

MANITOBA FOOD CHARTER INC. O/A - FOOD

MATTERS MANITOBA

WINNIPEG, MANITOBA

MARCH 31, 2025



Independent Auditors' Report

To the Members of;
Manitoba Food Charter Inc. O/A - Food Matters Manitoba

Opinion

We have audited the accompanying financial statements of Manitoba Food Charter Inc. O/A - Food Matters Manitoba, which comprise the balance sheet as at March 31, 2025, 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 Manitoba Food Charter Inc. O/A - Food Matters Manitoba 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 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 Manitoba Food Charter Inc. O/A - Food Matters 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 Manitoba Food Charter Inc. O/A - Food Matters 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 Manitoba Food Charter Inc. O/A - Food Matters 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.

September 25, 2025
Winnipeg, Manitoba



Chartered Professional Accountants Inc.

**MANITOBA FOOD CHARTER INC. O/A - FOOD
MATTERS MANITOBA
BALANCE SHEET
AS AT MARCH 31**

	2025	2024
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash	1,049,859	606,596
Accounts receivable	70,750	128,987
Prepaid expenses	3,167	7,592
	<u>1,123,776</u>	<u>743,175</u>
TANGIBLE CAPITAL ASSETS (note 3)	<u>8,566</u>	<u>8,526</u>
	<u>1,132,342</u>	<u>751,701</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities (note 4)	122,750	127,580
Deferred income (note 5)	551,227	394,756
	<u>673,977</u>	<u>522,336</u>
NET ASSETS		
UNRESTRICTED NET ASSETS	364,374	135,374
INTERNALLY RESTRICTED NET ASSETS (note 9)	<u>93,991</u>	<u>93,991</u>
	<u>458,365</u>	<u>229,365</u>
	<u>1,132,342</u>	<u>751,701</u>

Approved on Behalf of the Board

Director

Director

The accompanying notes are an integral part of these financial statements

**MANITOBA FOOD CHARTER INC. O/A - FOOD
MATTERS MANITOBA
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31**

	2025 \$	2024 \$
REVENUE		
Grants		
Government of Canada		
Employment and Social Development Canada	15,946	13,662
Public Health Authority	333,333	35,000
Indigenous Services	83,352	42,194
Minister of Sport	102,845	-
Province of Manitoba		
Minister of Municipal and Northern Relations	217,934	265,708
Department of Families	-	178,629
Minister of Health, Seniors and Long-term Care	30,000	30,000
Canadian Agricultural Human Resources Council	-	46,633
Canadian Red Cross	-	46,519
Oceans North Conservation Society	110,609	-
Food & Beverage Manitoba	14,998	15,000
Lawson Foundation	80,000	30,000
MakeWay Foundation	453,698	193,152
University of Manitoba	30,000	-
Indigenous Peoples Resilience Fund	29,994	-
Other	128,019	56,390
Contract services/fees for service	13,673	15,729
Interest	18,603	7,074
Donations	69,820	137,915
	<u>1,732,824</u>	<u>1,113,605</u>
EXPENDITURE		
Amortization	4,997	3,579
Bad debts	1,500	5,000
Casual labour/honorariums	111,425	92,685
Contract and consultant fees	33,354	4,220
Insurance	15,908	13,785
Office and sundry (<i>note 8</i>)	26,907	17,523
Professional fees	7,303	6,523
Project materials and supplies (<i>note 8</i>)	425,207	244,718
Rent and utilities	33,727	36,442
Salaries and benefits	589,114	396,571
Training and education	8,353	5,578
Travel, meals and accomodations	246,029	131,691
	<u>1,503,824</u>	<u>958,315</u>
EXCESS OF REVENUE OVER EXPENDITURE	<u>229,000</u>	<u>155,290</u>

The accompanying notes are an integral part of these financial statements

**MANITOBA FOOD CHARTER INC. O/A - FOOD
MATTERS MANITOBA
STATEMENT OF CHANGES IN NET ASSETS**

	Year Ended March 31			
	Internally Restricted Net Assets	Unrestricted net assets	2025 Total \$	2024 Total \$
NET ASSETS				
Balance, beginning of year	93,991	135,374	229,365	74,075
Excess of revenue over expenditure	<u>-</u>	<u>229,000</u>	<u>229,000</u>	<u>155,290</u>
Balance, end of year	<u><u>93,991</u></u>	<u><u>364,374</u></u>	<u><u>458,365</u></u>	<u><u>229,365</u></u>

The accompanying notes are an integral part of these financial statements

**MANITOBA FOOD CHARTER INC. O/A - FOOD
MATTERS MANITOBA
STATEMENT OF CASH FLOWS**

	Year Ended March 31	
	2025	2024
	\$	\$
CASH PROVIDED BY (USED FOR) THE FOLLOWING ACTIVITIES		
OPERATING		
Excess of revenue over expenditure for the year	229,000	155,290
Items not affecting cash:		
Amortization	<u>4,997</u>	<u>3,579</u>
	233,997	158,869
Net changes in non-cash working capital affecting operations (<i>note 10</i>)	<u>214,303</u>	<u>(30,018)</u>
	448,300	128,851
INVESTING		
Purchase of tangible capital assets	<u>(5,037)</u>	<u>(2,613)</u>
INCREASE IN CASH RESOURCES	443,263	126,238
CASH RESOURCES, BEGINNING OF YEAR	<u>606,596</u>	<u>480,358</u>
CASH RESOURCES, END OF YEAR	<u><u>1,049,859</u></u>	<u><u>606,596</u></u>

The accompanying notes are an integral part of these financial statements

MANITOBA FOOD CHARTER INC. O/A - FOOD

MATTERS MANITOBA

NOTES TO THE FINANCIAL STATEMENTS

March 31, 2025

1. NATURE OF ACTIVITIES

Manitoba Food Charter Inc. ("the Corporation") is a registered charity that incorporated on April 1, 2008 in the Province of Manitoba. Under the Income Tax Act for Canada, the organization qualifies as a charitable organization and is exempt from income tax.

Food Matters Manitoba (FMM) is an Indigenous community-led organization that is addressing the multiple root causes of food insecurity in Manitoba through collaboration to co-create systemic change. We work to enhance community access to local food sources through education, training, mentorship, and positive relationships. FMM focuses on long-term strategies that support and prioritize Indigenous self-determination and control over household and community food systems.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the organization 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, such as the useful lives of capital assets and impairment of long-lived assets.

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.

The organization recognizes revenue from grants when they are fixed or determinable and collection is reasonably assured.

Restricted contributions for the purchase of tangible capital assets that will be amortized have been deferred and will be recognized on the same basis as the amortization expense related to the acquired tangible capital assets.

**MANITOBA FOOD CHARTER INC. O/A - FOOD
MATTERS MANITOBA
NOTES TO THE FINANCIAL STATEMENTS**

March 31, 2025

c) TANGIBLE CAPITAL ASSETS

Tangible capital assets are stated at cost. Amortization based on the estimated useful life of the asset is calculated as follows:

	Method	Rate
Computer equipment	declining balance	55 % per annum
Furniture and fixtures	declining balance	20 % per annum

d) CONTRIBUTED SERVICES

Volunteers contribute a significant number of hours per year to assist the organization in carrying out its operations. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

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. Financial assets measured at amortized cost on a straight-line basis include cash, trade and other accounts receivable. Financial liabilities measured at amortized cost on a straight-line basis include accounts payable, deferred income, wages and vacation payable reported as financial liabilities.

f) CLOUD COMPUTING ARRANGEMENTS

The organization has chosen to apply the simplification approach to account for expenditures in a cloud computing arrangement with the scope of the Guideline. Expenditures in the arrangement are treated as the supply of services; expenditures related to the elements in the cloud computing arrangement are recorded as an expense as incurred. The organization recognizes the expenditure as an expense when it receives the services. When payment for the delivery of the services has been made in advance of the organization receiving the services, the prepayment may be recognized as an asset.

MANITOBA FOOD CHARTER INC. O/A - FOOD**MATTERS MANITOBA****NOTES TO THE FINANCIAL STATEMENTS**

March 31, 2025

3. TANGIBLE CAPITAL ASSETS

	2025			2024		
	\$			\$		
	Cost	Accumulated Amortization	Balance	Cost	Accumulated Amortization	Balance
Computer equipment	11,242	8,305	2,937	6,204	4,715	1,489
Furniture and fixtures	11,540	5,911	5,629	11,540	4,503	7,037
	<u>22,782</u>	<u>14,216</u>	<u>8,566</u>	<u>17,744</u>	<u>9,218</u>	<u>8,526</u>

4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2025	2024
	\$	\$
Trade accounts payable	75,957	92,587
Accrued liabilities	6,500	5,705
Accrued wages and vacation	40,292	29,287
	<u>122,749</u>	<u>127,579</u>

5. DEFERRED INCOME

	2025	2024
	\$	\$
Oceans North Conservation Society	42,831	-
MakeWay Foundation	117,273	126,002
Government of Canada - Public Health Agency	266,667	-
Government of Canada - Indigenous Services	124,456	223,754
Catherine Donnelly Foundation	-	45,000
	<u>551,227</u>	<u>394,756</u>

6. 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.

**MANITOBA FOOD CHARTER INC. O/A - FOOD
MATTERS MANITOBA
NOTES TO THE FINANCIAL STATEMENTS**

March 31, 2025

7. COMMITMENTS

The Organization has entered into an agreement to rent premises at 422 Notre Dame Avenue in Winnipeg \$1,947 per month base rent, plus \$376.20 per month in additional rent for a term of 5 years; expiring May 31, 2026.

2025: \$27,878

8. CLOUD COMPUTING ARRANGEMENTS

The Organization has chosen to apply the simplification approach to account for expenditures. 2025: \$11,406.

9. INTERNAL RESTRICTED NET ASSETS

The Board of Directors has internally restricted funds for the purpose of maintaining adequate levels of net assets to support daily operations in the event of unforeseen shortfalls. These funds are not available without the consent of the Board Directors.

10. CASH FLOW STATEMENT

	2025	2024
	\$	\$
Net changes in non-cash working capital affecting operations		
Accounts receivable	58,237	(110,489)
Prepaid expenses	4,425	(520)
Accounts payable and accrued liabilities	(4,830)	68,144
Deferred income	156,471	12,847
	<u>214,303</u>	<u>(30,018)</u>



REID & MILLER

CHARTERED PROFESSIONAL ACCOUNTANTS INC