

**RÉSEAU de la communauté autochtone à Montréal
Montréal Indigenous Community NETWORK**

Financial Statements

March 31, 2025

**RÉSEAU de la communauté autochtone à Montréal
Montréal Indigenous Community NETWORK**

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Amstutz Inc.
Comptables Professionnels Agréés

INDEPENDENT AUDITORS' REPORT

To the Members of
RÉSEAU de la communauté autochtone à Montréal /
Montréal Indigenous Community NETWORK

Opinion - We have audited the financial statements of RÉSEAU de la communauté autochtone à Montréal / Montréal Indigenous Community NETWORK (the Organization), which comprise the balance sheet as at March 31, 2025 and the statements of operations, changes in net assets and cash flows for the year then ended, and the 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 March 31, 2025, 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 "Auditor's 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 audit 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.

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 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.

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.



By: R. Amstutz, CPA auditor
June 16, 2025
Montreal, Quebec
Permit No: A105202

RÉSEAU de la communauté autochtone à Montréal
Montréal Indigenous Community NETWORK
OPERATIONS
year ended March 31, 2025

	<u>2 0 2 5</u>	<u>2 0 2 4</u>
REVENUES		
Contribution agreements		
Projects	\$ 3,055,012	\$ 6,496,083
Operations	659,562	241,928
Service agreements and other	12,576	12,208
Advice and consulting	-	1,238
Donations	35,299	7,077
Investment income	96,818	53,265
Amortization of deferred grants related to capital assets	<u>385</u>	<u>527</u>
	<u><u>3,859,652</u></u>	<u><u>6,812,326</u></u>
EXPENSES		
Salaries and fringe benefits	913,185	783,378
Community support fund	2,381,364	5,629,168
Professional and consulting fees	181,517	134,302
Honoraria	3,500	4,480
Mental Health program	98,233	81,636
Equipment and furniture	926	-
Office supplies, materials and printing	1,385	257
Rent and utilities	83,804	71,592
Transportation	9,581	4,526
Culturally appropriate	2,387	2,486
Interest and bank charges	25,614	7,870
Amortization	1,466	2,070
Communications	6,911	5,480
Taxes and licenses	12,242	13,453
Administration	39	450
Professional development	9,198	13,251
Gatherings	<u>17,353</u>	<u>18,265</u>
	<u><u>3,748,705</u></u>	<u><u>6,772,664</u></u>
EXCESS OF REVENUES OVER EXPENSES	\$ <u>110,947</u>	\$ <u>39,662</u>

The accompanying notes form an integral part of the financial statements.

RÉSEAU de la communauté autochtone à Montréal
Montréal Indigenous Community NETWORK
CHANGES IN NET ASSETS
year ended March 31, 2025

	<u>Restricted</u>		<u>2 0 2 5</u>		<u>2 0 2 4</u>
	<u>Invested</u>				
	<u>in</u>				
	<u>capital</u>				
	<u>assets</u>	<u>Un-</u>	<u>Total</u>		<u>Total</u>
Balance, beginning of year	\$ 3,631	\$ 86,206	\$ 89,837	\$ 50,175	
Excess of revenues over expenses	-	110,947	110,947	39,662	
Amortization of capital assets	(1,466)	1,466	-	-	
Amortization of deferred grants related to capital assets	385	(385)	-	-	
Balance, end of year	\$ 2,550	\$ 198,234	\$ 200,784	\$ 89,837	

The accompanying notes form an integral part of the financial statements.

RÉSEAU de la communauté autochtone à Montréal
Montréal Indigenous Community NETWORK
BALANCE SHEET
as at March 31, 2025

	<u>2 0 2 5</u>	<u>2 0 2 4</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 3,368,182	\$ 2,858,853
Accounts receivable (Note 3)	950,963	1,292,669
Prepaid expenses	<u>126</u>	-
	4,319,271	4,151,522
CAPITAL ASSETS (Note 4)	<u>3,655</u>	<u>5,121</u>
	\$ 4,322,926	\$ 4,156,643
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable (Note 5)	\$ 2,089,127	\$ 2,110,518
Deferred grants (Note 6)	<u>2,031,910</u>	<u>1,954,798</u>
	4,121,037	4,065,316
DEFERRED GRANTS RELATED TO CAPITAL ASSETS (Note 7)	<u>1,105</u>	<u>1,490</u>
	<u>4,122,142</u>	<u>4,066,806</u>
NET ASSETS		
RESTRICTED		
Invested in capital assets	2,550	3,631
UNRESTRICTED	<u>198,234</u>	<u>86,206</u>
	<u>200,784</u>	<u>89,837</u>
	\$ 4,322,926	\$ 4,156,643

ON BEHALF OF THE BOARD

....., administrator

....., administrator

The accompanying notes form an integral part of the financial statements.

RÉSEAU de la communauté autochtone à Montréal
Montréal Indigenous Community NETWORK
CASH FLOWS
year ended March 31, 2025

	<u>2 0 2 5</u>	<u>2 0 2 4</u>
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 110,947	\$ 39,662
Items not affecting cash		
Amortization	1,466	2,070
Amortization of deferred grants related to capital assets	<u>(385)</u>	<u>(527)</u>
	112,028	41,205
Changes in non cash operating working capital		
Accounts receivable	341,706	(1,102,865)
Prepaid expenses	(126)	3,977
Accounts payable	(21,391)	1,940,961
Deferred grants	<u>77,112</u>	<u>1,361,479</u>
INCREASE IN CASH AND CASH EQUIVALENTS	509,329	2,244,757
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>2,858,853</u>	<u>614,096</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 3,368,182</u>	<u>\$ 2,858,853</u>

Cash and cash equivalents are comprised of cash.

The accompanying notes form an integral part of the financial statements.

RÉSEAU de la communauté autochtone à Montréal
Montréal Indigenous Community NETWORK
NOTES TO THE FINANCIAL STATEMENTS
as at March 31, 2025

1. STATUS AND PURPOSE OF THE ORGANIZATION

The organization was incorporated under Part III of the Quebec Companies Act on April 24, 2019 and is a non profit organization.

The organization supports the ecosystem of individuals and groups committed to improving the quality of life of First Nations, Inuit and Métis communities living in the greater Montréal area.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Accounting estimates

The preparation of financial statements in conformity with Canadian accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from these estimates.

Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when they are received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Self-financing

Revenues from self-financing activities are recognized when the services are rendered or when the events have taken place.

Cash and cash equivalents

The organization's policy is to disclose cash and cash equivalents, including bank overdrafts with balances that fluctuate frequently from being positive to overdrawn and term deposits with a maturity period of three months or less from the date of acquisition.

Capital assets

Capital assets are recorded at cost. They are amortized over their estimated useful lives using the declining-balance method at the following annual rates:

Furniture and equipment	20%
Computer equipment	30%

RÉSEAU de la communauté autochtone à Montréal
Montréal Indigenous Community NETWORK
NOTES TO THE FINANCIAL STATEMENTS
as at March 31, 2025

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Financial instruments

The organization initially measures its financial assets and financial liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at cost or amortized cost.

Financial assets measured at amortized cost include cash and accounts receivable. Financial liabilities measured at amortized cost include the accounts payable.

3. ACCOUNTS RECEIVABLE	<u>2 0 2 5</u>	<u>2 0 2 4</u>
Accounts receivable	\$ 108	\$ 1,000
Grants receivable	927,325	1,285,946
Sales taxes receivable	<u>23,530</u>	<u>5,723</u>
	<u>\$ 950,963</u>	<u>\$ 1,292,669</u>

4. CAPITAL ASSETS	Accumulated		<u>2 0 2 5</u>	<u>2 0 2 4</u>
	<u>Cost</u>	<u>Amorti- zation</u>		
Furniture and equipment	\$ 2,043	\$ 1,485	\$ 558	\$ 697
Computer equipment	<u>18,303</u>	<u>15,206</u>	<u>3,097</u>	<u>4,424</u>
	<u>\$ 20,346</u>	<u>\$ 16,691</u>	<u>\$ 3,655</u>	<u>\$ 5,121</u>

Amortization provided for in the current year totalled \$1,466 (2024 - \$2,070).

5. ACCOUNTS PAYABLE	<u>2 0 2 5</u>	<u>2 0 2 4</u>
Accounts payable and accrued charges	\$ 2,085,929	\$ 2,107,192
Salaries and vacations payable	<u>3,198</u>	<u>3,326</u>
	<u>\$ 2,089,127</u>	<u>\$ 2,110,518</u>

RÉSEAU de la communauté autochtone à Montréal
Montréal Indigenous Community NETWORK
NOTES TO THE FINANCIAL STATEMENTS
as at March 31, 2025

6. DEFERRED GRANTS	<u>2 0 2 5</u>	<u>2 0 2 4</u>
Balance, beginning of year	\$ 1,954,798	\$ 593,319
Received during the year	3,791,686	8,099,490
Recognized as revenue	<u>(3,714,574)</u>	<u>(6,738,011)</u>
Balance, end of year	<u>\$ 2,031,910</u>	<u>\$ 1,954,798</u>
 Deferred grants are comprised of the following:		
Indigenous Services Canada		
FNIHB	\$ 544,350	\$ 449,118
UPIP	6,776	-
ESDC Infrastructure	391,489	87,890
Public Safety Canada - Families	320,751	396,329
CIUSSS - SPRNI	219,319	579,831
Fondation Lucie et André Chagnon	161,287	-
Trottier Family Foundation	160,000	-
City of Montréal		
Smart Cities	128,983	272,974
Shuttle van	28,309	36,880
McConnell Foundation	37,808	50,000
Conseil des arts de Montréal	18,269	18,269
DRSP Food security	14,569	30,000
Foundation of Greater Montréal	<u>-</u>	<u>33,507</u>
	<u>\$ 2,031,910</u>	<u>\$ 1,954,798</u>

7. DEFERRED GRANTS RELATED TO CAPITAL ASSETS	<u>2 0 2 5</u>	<u>2 0 2 4</u>	
	Accumulated		
	Amorti- zation	Net Book Value	Net Book Value
	<u>Cost</u>	<u>Cost</u>	<u>Cost</u>
Furniture and equipment	\$ 1,894	\$ 1,397	\$ 497
Computer equipment	<u>5,170</u>	<u>4,562</u>	<u>608</u>
	<u>\$ 7,064</u>	<u>\$ 5,959</u>	<u>\$ 1,105</u>
			<u>\$ 1,490</u>

The grant awarded from the government of Canada, Crime Prevention Action Fund in connection with the acquisition of furniture and equipment and computer equipment is amortized at the same rate as the assets to which it relates.

Amortization provided for in the current year totalled \$385 (2024 - \$527).

RÉSEAU de la communauté autochtone à Montréal
Montréal Indigenous Community NETWORK
NOTES TO THE FINANCIAL STATEMENTS
as at March 31, 2025

8. FINANCIAL INSTRUMENTS

Risks and concentrations

The organization is exposed to various risks through its financial instruments. The following analysis provides a measure of the organization's risk exposure and concentrations at the balance sheet date, i.e. March 31, 2025.

Liquidity risk

Liquidity risk is the risk that the organization will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly in respect of its accounts payable.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The organization's main credit risks relate to its accounts receivable.

RÉSEAU de la communauté autochtone à Montréal
 Montréal Indigenous Community NETWORK
 OPERATIONS BY PROJECT
 year ended March 31, 2025

SCHEDULE

	Administration	CIUSSS						City of Montréal			CSR Foundation of Greater Montréal	Sub-Total
		Front-Line	Health	MIHAC	SRPNI	Winter	EWO Event	Shuttle Van	Smart Cities			
		\$	\$	\$	\$	\$	\$	\$	\$			
REVENUES												
Contribution agreements												
Projects		759,410	25,830		278,682		10,000	8,571	143,991			1,226,484
Operations		-	-	116,180	-	115,000	-	-	-	33,507		264,687
Service agreements and other	12,576	-	-	-	-	-	-	-	-	-		12,576
Donations	35,299	-	-	-	-	-	-	-	-	-		35,299
Investment income	96,818	-	-	-	-	-	-	-	-	-		96,818
Amortization of deferred grants related to capital assets	385	-	-	-	-	-	-	-	-	-		385
	145,078	759,410	25,830	116,180	278,682	115,000	10,000	8,571	143,991	33,507		1,636,249
EXPENSES												
Salaries and fringe benefits			- 3,315	116,180	45,671	15,000	-	8,571	40,809	29,794		252,710
Community Support Fund	8,400	718,945	-	-	215,983	100,000	9,959	-	6,287	-		1,059,574
Professional and consulting fees	313	24,274	29,145	-	2,572	-	-	-	58,868	3,498		118,670
Honoraria	-	-	-	-	-	-	-	-	-	-		-
Mental Health program	-	-	-	-	-	-	-	-	-	-		-
Equipment and furniture	-	-	-	-	-	-	-	-	-	-		-
Office supplies, materials and printing	-	-	-	-	-	-	-	-	-	-		-
Rent and Utilities	-	14,039	-	-	6,662	-	41	-	28,583	-		49,325
Transportation	-	-	-	-	6,601	-	-	-	845	-		7,446
Culturally appropriate	-	-	-	-	-	-	-	-	561	-		561
Interest and bank charges	23,652	-	-	-	-	-	-	-	-	-		23,652
Amortization	1,466	-	-	-	-	-	-	-	-	-		1,466
Communications	300	-	-	-	135	-	-	-	1,035	-		1,470
Taxes and licenses	-	2,152	-	-	-	-	-	-	7,003	-		9,155
Administration	-	-	-	-	-	-	-	-	-	-		-
Professional development	-	-	-	-	-	-	-	-	-	-		-
Gatherings	-	-	-	-	1,058	-	-	-	-	215		1,273
	34,131	759,410	25,830	116,180	278,682	115,000	10,000	8,571	143,991	33,507		1,525,302
EXCESS OF REVENUES OVER EXPENSES		110,947	-	-	-	-	-	-	-	-		110,947

**RÉSEAU de la communauté autochtone à Montréal
Montréal Indigenous Community NETWORK
OPERATIONS BY PROJECT
year ended March 31, 2025**

SCHEDULE