023 Total
ASSETS					
Current					
Cash	\$ 680,370	\$ -	\$ -	\$ 680,370	\$ 474,764
Restricted cash	-	-	87,632	87,632	7,955
Accounts receivable	6,756	-	-	6,756	6,033
Inventory (Note 4)	26,234	-	-	26,234	24,931
Prepaid expenses	44,185	-	-	44,185	43,222
Interfund receivables/(payables)	71,029	-	(71,029)	-	-
	828,574	-	16,603	845,177	556,905
RESTRICTED INVESTMENTS (Note 5)	-	-	295,501	295,501	322,499
TANGIBLE CAPITAL ASSETS (Note 6)	-	4,068,589	-	4,068,589	4,032,215
COLLECTIONS OF ART (Note 8)	1	-	-	1	1
	\$ 828,575	\$ 4,068,589	\$ 312,104	\$ 5,209,268	\$ 4,911,620
LIABILITIES AND NET ASSETS					
CURRENT					
Accounts payable and accrued liabilities	\$ 211,914	\$ -	\$ -	\$ 211,914	\$ 95,616
Goods and services tax payable	23,435	-	-	23,435	30,172
Deferred revenue (Note 9)	391,543	-	-	391,543	342,470
	626,892	-	-	626,892	468,258
NET ASSETS	201,683	4,068,589	312,104	4,582,376	4,443,362
	\$ 828,575	\$ 4,068,589	\$ 312,104	\$ 5,209,268	\$ 4,911,620

ON BEHALF OF THE BOARD

Director

Director

SAANICH PENINSULA MEMORIAL PARK SOCIETY

Statement of Operations

Year Ended December 31, 2024

	Operating Fund 2024	Invested in Capital Assets 2024	Capital Improvement Fund 2024	Total 2024	Total 2023
REVENUES					
Theatre and events <i>(Note 11)</i>	\$ 977,831	\$ -	\$ -	\$ 977,831	\$ 1,095,089
Rentals <i>(Note 11)</i>	434,577	-	-	434,577	432,388
Labour and internal services	41,990	-	-	41,990	38,433
Municipal grants <i>(Note 11)</i>	599,970	-	-	599,970	570,364
Donations and grants	1,250	-	-	1,250	-
Investment revenue	8,097	-	-	8,097	8,797
Other revenue	30,429	-	-	30,429	17,056
	<u>2,094,144</u>	<u>-</u>	<u>-</u>	<u>2,094,144</u>	<u>2,162,127</u>
EXPENSES					
Amortization	-	155,382	-	155,382	124,540
Contract service	28,515	-	-	28,515	37,684
Insurance	46,550	-	-	46,550	44,875
Interest and bank charges	8,305	-	-	8,305	18,541
Office and sundry	54,492	-	-	54,492	46,992
Professional fees	39,329	-	-	39,329	19,113
Promotion and advertising	315	-	-	315	1,277
Repairs and maintenance	70,154	-	-	70,154	53,636
Salaries and wages	1,142,693	-	-	1,142,693	1,023,274
Theatre and event costs	371,624	-	-	371,624	532,067
Utilities	66,056	-	-	66,056	69,046
	<u>1,828,033</u>	<u>155,382</u>	<u>-</u>	<u>1,983,415</u>	<u>1,971,045</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES FROM OPERATIONS	266,111	(155,382)	-	110,729	191,082
OTHER INCOME					
Gain (loss) on sale of investments	28,285	-	-	28,285	16,517
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	<u>\$ 294,396</u>	<u>\$ (155,382)</u>	<u>\$ -</u>	<u>\$ 139,014</u>	<u>\$ 207,599</u>

SAANICH PENINSULA MEMORIAL PARK SOCIETY

Statement of Changes in Net Assets

Year Ended December 31, 2024

	Operating Fund	Invested in Capital Assets	Capital Improvement Fund	2024	2023
NET ASSETS - BEGINNING OF YEAR	\$ 32,653	\$ 4,032,215	\$ 378,494	\$ 4,443,362	\$ 4,235,763
Excess of revenues over expenses	294,396	(155,382)	-	139,014	207,599
Transfers to tangible capital assets	(191,756)	191,756	-	-	-
Capital improvement fund - 10% of Town of Sidney	(41,497)	-	41,497	-	-
Capital improvement fund - per agreement District of North Saanich	(25,000)	-	25,000	-	-
Capital improvement fund expenditures	132,887	-	(132,887)	-	-
NET ASSETS - END OF YEAR	\$ 201,683	\$ 4,068,589	\$ 312,104	\$ 4,582,376	\$ 4,443,362

SAANICH PENINSULA MEMORIAL PARK SOCIETY

Statement of Cash Flows

Year Ended December 31, 2024

	2024	2023
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 139,014	\$ 207,599
Items not affecting cash:		
Amortization of tangible capital assets	155,382	124,540
Gain (loss) on investments	(28,285)	(16,517)
	<u>266,111</u>	<u>315,622</u>
Changes in non-cash working capital:		
Accounts receivable	(723)	117,329
Inventory	(1,303)	1,098
Prepaid expenses	(963)	(16,742)
Accounts payable and accrued liabilities	116,297	(60,706)
Goods and services tax payable	(6,737)	(12,933)
Deferred revenue	49,073	(80,726)
	<u>155,644</u>	<u>(52,680)</u>
Cash flow from operating activities	<u>421,755</u>	<u>262,942</u>
INVESTING ACTIVITIES		
Purchase of tangible capital assets	(191,756)	(42,039)
Purchase of investments	(206,462)	(35,690)
Proceeds of investments	261,746	91,968
Cash flow from (used by) investing activities	<u>(136,472)</u>	<u>14,239</u>
FINANCING ACTIVITY		
Repayment of CEBA loan	-	(30,000)
Cash flow from (used by) financing activity	<u>-</u>	<u>(30,000)</u>
INCREASE IN CASH FLOW	285,283	247,181
Cash - beginning of year	<u>482,719</u>	<u>235,538</u>
CASH - END OF YEAR	\$ 768,002	\$ 482,719
CASH CONSISTS OF:		
Cash	\$ 680,370	\$ 474,764
Restricted cash	87,632	7,955
	<u>\$ 768,002</u>	<u>\$ 482,719</u>

SAANICH PENINSULA MEMORIAL PARK SOCIETY

Notes to Financial Statements

Year Ended December 31, 2024

1. PURPOSE OF THE SOCIETY

Saanich Peninsula Memorial Park Society (the "Society") is a not-for-profit organization incorporated under the Societies Act of British Columbia.

The purpose of the Society is:

"To commemorate those who gave their lives in service to Canada in time of war and peacekeeping by managing lands and facilities and delivering services, programs, and productions for the community, cultural, athletic and recreational benefit of the residents of the Saanich Peninsula."

2. BASIS OF PRESENTATION

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

The Society's charity status was revoked as of November 6, 2021 for failure to file Charity returns. The charitable status with the CRA has been reinstated in March 2025, subsequent to the fiscal year end.

These financial's are based on the Society being a going concern. This assumes that the Society will continue its operations for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations. No adjustments or revaluations of assets or liabilities have been included in these financial statements.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Fund accounting

Saanich Peninsula Memorial Park Society follows the restricted fund method of accounting for contributions.

Operating Fund

The Operating Fund reports the assets, liabilities, revenues and expenses of the general operations of the Saanich Peninsula Memorial Park Society (MPS). This includes all operations of the Mary Winspear Community Cultural Centre and Blue Heron Park that were previously presented separately.

Internally restricted funds may be separately reported as restricted funds.

Invested in Capital Assets

The Invested in Capital Assets fund reports the assets, liabilities, revenues and expenses related to the tangible capital assets of the Saanich Peninsula Memorial Park Society, including the Mary Winspear Community Cultural Centre at Mary Winspear Centre building, the Blue Heron Park and other Memorial Park Society capital assets.

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SAANICH PENINSULA MEMORIAL PARK SOCIETY

Notes to Financial Statements

Year Ended December 31, 2024

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

Capital Improvement Fund

The Capital Improvement Fund is an externally restricted fund that reports the assets, liabilities, contributions and expenditures related to the renewal and replacement of the Saanich Peninsula Memorial Park Society's assets.

This fund includes the restricted amounts made as per the agreements with the Town of Sidney, the District of North Saanich, and any other contributions that meet the same restrictions or other criteria. Funds are transferred on an as needed basis to the appropriate fund when capital improvements are incurred.

This fund includes cash and investments that are considered restricted. An amount may be shown as an "Interfund receivable/payable". This represents a timing difference of moving funds into a separate restricted bank account.

Cash and cash equivalents

Cash includes cash and cash equivalents. Cash equivalents are investments in GIC/treasury bills and are valued at cost plus accrued interest. Mutual funds bought and sold at the same cost as fair market value are also classified as cash equivalents. The carrying amounts approximate fair value because they have short term maturities or can be readily traded on the market.

Inventory

Inventory is measured at the lower of cost and net realizable value. Donated inventory is recorded at fair market value at the time the donation is made.

Tangible capital assets

Tangible capital assets are recorded at cost. The Society provides for amortization using the following methods at rates designed to amortize the cost of the capital assets over their estimated useful lives. A full year's amortization is recorded in the year of acquisition. No amortization is recorded in the year of disposal. The annual amortization rates and methods are as follows:

Buildings	2%	declining balance method
Computer equipment and software	20% - 50%	declining balance method
Furniture, fixtures and equipment	20%	declining balance method
Maintenance equipment	6 to 20%	declining balance method
Parking Lot	8%	declining balance method
Reader board electronics	20%	declining balance method
Reader board structure	2%	declining balance method
Blue Heron Park fixtures	20%	declining balance method
Clubhouse	2%	declining balance method
Equipment	20%	declining balance method
Grounds	10%	declining balance method
Lights	20%	declining balance method
Paving	8%	declining balance method

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

Collections of art

The Society holds a collection of works of art for the perpetual benefit of the community at large. The collection is shown as an asset at a nominal value of \$1 due to the practical difficulty of determining a meaningful value for these assets. Any expenditures related to the collection are expensed in the year incurred.

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SAANICH PENINSULA MEMORIAL PARK SOCIETY

Notes to Financial Statements

Year Ended December 31, 2024

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

Revenue recognition

Saanich Peninsula Memorial Park Society follows the restricted fund method of accounting for contributions.

Restricted contributions are recognized as revenue in the appropriate restricted fund. If there is no restricted fund, restricted contributions are recognized in the appropriate operating fund with unspent amounts shown as deferred contributions on the statement of financial position.

Unrestricted contributions are recognized as revenue of the appropriate operating fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Municipal grants are unrestricted contributions are recognized in the appropriate operating fund on an annual basis with any amount received in advance included as deferred revenue. Any portion of funding considered restricted for purposes of capital improvements are transferred to the Capital Improvement Fund at year end.

Building and portable rental and meeting room rental revenue are recognized over the period of the rental term. The liability for the portion of rental revenue invoiced but not yet earned, as well as deposits received in advance for future rentals, is recorded as deferred revenue.

Theatre revenue is recognized at the date of the performance, show or event. The liability for tickets sold in advance for future performances or shows is recorded as deferred revenue.

Investment income is recognized when earned. The investments have internally been included as restricted funds within the Capital Improvement Fund. As these funds are not externally restricted, the income is recognized in the MPS Operating Fund.

Other revenue sources are recognized when the service is provided and collection is reasonably assured.

Contributed goods and services

Contributed goods are recorded at fair market value at the time of the contribution is made. Professional appraisals are obtained for all contributions valued over \$1,000.

A number of volunteers contribute a significant amount of their time each year to the Society. Due to the difficulty of determining the fair market value of these services, no amount has been recognized in the financial statements.

Measurement uncertainty

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.

Management estimates are used in accounting for the valuation of donated tangible and intangible assets and inventory, accounts receivable exposure, and useful lives of capital assets for depreciation and amortization. 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.

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SAANICH PENINSULA MEMORIAL PARK SOCIETY

Notes to Financial Statements

Year Ended December 31, 2024

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

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Financial assets measured at amortized cost include cash and restricted cash, accounts receivable and accrued interest. Financial assets measured at fair value include marketable securities. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities and loan payable.

4. INVENTORY

Inventory is as follows:

	2024	2023
Artwork for resale	\$ 22,730	\$ 22,730
Food and beverage	3,504	2,201
	<u>\$ 26,234</u>	<u>\$ 24,931</u>

5. RESTRICTED INVESTMENTS

The Society has investments held with ScotiaMcLeod which have been internally restricted and included in their Capital Improvement Fund with the investment activity being reported in the Operating Fund. The funds held at the year end include the following:

	2024	2023
Restricted cash (Coast Capital and Scotiabank)	\$ 20,279	\$ 7,955
Cash equivalents	67,353	-
	<u>87,632</u>	<u>7,955</u>
Equities and fixed income	251,550	318,151
Unrealized gains (losses)	43,951	4,348
	<u>295,501</u>	<u>322,499</u>
	<u>\$ 383,133</u>	<u>\$ 330,454</u>

The investments are reported at fair market value, with the change to unrealized gains (losses) being reported in the current period. The Board of Directors approved an investment policy with an objective to have a balanced portfolio while minimizing currency risk, maximizing the return and protecting the capital. Currency risk (US dollar) is to be no more than 25% and other currency risk no more than 10% of the portfolio.

SAANICH PENINSULA MEMORIAL PARK SOCIETY

Notes to Financial Statements

Year Ended December 31, 2024

6. TANGIBLE CAPITAL ASSETS

	Cost	Accumulated amortization	2024 Net book value	2023 Net book value
Land	\$ 1	\$ -	\$ 1	\$ 1
<u>Mary Winspear Centre</u>				
Buildings	4,915,808	1,774,666	3,141,142	3,182,970
Computer equipment	178,635	165,980	12,655	6,051
Furniture and fixtures	1,060,989	880,826	180,163	102,349
Maintenance equipment	50,438	23,891	26,547	5,819
Parking Lot	46,085	37,880	8,205	8,919
Reader board electronics	88,007	86,664	1,343	1,679
Reader board structure	300,331	95,736	204,595	208,771
	6,640,294	3,065,643	3,574,651	3,516,559
<u>Blue Heron Park</u>				
Blue Heron Park Fixtures	9,019	8,929	90	113
Clubhouse	459,744	98,975	360,769	368,132
Equipment	19,954	19,095	859	1,073
Grounds	584,628	496,878	87,750	97,500
Lights	170,881	167,803	3,078	3,848
Paving	68,263	26,871	41,392	44,991
	1,312,489	818,551	493,938	515,657
	\$ 7,952,783	\$ 3,884,194	\$ 4,068,589	\$ 4,032,216

CURRENT YEAR ADDITIONS:

The current year additions included the following:

	2024
Building improvements	22,277
Theatre lighting and equipment	110,610
	132,887
Equipment	19,260
Furniture - tables	12,244
Maintenance - scissor lift	27,365
	58,869
	\$ 191,756

Current year additions in the amount of \$132,887 were funded by the capital improvement fund.

SAANICH PENINSULA MEMORIAL PARK SOCIETY

Notes to Financial Statements

Year Ended December 31, 2024

7. LAND AND IMPROVEMENTS

A nominal value of \$1 is reflected in these financial statements to record the following properties:

a) Mary Winspear Centre at Sanscha

Property at or near 2243 Beacon Avenue, Sidney, British Columbia referred to as Mary Winspear Centre (formerly "Sanscha" hall) property and described as Lot 1, Range 3 East, North Saanich District, Section 10 and 11, Lot 2, Range 3 East, North Saanich District, Section 10 and 11. The 2024 assessed value of these properties is \$26,910,700 (2023 - \$25,098,500).

b) Blue Heron Park

41 Acres adjacent to Parkland Secondary School described as Lot A. Section 17, Range 2 east, North Saanich District, Plan 43067 and Lot 1, Section 16, Range 2 East, North Saanich District, Plan 20832. The 2024 assessed value of these properties is \$14,216,000 (2023 - \$12,859,000).

8. COLLECTIONS OF ART

THE MWCCC Fund holds a collection of works of art that is comprised of original art pieces. The collection includes 34 paintings and 1 stone sculpture. No works of art were donated this year or the prior year. Based on a valuation completed in the prior year, management does not believe there is an impairment to the collection as at December 31, 2024.

9. DEFERRED REVENUE

Deferred revenue is comprised of the following:

	2024	2023
Event and other deposits	\$ 280,687	\$ 238,728
Municipal grant - Town of Sidney	110,856	103,742
	<u>\$ 391,543</u>	<u>\$ 342,470</u>

10. DUE TO RELATED PARTIES

Accounts receivable includes an amount due from Mary Winspear Centre Foundation as at December 31, 2024 of \$3,609 (December 31, 2023 - \$1,065).

Mary Winspear Centre Foundation is a related not-for-profit Society due to their purpose of the Society. The Foundation has a separate board of directors which has one member on the board of the Saanich Peninsula Memorial Park Society.

SAANICH PENINSULA MEMORIAL PARK SOCIETY**Notes to Financial Statements****Year Ended December 31, 2024****11. REVENUE DETAILS**

The Society's breakdown of various revenue sources are as follows:

	2024	2023
<u>Theatre and Event Revenue</u>		
Box office charges	\$ 192,988	\$ 91,060
Cost recoveries and other	76,686	52,106
Food service	82,703	96,043
Grants	-	61,200
Sponsorships	4,736	11,391
Technical services recovery	143,871	107,792
Theatre events	394,639	604,904
Theatre rental	82,208	70,593
	\$ 977,831	\$ 1,095,089
<u>Rental Revenue</u>		
Activity rooms	\$ 240,540	\$ 242,669
Bodine family hall	171,836	144,304
Courtyard and grounds	4,854	28,762
Food service	8,675	8,545
Gallery	4,415	4,081
Theatre seminar rentals	3,190	3,112
Storage	1,067	915
	\$ 434,577	\$ 432,388
<u>Municipal grants</u>		
Town of Sidney - Grants	\$ 414,970	\$ 385,364
	414,970	385,364
District of North Saanich	160,000	160,000
District of North Saanich - Capital	25,000	25,000
	185,000	185,000
	\$ 599,970	\$ 570,364

Both the Town of Sidney and the District of North Saanich have exempted the Society from paying annual property taxes. See Note 12.

SAANICH PENINSULA MEMORIAL PARK SOCIETY

Notes to Financial Statements

Year Ended December 31, 2024

12. MUNICIPAL LEASES AND AGREEMENTS

Town of Sidney

The Society receives grant funds from the Town of Sidney. An agreement, dated March 14, 2023, provides the terms for the funding that is to be used for the purpose of operating the Mary Winspear Centre. The agreement provides base funding of 2.5% of the prior year's property taxes and as per the Parking Agreement this amount remains in place until June 1, 2032. In addition, the Town of Sidney provides a further .5% of the prior year's property taxes as per the Parking Agreement entered into since 2017 which will remain in place as long as the Town continues to lease a portion of the Society's land for public parking. The agreement sets out other reporting requirements for the Society.

Since 2017, the Society has agreed to place 10% of the funds received from the Town of Sidney into the Capital Improvement Fund. During the year an amount of \$41,497 (2023 - \$38,536) has been transferred to the Capital Improvement Fund.

In 2021, the Town of Sidney and the Society entered into an agreement for five years from June 29, 2021 through June 29, 2026, where the Society agrees to make the facilities located at 2243 Beacon Ave, Sidney, BC, available to the Town of Sidney in the event of an emergency situation.

District of North Saanich

The Society receives grant funds from the District of North Saanich. An agreement, dated March 28, 2023, sets out the terms of the annual funding received, the reporting and other requirements for the use of this funding until December 31, 2027. The agreement also sets out that \$25,000 of the annual funding will be set aside for the renewal and replacement of the Society's assets. It has been determined these meet the same criteria as the Capital Improvements Funds and are included within these funds.

13. PENINSULA SOCCER ASSOCIATION LEASE AND AGREEMENT

A lease for 1.45 hectares (3.58 acres) of land adjacent to Blue Heron Park to Peninsula Soccer Association was granted for a five years for the nominal sum of \$2 per year commencing July 1, 2005. The current lease was dated September 29, 2020 with a 50 year sublease to September 28, 2069. Four successive five year options have been granted, subject each time to the Society approving the lease.

In 2005 a joint undertaking between the Society (The Trustee) and the Peninsula Soccer Association (The Association) was signed to build two lit sand-based full-size soccer fields, a clubhouse and improve the parking at Blue Heron Park. The agreement sets out the Association's obligations and the Society's involvement during the building of these facilities. The agreement also states that the Trustee will own all improvements and the Trustee will pay for the maintenance of the Park area outside of the Blue Heron Improvements from their own accounts.

14. SCHOOL BOARD LEASE

A lease for 5.469 hectares (13.51 acres) of land adjacent to Blue Heron Park to The Board of School Trustees of School District 63 was granted for a term of five years for the nominal sum of \$1 per year commencing February 1, 1992. Fourteen successive five year options have been granted and each will be executed automatically, unless the lessee cancels prior to expiry of then current lease period.

SAANICH PENINSULA MEMORIAL PARK SOCIETY

Notes to Financial Statements

Year Ended December 31, 2024

15. COLLECTIVE AGREEMENT

The Society entered into a Collective Agreement for the period of January 1, 2023 through December 31, 2025 with the International Alliance of Theatrical Stage Employees, Moving Picture Technicians, Artists and Allied Crafts of the United States, Its Territories and Canada - Local 168 (the "Union"). This agreement sets out the labour standards for Stage technical employees except managers, office employees, maintenance staff and box office employees.

16. FINANCIAL INSTRUMENTS

The Society is exposed to various risks through its financial instruments. Unless otherwise noted, it is management's opinion that the Society is not exposed to significant interest rate or price risks. The following analysis provides information about the Society's risk exposure and concentration as of December 31, 2024.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Society's main credit risk relates to its accounts receivable. The Society reduces this risk by regularly assessing the collectibility of accounts. They also receive advance deposits for certain events.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The Society is exposed to these risks with their investments held. The Board of Directors and management mitigates this risk through its investment policy. Their investment policy is in place to protect capital and it limits currency risk by not investing in more than 25% in US investments. They mitigate other risks by maintaining a balanced portfolio and limiting investments with lower credit ratings. They also limit the investment in margin and derivative investments and accounts. Finally, the Board of Directors and management regularly meet with the investment advisor to review the portfolio.

17. REMUNERATION

As required by the Societies Act of British Columbia, the Society paid total remuneration of \$193,759 to two employees, each of whom exceeded \$75,000 of annual remuneration or greater. No remuneration was paid to any Director.