

SASKATCHEWAN CRAFT COUNCIL

Financial Statements

Year Ended March 31, 2025

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Saskatchewan Craft Council have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO). When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Saskatchewan Craft Council's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Board of Directors is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board carries out this responsibility principally through its Audit and Finance Committee (the "Committee"). The Committee is appointed by the Board and meets periodically with management and the members' auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Committee reports to the Board of Directors prior to its approval of the financial statements. The Committee also considers, for review by the Board and approval by the members, the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the members by MWC Chartered Professional Accountants LLP, in accordance with Canadian generally accepted auditing standards.


Executive Director


Board Chairperson
Director, audit committee chair

Saskatoon, SK
October 02, 2025



Chartered Professional
Accountants LLP

INDEPENDENT AUDITOR'S REPORT

To the Members of Saskatchewan Craft Council

Opinion

We have audited the financial statements of Saskatchewan Craft Council (the "Council"), which comprise the statement of financial position as at March 31, 2025, 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 Council as at March 31, 2025, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Opinion

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

Emphasis of Matter - Material Uncertainty Relating to Going Concern

We draw your attention to Note 2 in the financial statements which provides information on the basis of presentation. The financial statements have been prepared on the going concern basis, however conditions are present that cast a material uncertainty as to the appropriateness of the use of the going concern assumption unless significant changes are made to the current course of business. Our opinion is not modified in respect of this matter.

Other Matter

The financial statements for the year ended March 31, 2024 were audited by another auditor who expressed an unmodified opinion on those financial statements on September 11, 2024, which included an emphasis matter paragraph on the material uncertainty relating to going concern. We were limited to the verification of the opening balances for the year and no additional audit work was performed on the 2024 figures.

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 Council'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 Council or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Council's financial reporting process.

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An asset to our clients, not an expense

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 Council'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 Council'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 Council 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.



Chartered Professional Accountants

Regina, Saskatchewan
October 2, 2025

SASKATCHEWAN CRAFT COUNCIL

Statement of Financial Position

March 31, 2025

	Unrestricted Fund	Capital Fund	Restricted Fund	2025	2024
ASSETS					
CURRENT					
Cash	\$ -	\$ -	\$ 5,653	\$ 5,653	\$ 1,527
Accounts receivable (Note 5)	116,148	-	-	116,148	56,172
Goods and services tax recoverable	1,206	-	-	1,206	3,105
Prepaid expenses and inventory	3,092	-	-	3,092	3,658
	120,446	-	5,653	126,099	64,462
CAPITAL ASSETS (Note 6)	-	875,362	-	875,362	883,743
	\$ 120,446	\$ 875,362	\$ 5,653	\$ 1,001,461	\$ 948,205
LIABILITIES AND NET ASSETS					
CURRENT					
Bank indebtedness (Note 7)	\$ 103,304	\$ -	\$ -	\$ 103,304	\$ 15,000
Accounts payable	76,341	-	-	76,341	67,764
Current portion of long term debt (Note 11)	-	10,977	-	10,977	10,327
Current portion of deferred capital contributions (Note 9)	-	4,757	-	4,757	3,701
Wages payable	8,767	-	-	8,767	10,443
Deferred income (Note 8)	40,488	-	-	40,488	147,633
Due to related parties (Note 10)	70,179	-	-	70,179	-
	299,079	15,734	-	314,813	254,868
LONG TERM DEBT (Note 11)	-	81,943	-	81,943	92,704
DEFERRED CAPITAL CONTRIBUTIONS (Note 9)	-	146,326	-	146,326	148,139
	299,079	244,003	-	543,082	495,711
NET ASSETS (DEFICIT)	(178,633)	631,359	5,653	458,379	452,494
	\$ 120,446	\$ 875,362	\$ 5,653	\$ 1,001,461	\$ 948,205

CONTINGENT FUNDING (Note 15)

ON BEHALF OF THE BOARD


Director


Director

See accompanying notes to financial statements

SASKATCHEWAN CRAFT COUNCIL

Statement of Operations Year Ended March 31, 2025

	Unrestricted Fund	Capital Fund	Restricted Fund	2025	2024
REVENUES					
Grants (Note 17)	\$ 658,426	\$ -	\$ -	\$ 658,426	\$ 618,743
Gallery and boutique commissions (Note 18)	52,018	-	-	52,018	62,406
Membership fees	27,696	-	-	27,696	28,627
Program fees	21,280	-	-	21,280	45,418
Rental income	16,605	-	-	16,605	9,120
Donations and sponsorships	11,210	-	-	11,210	11,635
Deferred capital contributions recognized (Note 9)	-	4,757	-	4,757	3,796
	787,235	4,757	-	791,992	779,745
EXPENSES					
Salaries and benefits	484,093	-	-	484,093	522,950
Program costs	136,335	-	-	136,335	149,120
Building	74,844	-	-	74,844	76,155
Administration	36,675	-	-	36,675	35,932
Advertising and promotion	18,164	-	-	18,164	37,933
Amortization	-	16,601	-	16,601	18,295
Artist royalties and fees	13,993	-	-	13,993	18,418
Goods and services tax	5,402	-	-	5,402	4,521
	769,506	16,601	-	786,107	863,324
EXCESS OF REVENUES (EXPENSES) FROM OPERATIONS	17,729	(11,844)	-	5,885	(83,579)
OTHER INCOME					
Gain on disposal of capital assets	-	-	-	-	1,200
EXCESS OF REVENUES (EXPENSES)	\$ 17,729	\$ (11,844)	\$ -	\$ 5,885	\$ (82,379)

See accompanying notes to financial statements

SASKATCHEWAN CRAFT COUNCIL

Statement of Changes in Net Assets

Year Ended March 31, 2025

	Unrestricted Fund	Capital Fund	Restricted Fund	2025	2024
NET ASSETS - BEGINNING OF YEAR	\$ (182,031)	\$ 628,872	\$ 5,653	\$ 452,494	\$ 534,873
EXCESS OF REVENUES (EXPENSES)	17,729	(11,844)	-	5,885	(82,379)
TRANSFERS (Note 12)	(14,331)	14,331	-	-	-
NET ASSETS - END OF YEAR	\$ (178,633)	\$ 631,359	\$ 5,653	\$ 458,379	\$ 452,494

See accompanying notes to financial statements

SASKATCHEWAN CRAFT COUNCIL

Statement of Cash Flows Year Ended March 31, 2025

	2025	2024
OPERATING ACTIVITIES		
Excess of revenues (expenses)	\$ 5,885	\$ (82,379)
Items not affecting cash:		
Amortization of capital assets	16,601	18,295
Gain on disposal of assets	-	(1,200)
Deferred capital contributions recognized	(4,757)	(3,796)
	<u>17,729</u>	<u>(69,080)</u>
Changes in non-cash working capital:		
Accounts receivable	(59,978)	(13,115)
Accounts payable	8,579	17,836
Deferred income	(107,145)	95,444
Prepaid expenses and inventory	566	7,119
Goods and services tax payable	1,899	(2,612)
Wages payable	(1,676)	(210)
	<u>(157,755)</u>	<u>104,462</u>
Cash flow from (used by) operating activities	<u>(140,026)</u>	<u>35,382</u>
INVESTING ACTIVITIES		
Purchase of capital assets	(8,220)	-
Proceeds on disposal of capital assets	-	1,200
Cash flow from (used by) investing activities	<u>(8,220)</u>	<u>1,200</u>
FINANCING ACTIVITIES		
Deferred capital contributions received	4,000	3,800
Advances from related parties	70,179	-
Repayment of long term debt	(10,111)	(9,500)
Cash flow from (used by) financing activities	<u>64,068</u>	<u>(5,700)</u>
INCREASE (DECREASE) IN CASH FLOW	<u>(84,178)</u>	<u>30,882</u>
DEFICIENCY - BEGINNING OF YEAR	<u>(13,473)</u>	<u>(44,355)</u>
DEFICIENCY - END OF YEAR	<u>\$ (97,651)</u>	<u>\$ (13,473)</u>
CASH CONSISTS OF:		
Cash	\$ 5,653	\$ 1,527
Bank indebtedness	(103,304)	(15,000)
	<u>\$ (97,651)</u>	<u>\$ (13,473)</u>

See accompanying notes to financial statements

SASKATCHEWAN CRAFT COUNCIL

Notes to Financial Statements

Year Ended March 31, 2025

1. PURPOSE OF THE COUNCIL

Saskatchewan Craft Council (the "Council") is a not-for-profit organization of Saskatchewan. As a registered charity the Council is exempt from the payment of income tax under Subsection 149(1) of the Income Tax Act.

The mission of the Council is to foster an environment where excellence in craft is nurtured, recognized, and valued, and where Saskatchewan craftspeople flourish creatively and econometrically.

2. MATERIAL UNCERTAINTY RELATING TO GOING CONCERN

The accompanying financial statements have been prepared on the going concern basis, which contemplates the realization of assets and payment of liabilities in the ordinary course of business. Should the Council be unable to continue as a going concern, it may be unable to realize the carrying value of its assets and to meet its liabilities as they come due. If the going concern basis was not appropriate, adjustments would be necessary to the carrying values of assets, the reported revenues and expenses, and the classifications used in the Statement of Financial Position.

In the current fiscal year the Council reported a modest surplus from operations following two years of significant operating losses which has continued to result in increased financial strain and cash flow issues. The Council continues to experience financial pressures due to inflation, market changes, and general market labour conditions which presents an increased risk of continued losses and a material uncertainty as to the application of the going concern basis for accounting.

The Council continues to develop operational plans to address financial sustainability which includes discussions with funders to increase core funding, increasing membership fees, cost reduction and, refinancing the existing credit facilities. The continued operations of the Council is dependent on successful and timely implementation of these changes to maintain normal operations and eliminate the material uncertainty as to the use of the going concern basis.

These financial statements do not reflect adjustments that would be necessary if the going concern assumption were not appropriate. The Council believes that the aforementioned measures will mitigate the effect of the conditions and events that cast doubt on the appropriateness of this assumption.

3. ECONOMIC DEPENDENCE

A significant portion of the Council's revenue is derived from funding provided by Creative Saskatchewan which is used in the delivery of specific programs and operations. In the event this funding is no longer provided, the Council would have to obtain other funding or significantly change their operations.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

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

Revenue recognition

Saskatchewan Craft Council follows the restricted fund method of accounting for contributions,, which includes grants, capital contributions, and operating donations and sponsorships.

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SASKATCHEWAN CRAFT COUNCIL

Notes to Financial Statements

Year Ended March 31, 2025

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

Restricted contributions related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund. Restricted contributions received for which there is no corresponding restricted fund are accounted for using the deferral method and recognized as revenue in the unrestricted fund when the related expenses are incurred. .

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

Contributions restricted for the acquisition of capital assets are recognized on the same basis as the amortization of the asset acquired.

Gallery and boutique commissions are recognized when goods are sold.

Program fees, memberships, and rental income are recognized as revenue when the goods and services are provided and collection is reasonably assured.

Fund accounting

Saskatchewan Craft Council utilizes fund accounting and has the following funds:

- a) Unrestricted Fund: Reports the Council's program delivery and administrative activities. This fund reports unrestricted resources and restricted operating grants.
- b) Capital Fund: Reports the net asset position of the Council's capital assets at their carrying value.
- c) Restricted Fund: Externally restricted fund that reports revenue received from restricted donations. This balance is maintained to provide prizes for future Dimensions exhibitions. Transfers to/from designated equity must be approved by the Board of Directors.

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 including cash, accounts and grants receivable are reported at amortized cost.

Financial liabilities including bank indebtedness, accounts payable and accrued liabilities, long-term debt, and related party loans are measured at amortized cost.

Contributed goods and services

The operations of the organization depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

Inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

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SASKATCHEWAN CRAFT COUNCIL

Notes to Financial Statements

Year Ended March 31, 2025

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

Capital assets

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

Buildings	40 years	straight-line method
Equipment	3,5,8,10, and 15 years	straight-line method
Computer equipment	3 and 10 years	straight-line method

The Council regularly reviews its capital assets to eliminate obsolete items. Amortization is not taken in the year of addition. Capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

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.

Significant estimates include the rates and methods of amortization of capital assets.

5. ACCOUNTS RECEIVABLE

	2025	2024
<u>Creative Sask - Grant Receivable</u>		
2023-2024 fiscal year funding	\$ 23,100	\$ 46,200
2024-2025 fiscal year funding	90,090	-
<u>Other Grants Receivable</u>		
Canadian Museums Association - summer student grant	-	4,289
	113,190	50,489
Trade receivables	2,958	5,683
	\$ 116,148	\$ 56,172

6. CAPITAL ASSETS

	Cost	Accumulated amortization	2025 Net book value	2024 Net book value
Land	\$ 350,000	\$ -	\$ 350,000	\$ 350,000
Buildings	641,429	124,660	516,769	532,805
Equipment	38,766	30,173	8,593	938
Computer equipment	16,364	16,364	-	-
	\$ 1,046,559	\$ 171,197	\$ 875,362	\$ 883,743

SASKATCHEWAN CRAFT COUNCIL

Notes to Financial Statements

Year Ended March 31, 2025

7. BANK INDEBTEDNESS AND CREDIT FACILITIES

The Council has the following credit facilities with the Royal Bank of Canada:

\$60,000 bank overdraft, which has been temporarily extended to the Council while the terms of the mortgage are under negotiations. Reported bank indebtedness of \$103,304 includes \$51,784 of the bank overdraft and \$50,000 of the line of credit and is offset by other bank accounts of the Council.

Facility #1 is a \$50,000 revolving demand facility bearing interest at prime rate plus 2.00% per annum. As at yearend, \$50,000 has been drawn on Facility #1. The bank indebtedness reported on the statement of financial position is cheques written in excess of the line of credit and other bank accounts.

Facility #2 is a non-revolving term facility of \$121,000 by way of a fixed rate term loan. Repayable monthly in blended payments of \$1,322 at 5.64% per annum. The facility is in effect until March 31, 2025. As at yearend \$92,920 has been drawn on Facility #2.

Facility #3 is a Corporate Visa credit facility of \$23,000.

All credit facilities and borrowing of the council are secured under a general security agreement providing the Bank with a first charge on the lands and improvements located at 813 Broadway Ave Saskatoon, SK which has a carrying value of \$866,770 (2024 - \$882,805).

In April 2025, the Council's facility #2 was refinanced with a \$203,233 non-revolving term facility by way of fixed rate term loan. Repayable in monthly blended payments of \$1,370 at 5.62% per annum. The facility is in effect until April 1, 2026. The bank overdraft of \$60,000 and Credit facility #1 were repaid in full. As part the new agreement the Council still maintains facility #3.

8. DEFERRED REVENUE

	Beginning Deferred	Received	Recognized	Ending Deferred
Grants	\$ 124,779	\$ 533,647	\$ (658,426)	\$ -
Membership fees	16,506	29,445	(27,696)	18,255
Program fees	250	36,910	(21,280)	15,880
Gift certificates	6,098	255	-	6,353
	\$ 147,633	\$ 600,257	\$ (707,402)	\$ 40,488

9. DEFERRED CAPITAL CONTRIBUTIONS

Deferred capital contributions represent the unamortized amount received for the purchase of capital assets. The amortization of the capital contributions is recorded as revenue in the statement of operations, which offsets the related amortization expense for the year.

	2025	2024
Balance - beginning of year	\$ 151,840	\$ 151,836
Capital contributions received during the year	4,000	3,800
Amounts recognized as revenue	(4,757)	(3,796)
Balance - end of year	151,083	151,840
Current portion of deferred capital contributions	(4,757)	(3,701)
Long term portion of deferred capital contributions	\$ 146,326	\$ 148,139

SASKATCHEWAN CRAFT COUNCIL

Notes to Financial Statements

Year Ended March 31, 2025

10. DUE TO RELATED PARTIES

The Council received unsecured loans from the Executive Director and the Board Chairperson totaling \$70,000 to support the day to day operations. The loans bear interest at 3.00% and are payable in full by June 30, 2025. Included in the yearend balance is \$179 of accrued interest on the loans.

11. LONG TERM DEBT

	2025	2024
Royal Bank of Canada under facility #2, with terms noted in note 12.	\$ 92,920	\$ 103,031
Amounts payable within one year	(10,977)	(10,327)
	<u>\$ 81,943</u>	<u>\$ 92,704</u>

Principal repayment terms are approximately:

2026	\$ 10,977
2027	11,612
2028	12,284
2029	12,995
2030	13,747

12. TRANSFERS

	2025	2024
Purchase of capital assets	\$ 8,220	\$ -
Repayment of long term debt	10,111	9,500
restricted donations received for capital asset purchases	(4,000)	(3,800)
	<u>\$ 14,331</u>	<u>\$ 5,700</u>

Transfers are an accumulation of purchases of capital assets, debt repayments and restricted donations received for capital asset purchases, as the Capital Fund does not maintain it's own bank account.

13. COLLECTIVE BARGAINING AGREEMENT

The employee's of the Council are members of Saskatchewan Government and General Employee's Union Local 5246 ("SGEU") and were employed under a Collective Bargaining Agreement (CBA) that ended March 31, 2023. The Council may have a payable on settlement of a new CBA, which will be recorded in the year of settlement.

SASKATCHEWAN CRAFT COUNCIL

Notes to Financial Statements

Year Ended March 31, 2025

14. FINANCIAL INSTRUMENTS

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

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Council deals with government funded agencies and funding is provided in lump sum payments and the risk is considered low. The Council is exposed to credit risk from members and customers. An allowance for doubtful accounts may be established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. No concentration of risk has been identified and overall credit risk is assessed as low.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Council is exposed to this risk mainly in respect of its receipt of funds from its members and customers and other related sources, long-term debt, line of credit and accounts payable.

Under the current financial pressures a higher liquidity risk has been identified as the available resources exceed the Council's obligations. To mitigate this risk efforts continue to obtain additional revenue sources and financing arrangements.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Council manages exposure through its normal operating and financing activities. The Council is exposed to interest rate risk primarily through its floating interest rate bank indebtedness and credit facilities.

Unless otherwise noted, it is management's opinion that the Council is not exposed to significant other price risks arising from these financial instruments.

15. CONTINGENT FUNDING

In common with most grant funding a subsequent review of the financial statements is conducted by the granting agency which can result in the requirement of repayment of prior year's funding, or an adjust to the current year's funding based on their determination of the use of the funding for eligible program costs.

No provision is made in the financial statements for a possible settlement of current year's funding and any settlement related to prior year's is recognized as part of current funding revenue in the period it is made known to the Council.

Based on the funding agency's review of the prior year's financial statement and grant reports, \$2,683 was repaid to the Canadian Red Cross during the year.

SASKATCHEWAN CRAFT COUNCIL

Notes to Financial Statements

Year Ended March 31, 2025

16. CORRESPONDING FIGURES

The financial statements for the year ended March 31, 2024 were audited by another Chartered Professional Accountant who expressed an unmodified opinion dated September 11, 2024.

Some of the corresponding figures have been reclassified to conform to the current year's presentation. There was no impact on the previously reported total assets, liabilities, net assets, revenues, expenses or excess of revenues (expenses) as a result of the reclassification.

SASKATCHEWAN CRAFT COUNCIL

Notes to Financial Statements

Year Ended March 31, 2025

17. GRANTS

	2025	2024
Creative Saskatchewan		
Operational funding	\$ 380,000	\$ 380,000
Projects funding	115,490	115,006
Operational assistance funding	67,000	-
	<u>562,490</u>	<u>495,006</u>
City of Saskatoon		
Culture grant	35,000	31,850
Property tax abatement	30,840	29,473
	<u>65,840</u>	<u>61,323</u>
Community Organizations		
SaskCulture	3,000	2,000
Canadian Red Cross	27,096	43,587
Canadian Museum Association	-	16,827
	<u>30,096</u>	<u>62,414</u>
	<u>\$ 658,426</u>	<u>\$ 618,743</u>

18. GALLERY AND BOUTIQUE COMMISSIONS

The Council earns a commission on gallery and boutique sales based on the related agreements with the individual artists.

	Boutique	Gallery	2025	2024
Gross sales	\$ 118,311	\$ 17,329	\$ 135,640	\$ 164,759
Less: Member discounts	-	(15)	(15)	(1,395)
Less: Payments to artists	(71,171)	(12,436)	(83,607)	(100,958)
	<u>\$ 47,140</u>	<u>\$ 4,878</u>	<u>\$ 52,018</u>	<u>\$ 62,406</u>