

ARCANE HORIZON INC.
FINANCIAL STATEMENTS
MARCH 31, 2025



CHARTERED PROFESSIONAL ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Members of the Arcane Horizon Inc.:

Opinion

We have audited the financial statements of Arcane Horizon Inc. (the "Organization"), which comprise the statement of financial position as at March 31, 2025, and the statement of operations, statement of changes in net assets and statement of 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 March 31, 2025, and its financial performance 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 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 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 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 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 Organizations 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.

Scarrow & Donald LLP

Chartered Professional Accountants
August 11, 2025
Winnipeg, Canada

ARCANE HORIZON INC.
STATEMENT OF FINANCIAL POSITION
MARCH 31

	<u>2025</u>	<u>2024</u>
ASSETS		
Current assets:		
Cash	\$ 818,263	\$ 835,569
Accounts receivable	344,196	272,138
Prepaid expenses and deposits	<u>30,311</u>	<u>33,900</u>
	1,192,770	1,141,607
Capital assets (Note 3)	<u>2,167,007</u>	<u>2,045,217</u>
	<u><u>\$ 3,359,777</u></u>	<u><u>\$ 3,186,824</u></u>
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 981,801	\$ 832,059
Unearned revenue	-	38,560
Principal due within one year on long-term debt (Note 4)	<u>129,160</u>	<u>125,357</u>
	1,110,961	995,976
Long-term debt (Note 4)	622,288	751,496
Deferred contributions related to capital assets (Note 5)	<u>85,868</u>	<u>95,277</u>
	1,819,117	1,842,749
NET ASSETS		
Net assets invested in capital assets	1,329,691	1,073,087
Social fund (Note 6)	7,436	7,436
Unrestricted net assets	<u>203,533</u>	<u>263,552</u>
	<u>1,540,660</u>	<u>1,344,075</u>
	<u><u>\$ 3,359,777</u></u>	<u><u>\$ 3,186,824</u></u>

APPROVED BY THE BOARD:

C. Colman

Director

C. Smith

Director

ARCANE HORIZON INC.
STATEMENT OF OPERATIONS

	Year ended March 31	
	2025	2024
Revenue:		
Province of Manitoba (Note 7, Note 8)	\$ 11,113,848	\$ 10,622,674
Winnipeg Regional Health Authority	86,728	99,805
Employment income assistance	57,120	56,745
Donations and fundraising	55,570	33,585
Interest	1,697	857
Rental income	17,211	17,069
Amortization of deferred contributions (Note 5)	9,409	9,451
Resident contributions	12,590	9,355
Miscellaneous	73,502	92,943
	<u>11,427,675</u>	<u>10,942,484</u>
Expenditures:		
Advertising	2,034	2,137
Amortization	122,166	111,723
Allowable surplus	23,194	-
Bank charges	4,880	2,826
Board training	1,178	2,427
Food	203,380	201,537
Foster care	338,218	339,305
Fundraising	15,753	14,082
Furniture	34,320	18,320
Household supplies	47,501	44,207
Insurance	43,911	55,106
Interest on long-term debt	24,473	28,281
Medical supplies	3,699	9,237
Miscellaneous	9,224	6,035
Office supplies	25,971	28,632
Payroll processing fees	41,891	35,244
Professional fees	8,883	7,191
Program support	24,093	24,422
Property taxes	47,974	47,047
Recreation	16,686	17,561
Recruitment	85,482	175,254
Rent	327,312	317,385
Repairs and maintenance	174,765	205,428
Staff development	116,680	81,239
Transportation	232,006	218,540
Utilities	153,437	152,713
Wages and employee benefits	9,101,979	8,553,865
	<u>11,231,090</u>	<u>10,699,744</u>
Difference between revenue and expenditures	<u>\$ 196,585</u>	<u>\$ 242,740</u>

ARCANE HORIZON INC.

STATEMENT OF CHANGES IN NET ASSETS

	<u>Invested in capital assets</u>	<u>Social fund</u>	<u>Unrestricted</u>	<u>Year ended March 31</u>	
				<u>2025</u>	<u>2024</u>
Balance, beginning of year	\$ 1,073,087	\$ 7,436	\$ 263,552	\$ 1,344,075	\$ 1,101,335
Difference between revenue and expenditures	(112,757)	-	309,342	196,585	242,740
Purchase of capital assets	243,956	-	(243,956)	-	-
Repayment of long-term debt	<u>125,405</u>	<u>-</u>	<u>(125,405)</u>	<u>-</u>	<u>-</u>
Balance, end of year	<u>\$ 1,329,691</u>	<u>\$ 7,436</u>	<u>\$ 203,533</u>	<u>\$ 1,540,660</u>	<u>\$ 1,344,075</u>

ARCANE HORIZON INC.
STATEMENT OF CASH FLOWS

	Year ended March 31	
	2025	2024
Cash flow from operating activities:		
Cash from funders and others	\$ 11,284,456	\$ 10,869,988
Cash paid to suppliers and employees	(10,907,928)	(10,208,200)
Interest paid	(24,473)	(28,281)
	<u>352,055</u>	<u>633,507</u>
Cash flow from investing activities:		
Purchase of capital assets	(243,956)	(81,520)
Cash flow from financing activities:		
Repayment of long-term debt	(125,405)	(121,599)
Change in cash	<u>(17,306)</u>	<u>430,388</u>
Cash, beginning of year	<u>835,569</u>	<u>405,181</u>
Cash, end of year	<u><u>\$ 818,263</u></u>	<u><u>\$ 835,569</u></u>

ARCANE HORIZON INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

1. General:

Arcane Horizon Inc. is incorporated under the laws of the Province of Manitoba. The purpose of the Organization is to provide housing and other support to individuals labeled with a mental disability in their own homes within the community. The Organization is a non-profit corporation and is exempt from income taxes under Section 149(1)(l) of the Income Tax Act.

2. Significant accounting policies:

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. An assumption underlying the preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations is that the entity will continue for the foreseeable future and will be able to realize its assets and discharge liabilities in the normal course of operations.

The financial statements include the following significant accounting policies:

a) Critical accounting estimates and judgements-

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and judgments that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period.

Accounting estimates are included in financial statements to approximate the effect of past business transactions or events, or to approximate the present status of an asset or liability. It is possible that changes in future economic conditions could require changes in the recognized amounts for accounting estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in the period in which they became known.

Significant areas of estimation by management include the impairment of non-financial assets, the useful lives of capital assets and the fair value of financial instruments.

Management bases their judgments, estimates and assumptions on factors they believe to be reasonable in the circumstances, but which may be inherently uncertain and unpredictable.

b) Financial instruments-

Financial instruments are measured at fair value on initial recognition adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, financing fees and transaction costs that are directly attributable to its origination, acquisition, issuance or assumption. Transaction costs related to financial instruments that will be measured subsequently at fair value are recognized in net income for the period incurred.

Financial instruments are measured at amortized cost. Amortized cost is the amount at which the financial instrument is measured at initial recognition less principal repayments, plus or minus the cumulative of any difference between that initial amount and the maturity amount, and minus any reduction for impairment.

The Organization measures cash, accounts receivable, accounts payable and long-term debt at amortized cost.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

2. Significant accounting policies (continued):

b) Financial instruments (continued)-

The Organization assesses impairment of all its financial assets, except those classified as held for trading. Management considers whether there has been a breach in contract, such as a default or delinquency in interest or principal payments in determining whether objective evidence of impairment exists. Impairment is measured as the difference between the asset's carrying value and its fair value. Impairment is included in current earnings.

c) Revenue recognition-

Arcane Horizon Inc. 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 received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Interest income is recognized on a time proportion basis. Rental income is recognized on an accrual basis according to the rental contract, as the services are provided and collectability is reasonably assured. Miscellaneous contributions are recognized in the year the related expense is incurred.

d) Capital assets-

Capital assets are recorded at cost and amortized over their estimated useful lives, except for contributed assets which are recorded at fair market value at the date of contribution plus all costs directly attributable to the acquisition. This requires estimation of the useful life of the asset and its salvage and residual value. When conditions indicate a capital asset is impaired, the excess of its net carrying amount over the asset's fair value or replacement cost is recognized as an expense. As is true for all accounting estimates, it is possible that changes in future conditions could require changes in the recognized amounts for accounting estimates. Amortization of capital assets has been provided using the following methods and rates which will amortize the cost of the assets over their estimated useful lives once they are ready for use, as follows:

Building	Straight-line over 25 years
Computer equipment	Straight-line over 3 years
Equipment and furniture	Straight-line over 5 years
Leaseholds	Straight-line over life of lease

e) Contributed services:

Volunteers contribute many hours per year to assist Arcane Horizon Inc. in carrying out its activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

3. Capital assets:

	March 31			
	2025		2024	
	Cost	Accumulated amortization	Cost	Accumulated amortization
Building	\$ 2,931,627	\$ 1,421,486	\$ 2,781,439	\$ 1,347,751
Computer equipment	212,492	192,220	208,118	179,650
Equipment and furniture	641,952	504,559	567,636	477,524
Leaseholds	327,818	264,502	312,740	255,676
Land	435,885	-	435,885	-
	<u>\$ 4,549,774</u>	<u>\$ 2,382,767</u>	<u>\$ 4,305,818</u>	<u>\$ 2,260,601</u>
Net book value	\$ <u>2,167,007</u>		\$ <u>2,045,217</u>	

4. Long-term debt:

	2025	2024
Mortgage payable Assiniboine Credit Union, payable in monthly instalments of \$12,490 including interest at 2.991% due March 2029.	\$ 751,448	\$ 876,853
Principal included in current liabilities	<u>129,160</u>	<u>125,357</u>
	<u>\$ 622,288</u>	<u>\$ 751,496</u>

Long-term debt is secured by assignment of insurance, a registered general security agreement, and capital assets.

Principal payments due are as follows:

2026	\$ 129,160
2027	133,045
2028	137,138
2029	352,105

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

5. Deferred contributions related to capital assets:

	<u>2025</u>	<u>2024</u>
Balance, beginning of year	\$ 95,277	\$ 104,728
Amortized to income	<u>(9,409)</u>	<u>(9,451)</u>
Balance, end of year	<u>\$ 85,868</u>	<u>\$ 95,277</u>

6. Social fund:

The Board of Directors for Arcane Horizon Inc. passed a motion on 21 July, 2015 formalizing an approved historical practice of making the net proceeds from certain fundraising activities, identified by the board, available for use by the individuals the agency supports. These funds will be identified as internally restricted fund held in the agency fundraising accounts.

7. Province of Manitoba:

The breakdown of revenue from the Province of Manitoba is as follows:

	<u>2025</u>	<u>2024</u>
Residential services	\$ 10,476,356	\$ 9,337,629
Crisis services	75,088	293,342
Day services - regular rate	82,815	536,918
Transportation	16,445	35,113
Miscellaneous income	-	10,419
Payroll tax rebate	171,824	154,585
Pension/benefit funding	<u>291,320</u>	<u>254,668</u>
	<u>\$ 11,113,848</u>	<u>\$ 10,622,674</u>

8. Province of Manitoba:

	<u>March 31</u>	
	<u>2025</u>	<u>2024</u>
Funding received, per Department of Finance confirmation	\$ 11,134,606	\$ 10,631,574
Reconciling items		
Other reconciling items	<u>(20,758)</u>	<u>(8,900)</u>
Amount recognized as revenue	<u>\$ 11,113,848</u>	<u>\$ 10,622,674</u>

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

9. Lease commitments:

The Organization leases premises. Lease commitments are as follows:

2026	\$	268,252
2027		250,776
2028		250,800
2029		6,100
2030		6,100

10. Employee retirement plan:

During the year the Organization made contributions of \$163,057 (2024 - \$153,720) included in wages and employee benefits into a defined contribution pension plan.

11. Arcane Horizon Fund:

During a previous year, the agency entered an agreement with The Winnipeg Foundation to establish the Arcane Horizon Fund. All donations, bequests and legacies which are directed to the Arcane Horizon Fund by Arcane and the general public shall be used to purchase units in The Winnipeg Foundation Consolidated Trust Fund and held in the Arcane Horizon Fund in trust for Arcane. The net income from the fund shall be paid at least annually to Arcane.

12. Risk management:

Management's risk management policies are typically performed as a part of the overall management of the Organization's operations. Management is aware of risks related to these objectives through direct personal involvement with employees and outside parties. In the normal course of its business, the Organization is exposed to a number of risks that can affect its operating performance. Management's close involvement in operations helps identify risks and variations from expectations. The Organization has not designated transactions as hedging transactions to manage risk. As a part of the overall operation of the Organization, management considers the avoidance of undue concentrations of risk. These risks include, and the actions taken to manage them are as follows:

Liquidity risk-

Liquidity risk is the risk that the Organization cannot meet its financial obligations associated with financial liabilities in full. The Organization's main sources of liquidity are its operations and external contributions. The funds are primarily used to finance working capital and capital expenditure requirements and are adequate to meet the Organization's financial obligations associated with financial liabilities.

Interest rate risk-

Interest rate risk is the risk that changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as interest rate cash flow risk, or on the fair value of other financial assets or liabilities, known as interest rate price risk. Obtaining long-term debt with fixed interest rates minimizes cash flow risk.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

12. Risk management (continued):

Credit risk-

Credit risk arises from the possibility that debtors may be unable to fulfill their commitments. For a financial asset, this is typically the gross carrying amount, net of any amounts offset and any impairment losses. The Organization has credit policies to address credit risk on accounts receivable, which may include the analysis of the financial position of the debtor and review of credit limits. The Organization also may review credit history before establishing credit and reviews credit performance. An allowance for doubtful accounts or other impairment provisions are established based upon factors surrounding credit risk, historical trends and other information. No allowance for doubtful accounts has been recorded as at March 31, 2025 (2024 - \$nil).

ARCANE HORIZON INC.
STATEMENT OF OPERATIONS

	<u>Administration</u>	<u>Fundraising</u>	<u>Day support</u>	<u>Whellams</u>	<u>Harding</u>	<u>1025 McLeod</u>	<u>Stoney lake</u>	<u>Buttercup</u>	<u>Kay</u>	<u>Total page 1</u>
Revenue:										
Province of Manitoba (Note 7, Note 8)	\$ 57,886	\$ -	\$ 105,836	\$ 265,232	\$ 545,560	\$ 925,437	\$ 533,103	\$ 628,839	\$ 601,474	\$ 3,663,367
Winnipeg Regional Health Authority	-	-	-	57,977	-	-	-	-	-	57,977
Employment income assistance	-	-	-	-	-	-	-	4,380	-	4,380
Donations and fundraising	13,437	42,133	-	-	-	-	-	-	-	55,570
Interest	1,551	146	-	-	-	-	-	-	-	1,697
Rental income	-	-	-	-	-	-	-	-	-	-
Amortization of deferred contributions (Note 5)	4,553	-	-	-	4,856	-	-	-	-	9,409
Resident contributions	-	-	-	8,250	-	-	-	-	-	8,250
Miscellaneous	73,931	-	-	-	-	-	-	-	-	73,931
	<u>151,358</u>	<u>42,279</u>	<u>105,836</u>	<u>331,459</u>	<u>550,416</u>	<u>925,437</u>	<u>533,103</u>	<u>633,219</u>	<u>601,474</u>	<u>3,874,581</u>
Administration fee	(1,411,819)	-	13,258	43,078	68,949	121,289	66,781	79,322	75,345	(943,797)
Advertising	2,034	-	-	-	-	-	-	-	-	2,034
Allowable surplus	-	-	-	-	-	4,639	-	-	4,639	9,278
Amortization	22,550	-	-	-	7,455	5,977	10,814	10,619	9,559	66,974
Bank charges	2,785	1,060	-	-	91	108	64	17	76	4,201
Board training	1,178	-	-	-	-	-	-	-	-	1,178
Food	-	-	-	2,579	15,042	19,894	12,902	13,230	15,163	78,810
Fundraising	-	15,753	-	-	-	-	-	-	-	15,753
Furniture	18,997	99	-	-	1,751	207	120	-	126	21,300
Household supplies	-	-	-	879	2,895	4,614	2,667	2,316	2,568	15,939
Insurance	7,939	-	-	1,393	2,411	2,260	2,359	2,272	2,352	20,986
Interest on long-term debt	-	-	-	-	1,663	2,243	3,223	3,263	3,189	13,581
Medical supplies	59	-	-	172	193	252	227	173	165	1,241
Miscellaneous	9,162	-	-	-	-	-	-	-	-	9,162
Office supplies	24,096	-	-	21	35	-	96	145	-	24,393
Payroll processing fees	41,891	-	-	-	-	-	-	-	-	41,891
Professional fees	8,653	-	-	-	-	-	-	-	-	8,653
Program support	-	35	-	-	915	2,133	1,439	667	2,541	7,730
Property taxes	-	-	-	-	4,281	3,477	3,831	2,937	3,396	17,922
Recreation	-	-	-	682	1,834	1,570	906	723	824	6,539
Recruitment	11,810	-	-	1,682	495	1,657	1,119	3,529	1,204	21,496
Rent	205,608	-	-	11,610	-	-	-	-	-	217,218
Repairs and maintenance	46,743	-	-	3,145	9,373	10,615	5,550	9,047	7,026	91,499
Staff development	103,326	97	-	76	1,039	760	524	903	975	107,700
Transportation	5,102	-	2,032	713	15,836	7,601	10,566	9,370	11,052	62,272
Utilities	14,250	-	820	2,003	6,715	9,264	8,400	9,947	7,230	58,629
Wages and employee benefits	1,036,994	-	97,268	263,426	380,157	666,439	429,711	506,002	411,899	3,791,896
	<u>151,358</u>	<u>17,044</u>	<u>113,378</u>	<u>331,459</u>	<u>521,130</u>	<u>864,999</u>	<u>561,299</u>	<u>654,482</u>	<u>559,329</u>	<u>3,774,478</u>
Difference between revenue and expenditures	<u>\$ -</u>	<u>\$ 25,235</u>	<u>\$ (7,542)</u>	<u>\$ -</u>	<u>\$ 29,286</u>	<u>\$ 60,438</u>	<u>\$ (28,196)</u>	<u>\$ (21,263)</u>	<u>\$ 42,145</u>	<u>\$ 100,103</u>

ARCANE HORIZON INC.
STATEMENT OF OPERATIONS

	<u>Total page 1</u>	<u>Pinewood</u>	<u>Kent</u>	<u>Lochmoor</u>	<u>Hart</u>	<u>Hindley</u>	<u>Sage</u>	<u>Dugas</u>	<u>Lynbrook</u>	<u>696 McLeod</u>	<u>Total page 2</u>
Revenue:											
Province of Manitoba (Note 7, Note 8)	\$ 3,663,367	\$ 521,424	\$ 507,463	\$ 24,917	\$ 494,030	\$ 822,437	\$ 631,391	\$ 401,269	\$ 673,766	\$ 579,897	\$ 8,319,961
Winnipeg Regional Health Authority	57,977	-	28,751	-	-	-	-	-	-	-	86,728
Employment income assistance	4,380	-	-	-	-	-	-	-	-	-	4,380
Donations and fundraising	55,570	-	-	-	-	-	-	-	-	-	55,570
Interest	1,697	-	-	-	-	-	-	-	-	-	1,697
Rental income	-	-	-	-	-	-	-	-	-	-	-
Amortization of deferred contributions (Note 5)	9,409	-	-	-	-	-	-	-	-	-	9,409
Resident contributions	8,250	-	4,340	-	-	-	-	-	-	-	12,590
Miscellaneous	73,931	-	195	-	-	-	(500)	-	-	(108)	73,518
	<u>3,874,581</u>	<u>521,424</u>	<u>540,749</u>	<u>24,917</u>	<u>494,030</u>	<u>822,437</u>	<u>630,891</u>	<u>401,269</u>	<u>673,766</u>	<u>579,789</u>	<u>8,563,853</u>
Administration fee	(943,797)	65,317	66,181	3,121	61,886	103,025	79,030	50,266	84,401	72,629	(357,941)
Advertising	2,034	-	-	-	-	-	-	-	-	-	2,034
Allowable surplus	9,278	-	-	-	-	-	4,639	-	-	-	13,917
Amortization	66,974	8,833	1,302	239	4,848	5,762	3,298	4,347	1,172	5,205	101,980
Bank charges	4,201	71	28	-	54	103	49	97	76	78	4,757
Board training	1,178	-	-	-	-	-	-	-	-	-	1,178
Food	78,810	12,404	5,736	769	12,279	13,721	12,072	11,885	9,292	14,091	171,059
Fundraising	15,753	-	-	-	-	-	-	-	-	-	15,753
Furniture	21,300	769	525	2,728	1,955	1,811	1,341	1,593	-	132	32,154
Household supplies	15,939	3,169	1,507	2,514	1,995	3,252	2,794	2,681	5,457	3,154	42,462
Insurance	20,986	2,336	1,393	-	2,238	2,227	2,249	2,145	1,563	2,214	37,351
Interest on long-term debt	13,581	2,429	-	-	482	1,045	703	372	-	952	19,564
Medical supplies	1,241	265	265	89	148	171	250	275	160	125	2,989
Miscellaneous	9,162	-	-	-	-	-	-	-	-	-	9,162
Office supplies	24,393	129	35	79	40	22	-	27	694	203	25,622
Payroll processing fees	41,891	-	-	-	-	-	-	-	-	-	41,891
Professional fees	8,653	-	-	-	-	-	-	-	-	-	8,653
Program support	7,730	1,239	745	141	1,434	466	1,469	985	1,075	1,286	16,570
Property taxes	17,922	3,654	-	-	2,766	4,503	3,204	2,379	-	3,090	37,518
Recreation	6,539	827	1,032	240	906	906	972	906	932	972	14,232
Recruitment	21,496	2,417	19,297	2,045	2,842	-	3,182	2,067	10,762	7,521	71,629
Rent	217,218	-	36,000	7,500	-	-	-	-	17,291	-	278,009
Repairs and maintenance	91,499	7,236	3,705	3,789	7,465	9,322	9,413	6,962	5,176	7,160	151,727
Staff development	107,700	562	411	77	945	1,244	1,264	293	740	712	113,948
Transportation	62,272	12,274	6,885	418	8,365	9,444	9,001	10,477	10,422	13,225	142,783
Utilities	58,629	8,029	6,746	1,526	6,351	10,530	8,054	7,076	7,661	8,906	123,508
Wages and employee benefits	3,791,896	392,683	416,433	36,388	369,395	653,556	457,347	302,240	569,937	433,181	7,423,056
	<u>3,774,478</u>	<u>524,643</u>	<u>568,226</u>	<u>61,663</u>	<u>486,394</u>	<u>821,110</u>	<u>600,331</u>	<u>407,073</u>	<u>726,811</u>	<u>574,836</u>	<u>8,545,565</u>
Difference between revenue and expenditure	<u>\$ 100,103</u>	<u>\$ (3,219)</u>	<u>\$ (27,477)</u>	<u>\$ (36,746)</u>	<u>\$ 7,636</u>	<u>\$ 1,327</u>	<u>\$ 30,560</u>	<u>\$ (5,804)</u>	<u>\$ (53,045)</u>	<u>\$ 4,953</u>	<u>\$ 18,288</u>

ARCANE HORIZON INC.
STATEMENT OF OPERATIONS

	Total page 2	Arthur Wright	McMurray	Queenston	Brock	Ferland	Cathcart	Special Independent Living	2025	2024
Revenue:										
Province of Manitoba (Note 7, Note 8)	\$ 8,319,961	\$ 898,491	\$ 793,757	\$ 161,905	\$ 106,649	\$ 100,203	\$ 109,296	\$ 623,586	\$ 11,113,848	\$ 10,622,674
Winnipeg Regional Health Authority	86,728	-	-	-	-	-	-	-	86,728	99,805
Employment income assistance	4,380	-	-	10,440	10,440	10,440	10,440	10,980	57,120	56,745
Donations and fundraising	55,570	-	-	-	-	-	-	-	55,570	33,585
Interest	1,697	-	-	-	-	-	-	-	1,697	857
Rental income	-	-	-	17,211	-	-	-	-	17,211	17,069
Amortization of deferred contributions (Note 5)	9,409	-	-	-	-	-	-	-	9,409	9,451
Resident contributions	12,590	-	-	-	-	-	-	-	12,590	9,355
Miscellaneous	73,518	(16)	-	-	-	-	-	-	73,502	92,943
	<u>8,563,853</u>	<u>898,475</u>	<u>793,757</u>	<u>189,556</u>	<u>117,089</u>	<u>110,643</u>	<u>119,736</u>	<u>634,566</u>	<u>11,427,675</u>	<u>10,942,484</u>
Administration fee	(357,941)	111,754	99,432	23,745	14,667	13,860	14,999	79,484	-	-
Advertising	2,034	-	-	-	-	-	-	-	2,034	2,137
Allowable surplus	13,917	4,638	-	-	-	-	-	4,639	23,194	-
Amortization	101,980	11,584	6,724	1,878	-	-	-	-	122,166	111,723
Bank charges	4,757	62	61	-	-	-	-	-	4,880	2,826
Board training	1,178	-	-	-	-	-	-	-	1,178	2,427
Food	171,059	17,356	14,965	-	-	-	-	-	203,380	201,537
Fundraising	15,753	-	-	-	-	-	-	-	15,753	14,082
Furniture	32,154	1,287	879	-	-	-	-	-	34,320	18,320
Household supplies	42,462	2,939	2,100	-	-	-	-	-	47,501	44,207
Insurance	37,351	2,148	2,185	2,227	-	-	-	-	43,911	55,106
Interest on long-term debt	19,564	3,779	959	171	-	-	-	-	24,473	28,281
Medical supplies	2,989	269	204	-	-	-	-	237	3,699	9,237
Miscellaneous	9,162	-	-	-	-	-	-	62	9,224	6,035
Office supplies	25,622	89	-	31	-	-	-	229	25,971	28,632
Payroll processing fees	41,891	-	-	-	-	-	-	-	41,891	35,244
Professional fees	8,653	-	-	-	-	-	-	230	8,883	7,191
Program support	16,570	4,076	1,446	-	-	-	-	2,001	24,093	24,422
Property taxes	37,518	3,798	3,465	3,193	-	-	-	-	47,974	47,047
Recreation	14,232	972	1,234	-	-	-	-	248	16,686	17,561
Recruitment	71,629	11,664	969	-	-	-	-	1,220	85,482	175,254
Rent	278,009	-	-	-	-	-	-	49,303	327,312	317,385
Repairs and maintenance	151,727	11,535	10,337	886	-	-	-	280	174,765	205,428
Staff development	113,948	1,463	507	-	-	-	-	762	116,680	81,239
Transportation	142,783	12,935	10,786	7,655	6,241	8,692	8,803	34,111	232,006	218,540
Utilities	123,508	8,112	8,907	7,389	469	469	-	4,583	153,437	152,713
Wages and employee benefits	<u>7,423,056</u>	<u>666,359</u>	<u>554,721</u>	<u>38,586</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>419,257</u>	<u>9,101,979</u>	<u>8,553,865</u>
	<u>8,545,565</u>	<u>876,819</u>	<u>719,881</u>	<u>166,029</u>	<u>107,101</u>	<u>107,088</u>	<u>111,961</u>	<u>596,646</u>	<u>11,231,090</u>	<u>10,699,744</u>
Difference between revenue and expenditure	<u>\$ 18,288</u>	<u>\$ 21,656</u>	<u>\$ 73,876</u>	<u>\$ 23,527</u>	<u>\$ 9,988</u>	<u>\$ 3,555</u>	<u>\$ 7,775</u>	<u>\$ 37,920</u>	<u>\$ 196,585</u>	<u>\$ 242,740</u>