

RETIRED TEACHERS' ASSOCIATION OF

MANITOBA

WINNIPEG, MB

JUNE 30, 2024



Independent Auditors' Report

To the Board Members of;
Retired Teachers' Association Of Manitoba

Opinion

We have audited the accompanying financial statements of Retired Teachers' Association Of Manitoba, which comprise the balance sheet as at June 30, 2024, and the statements of revenue and expenditure, 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 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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the 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 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 Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the 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.

Auditors' 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 auditors' 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 Retired Teachers' Association Of Manitoba'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 Retired Teachers' Association Of Manitoba's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause Retired Teachers' Association Of Manitoba 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.

October 17, 2024
Winnipeg, Manitoba



Chartered Professional Accountants Inc.

RETIRED TEACHERS' ASSOCIATION OF MANITOBA

BALANCE SHEET

AS AT JUNE 30

	2024	2023
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash	272,035	248,251
Short-term investment (note 3)	-	30,684
Accounts receivable (note 4)	5,534	5,489
Cash - restricted Chapters (note 7)	-	24,882
Deposits	3,150	3,150
Prepaid expenses	813	2,373
	<u>281,532</u>	<u>314,829</u>
LONG-TERM INVESTMENTS (note 5)	<u>127,769</u>	<u>124,224</u>
	<u>409,301</u>	<u>439,053</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities (note 6)	23,928	20,279
Deferred income	-	10,000
	<u>23,928</u>	<u>30,279</u>
NET ASSETS		
UNRESTRICTED NET ASSETS	385,373	383,893
RESTRICTED -OTHER (note 7)	-	24,881
	<u>385,373</u>	<u>408,774</u>
	<u>409,301</u>	<u>439,053</u>

COMMITMENTS (note 12)

Approved on Behalf of the Board

_____ Director

_____ Director

The accompanying notes are an integral part of these financial statements

RETIRED TEACHERS' ASSOCIATION OF MANITOBA**STATEMENT OF REVENUE AND EXPENDITURE**

FOR THE YEAR ENDED JUNE 30

	2024	2023
	\$	\$
REVENUE		
Memberships	354,076	352,557
Interest	10,696	7,259
Events hosting and entertainment	9,320	-
Advertising - KIT	7,310	7,330
Administrative services allowance	117,641	101,384
Miscellaneous	3,296	9,109
	<u>502,339</u>	<u>477,639</u>
EXPENDITURE		
Advertising and promotion	829	913
Bank and payroll fees	2,373	1,951
Bursaries	5,000	4,000
Chapter grants	750	3,750
Courier and postage	1,559	1,885
Event hosting and entertainment	34,532	29,398
Furniture and equipment	975	19,596
General office and administration	31,597	27,843
Insurance - directors & officers	2,452	2,735
Miscellaneous	10,083	11,188
Professional fees	54,659	42,843
Publishing, printing and photocopying	21,315	41,731
Rent	44,318	46,075
Salaries and benefits	235,921	230,923
Telephone and internet	6,507	3,625
Travel	4,237	8,142
Website	43,752	6,532
	<u>500,859</u>	<u>483,130</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURE BEFORE CHAPTERS	<u>1,480</u>	<u>(5,491)</u>
CHAPTERS <i>(note 8)</i>	-	-
Revenue	-	24,712
Expenditure	<u>(24,881)</u>	<u>(23,765)</u>
	<u>(24,881)</u>	<u>947</u>
EXCESS OF EXPENDITURE OVER REVENUE	<u>(23,401)</u>	<u>(4,544)</u>

The accompanying notes are an integral part of these financial statements

RETIRED TEACHERS' ASSOCIATION OF MANITOBA

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED JUNE 30

	Restricted - Other	Unrestricted net assets	2024 Total	2023 Total
	\$	\$	\$	\$
NET ASSETS				
Balance, beginning of year	24,881	383,893	408,774	413,318
Excess of expenditure over revenue	<u>(24,881)</u>	<u>1,480</u>	<u>(23,401)</u>	<u>(4,544)</u>
Balance, end of year	<u>-</u>	<u>385,373</u>	<u>385,373</u>	<u>408,774</u>

The accompanying notes are an integral part of these financial statements

RETIRED TEACHERS' ASSOCIATION OF MANITOBA**STATEMENT OF CASH FLOWS****FOR THE YEAR ENDED JUNE 30**

	2024	2023
	\$	\$
CASH PROVIDED BY (USED FOR) THE FOLLOWING ACTIVITIES		
OPERATING		
Excess of expenditure over revenue for the year	(23,401)	(4,544)
Net changes in non-cash working capital affecting operations <i>(note 13)</i>	20,046	9,173
	<u>(3,355)</u>	<u>4,629</u>
INVESTING		
Redemption of short-term investment	30,684	30,040
Acquisition of long-term investments	(3,545)	(62,179)
	<u>27,139</u>	<u>(32,139)</u>
INCREASE (DECREASE) IN CASH RESOURCES	23,784	(27,510)
CASH RESOURCES, BEGINNING OF YEAR	<u>248,251</u>	<u>275,761</u>
CASH RESOURCES, END OF YEAR	<u><u>272,035</u></u>	<u><u>248,251</u></u>

The accompanying notes are an integral part of these financial statements

RETIRED TEACHERS' ASSOCIATION OF MANITOBA

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

1. PURPOSE OF ORGANIZATION

Retired Teachers Association of Manitoba Inc. was incorporated on October 24, 1989 under the Manitoba Corporations Act to promote the economic and social interest of its members and other retired teachers in Manitoba. Under the Income Tax Act for Canada, the corporation qualifies as a not-for-profit organization and is exempt from income tax under Section 149 (1).

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. Outlined below are those policies considered particularly significant for the organization.

a) MEASUREMENT UNCERTAINTY

When preparing financial statements according to Canadian accounting standards for not-for-profit organizations, the organization makes estimates and assumptions relating to reported amounts of revenue and expenses, reported amounts of assets and liabilities and disclosure of contingent assets and liabilities.

Management's assumptions are based on a number of factors, including historical experience, current events and actions that the organization may undertake in the future, and other assumptions that we believe are reasonable under the circumstances. Actual results could differ from those estimates under different conditions and assumptions. Estimates were used when accounting for certain items.

b) REVENUE RECOGNITION

The organization uses the deferral method of accounting for contributions under which restricted contributions related to expenses of future periods are deferred and recognized as revenue in the period in which the related expenses are incurred.

Revenue from membership dues, administrative services allowances, advertising, and other revenue are recognized when there is persuasive evidence that an arrangement exists, the price is fixed or determinable, and collection is reasonably assured.

c) CASH AND CASH EQUIVALENTS

Cash equivalents are comprised of highly liquid investments with maturities of three months or less from the date of acquisition.

d) TANGIBLE CAPITAL ASSETS

Operating assets of a capital nature: furniture and equipment; and leasehold improvements are charged to operations in the year of acquisition. Accordingly, amortization is not provided for these items in the accounts.

RETIRED TEACHERS' ASSOCIATION OF MANITOBA

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

e) FINANCIAL INSTRUMENTS

Initial and subsequent measurement

The organization initially measures its financial assets and liabilities at fair value. The organization subsequently measures all its financial assets and liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in the fair value of these financial instruments are recognized in income in the period incurred. Financial assets measured at amortized cost on a straight-line basis include cash, short and long term investments, trade and other accounts receivable. Financial liabilities measured at amortized cost on a straight-line basis include the accounts payable, and wages payable reported as financial liabilities.

3. SHORT-TERM INVESTMENT

	<u>2024</u>	<u>2023</u>
	\$	\$
Guaranteed Investment Certificate (GIC) bearing interest at 1.35%, maturing October 25, 2023	-	30,684
	<u> </u>	<u> </u>

4. ACCOUNTS RECEIVABLE

	<u>2024</u>	<u>2023</u>
	\$	\$
Trade account receivables	5,534	5,489
	<u> </u>	<u> </u>

5. LONG-TERM INVESTMENTS

	<u>2024</u>	<u>2023</u>
	\$	\$
Guaranteed Investment Certificate (GIC) bearing interest at 1.65%, maturing April 25, 2026	32,443	31,951
Guaranteed Investment Certificate (GIC) bearing interest at 4.60%, maturing April 25, 2025	31,764	31,760
Guaranteed Investment Certificate (GIC) bearing interest at 4.75% maturing April 21, 2027	31,957	30,273
Guaranteed Investment Certificate (GIC) bearing interest at 4.50%, maturing April 26, 2028	31,605	30,240
	<u>127,769</u>	<u>124,224</u>

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2024</u>	<u>2023</u>
	\$	\$
Trade accounts payable	14,859	11,710
Accrued liabilities	4,700	4,200
Accrued wages payable	4,369	4,369
	<u>23,928</u>	<u>20,279</u>

RETIRED TEACHERS' ASSOCIATION OF MANITOBA

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

7. RESTRICTED - OTHER CHAPTERS

	<u>2024</u>	<u>2023</u>
	\$	\$
Educatrices et Educateurs Manitobains a la Retraite (EMR)	-	635
Van Isles Chapter RTAM	-	413
St. James Assiniboia	-	1,478
Okanagan Chapter of RTAM - Closed	-	533
Calgary and Area Chapter Retired Teachers' Association of Manitoba Inc.	-	426
Neepawa Area Retired Teachers Association (NARTA) - Closed	-	1,706
Interlake Retired Teachers Association (IRTA)	-	1,550
Thompson Association of Retired Educators (TARE)	-	500
Dauphin Area Retired Teachers Association (DARTA) - Closed	-	1,137
Retired Women Teachers' Association - Closed	-	1,234
Southwest Assiniboine Chapter of Retired Teachers	-	3,108
Brandon and Area Retired Teachers Association (BARTA)	-	4,108
Riel Retired Teachers Association - Closed	-	7,158
Swan Valley Retired Teachers (SVRT)	-	895
	<u>-</u>	<u>24,881</u>

8. CHAPTER OPERATIONS

	<u>2024</u>	<u>2023</u>
	\$	\$
Revenue		
Memberships	-	4,560
Miscellaneous	-	17,152
Chapter grants	-	3,000
	<u>-</u>	<u>24,712</u>
Expenditure		
Advertising and promotion	-	626
Event hosting and entertainment	-	15,287
General office and administration	13,111	7,852
Transfer to the Chapter	11,770	-
	<u>24,881</u>	<u>23,765</u>
	<u>24,881</u>	<u>(947)</u>

RETIRED TEACHERS' ASSOCIATION OF MANITOBA

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

9. OTHER MATTERS

The following Chapters are no longer associated with the organization RTAM as of June 30, 2024. The remaining funds associated with the independent Chapter have been retained by the independent Chapter.

Okanagan Chapter of RTAM
Neepawa Area Retired Teachers Association (NARTA)
Dauphin Area Retired Teachers Association (DARTA)
Retired Women Teachers' Association (RWTA)
Riel Retired Teachers Association
The Pas Retired Teachers' Association
Boyne Chapter of Retired Teachers

The Chapters which remain under the Umbrella of RTAM; are administered by the RTAM office.

10. FINANCIAL INSTRUMENTS

The organization is exposed to various risks through its financial instruments, without being exposed to concentrations of risk. The following analysis describes the organization's risk exposure:

Credit Risk

The organization's main credit risks relate to its accounts receivable and grants receivable. Management considers the risk of non-performance of these instruments to be low.

11. ANNUAL RETURN

The organization has filed their 2024 annual return and is in good standing. This was confirmed with the Manitoba Corporations Branch.

12. COMMITMENTS

The organization has a lease agreement for the property at 1780 Wellington Avenue for the period ending October 31, 2026.

The minimum lease payments are:

2024: \$18,900
2025: \$18,900
2026: \$18,900
2027: \$ 6,300

RETIRED TEACHERS' ASSOCIATION OF MANITOBA

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

13. CASH FLOW STATEMENT

	<u>2024</u>	<u>2023</u>
	\$	\$
Net changes in non-cash working capital affecting operations		
Accounts receivable	(45)	(60)
Prepaid expenses	1,560	(1,240)
Accounts payable and accrued liabilities	3,649	1,421
Deferred income	(10,000)	10,000
Income taxes payable	24,882	(948)
	<u>20,046</u>	<u>9,173</u>

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REID & MILLER

CHARTERED PROFESSIONAL ACCOUNTANTS INC
