

(Unaudited)

ROYAL CANADIAN AIR FORCE ASSOCIATION TRUST

FINANCIAL STATEMENTS

JUNE 30, 2024

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Trustees of the Royal Canadian Air Force Association Trust:

I have reviewed the accompanying financial statements of the Royal Canadian Air Force Association Trust that comprise the balance sheet as at June 30, 2024 and the statements of revenue and expenses, changes in net assets and cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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.

Practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of the Royal Canadian Air Force Association Trust 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.



Ottawa, September 3, 2024

Ted R. Lupinski, C.P.A. Professional Corporation,
Authorized to practice public accounting by CPA Ontario

(Unaudited)

ROYAL CANADIAN AIR FORCE ASSOCIATION TRUST

BALANCE SHEET - JUNE 30, 2024

ASSETS

	<u>2024</u>	<u>2023</u>
<u>Current Assets</u>		
Cash - unrestricted	\$ 67,063	\$ 35,732
- restricted (note 2)	105,901	115,126
Investments	26,583	50,751
Prepaid expenses	-	1,111
	<u>\$ 199,547</u>	<u>\$ 202,720</u>

LIABILITIES

<u>Current Liabilities</u>		
Accounts payable and accrued liabilities	\$ 3,955	\$ 3,697
Deferred contributions (note 5)	<u>105,901</u>	<u>115,126</u>
	109,856	118,823

NET ASSETS

<u>Net Assets</u>	<u>89,691</u>	<u>83,897</u>
	<u>\$ 199,547</u>	<u>\$ 202,720</u>

SIGNED ON BEHALF OF THE TRUST

_____ Trustee

_____ Trustee

(Unaudited)

ROYAL CANADIAN AIR FORCE ASSOCIATION TRUST

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2024

	<u>2024</u>	<u>2023</u>
<u>Balance, beginning of year</u>	\$ 83,897	\$ 69,334
<u>Excess of revenue over expenses</u>	<u>5,794</u>	<u>14,563</u>
<u>Balance, end of year</u>	<u>\$ 89,691</u>	<u>\$ 83,897</u>

(Unaudited)

ROYAL CANADIAN AIR FORCE ASSOCIATION TRUST

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED JUNE 30, 2024

	<u>2024</u>	<u>2023</u>
<u>Revenue</u>		
Individual and corporate contributions		
Undesignated	\$ 19,647	\$ 16,768
201 Wing	1,000	-
408 Squadron Association	576	288
410 Wing	-	10,000
413 Wing	8,018	-
427 London Wing	4,932	12,960
427 Squadron Association	862	514
441 Wing	3,061	461
602 Wing	-	100
700 Wing	9,800	-
879 Wing	2,600	-
Air Cadet 102	-	1,000
Air Cadet League of Canada	25,455	-
Air Cadet Squadron in PEI	-	1,000
Air Force magazine	6,954	-
Bomber Command Memorial	-	3,000
Caim NAFMoC	5,000	-
Centenary of the RCAF	35,203	2,015
Ligue des cadets de l'Air (CPQVO)	-	5,000
Queen's Jubilee Pageant June 2022	-	2,545
RCAF Association	15,595	-
RCAF Airwomen reunion	1,500	-
RCAF Foundation	28,310	489,346
SPAADS Legacy	46,293	-
Stocky Edwards Legacy Trust	752	3,479
Donations in kind	-	355
Investment income	1,894	1,241
	<u>217,452</u>	<u>550,072</u>
<u>Expenses</u>		
Grant to 427 London Wing	4,785	12,684
Grant to Air Cadet League of Canada	70,000	-
Carried forward	<u>\$ 74,785</u>	<u>\$ 12,684</u>

(Unaudited)

ROYAL CANADIAN AIR FORCE ASSOCIATION TRUST

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED JUNE 30, 2024

	<u>2024</u>	<u>2023</u>
<u>Expenses</u>		
Brought forward	\$ 74,785	\$ 12,684
Grant to Air Cadet 102	-	975
Grant to Air Cadet Squadron in PEI	-	1,000
Grant to Canadian Warplane Heritage Museum	3,900	-
Grant to Queen's Jubilee Pageant June 2022	-	2,545
201 Wing	1,000	-
408 Squadron Association	561	281
427 Squadron Association	840	261
410 Wing	-	10,000
413 Wing 100	7,818	449
441 Wing	2,985	-
602 Wing	-	100
700 Wing	9,555	-
879 Wing	2,535	-
Air Force Museum	-	2,500
Air Force Magazine	6,954	355
RCAF Airwomen reunion	1,500	-
Caim NAFMoC	5,000	-
Centenary of the RCAF	35,198	2,013
Donations	-	6,737
Interment of Captain Musselman	9,554	-
Ligue des cadets de l'Air (CPQVO)	-	5,000
RCAF Ball ticket	-	160
RCAF Foundation	43,280	478,210
Stocky Edwards Legacy Trust	752	3,479
VE Day 75th Anniversary	-	500
Office	1,390	3,462
Bank charges	96	843
Professional fees	3,955	3,955
	<u>211,658</u>	<u>535,509</u>
<u>Excess of revenue over expenses</u>	<u>\$ 5,794</u>	<u>\$ 14,563</u>

(Unaudited)

ROYAL CANADIAN AIR FORCE ASSOCIATION TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2024

	<u>2024</u>	<u>2023</u>
OPERATING ACTIVITIES		
Excess of revenue over expenses	\$ 5,794	\$ 14,563
Net change in non-cash working capital items	16,312	(6,783)
	<u>22,106</u>	<u>7,780</u>
INVESTING ACTIVITIES	<u>-</u>	<u>-</u>
FINANCING ACTIVITIES	<u>-</u>	<u>-</u>
NET CHANGE IN CASH	22,106	7,780
CASH, BEGINNING OF YEAR	<u>150,858</u>	<u>143,078</u>
CASH, END OF YEAR	<u>\$ 172,964</u>	<u>\$ 150,858</u>

ROYAL CANADIAN AIR FORCE ASSOCIATION TRUST

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

PURPOSE OF THE ORGANIZATION

The Royal Canadian Air Force Association Trust (the "Trust") is affiliated with the Royal Canadian Air Force Association/Association de l'Aviation royale canadienne, created in accordance with the Trust Agreement, and is responsible for raising and distributing funds at the national level for the Association's charitable programs. The Trust is a registered charitable organization.

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The Trust's significant accounting policies are as follows:

(a) Revenue Recognition

The Trust follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which related restrictions are met. Unrestricted contributions are recognized as revenue when received or receivable, if the amount can be reasonably estimated and collection is reasonably assured.

(b) Volunteer Services

The Trust receives the services of volunteers, the cost of which cannot be reasonably estimated. Therefore, no representation of this expense has been included in these financial statements.

(c) Financial Instruments

The Trust's financial instruments consist of cash, investments, accounts payable and accrued liabilities and deferred contributions.

It is management's opinion that the Trust is not exposed to significant interest rate, currency, liquidity or credit risks arising from these financial instruments.

ROYAL CANADIAN AIR FORCE ASSOCIATION TRUST

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

1. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(d) Use of estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue and expenses and the disclosure of contingent assets and liabilities. Actual results could differ from management's best estimates as additional information becomes available in the future.

(e) Investments

Investments consist of term deposits and accrued interest.

2. CASH RESTRICTED

During the year the Trust acted as administrator for the projects of the 408 Squadron Association, 410 Wing, 427 Squadron Association, 441 Wing, 621 AC St. Laurent Sqn, 700 Wing, Air Cadet - 102, Air Cadet League of Canada, Air Cadet Medals, Air Force Magazine, Air Force Museum, Battle of Britain, Benevolence Fund, Cairn NAFMoC, Canadian Warplane Heritage Museum, Centenary of the RCAF, Queen's Jubilee Pageant June 2022, the RAF Wick Gate Guardian, the RCAF Association Fund, the RCAF Association Ambassador Fund, the RCAF Foundation, the RCAF Heritage Fund, the Snowbirds Anniversary Fund, the SPAADS Legacy Fund, the Stocky Edwards Legacy Trust and the Vimy Flight Funds held in the Trust bank account relating to these projects which have not yet been disbursed are recorded in deferred revenue (note 5). The amounts will be recognized as revenue and expenses when the funds are disbursed.

3. RELATED PARTY TRANSACTIONS

The Royal Canadian Air Force Association Trust is affiliated with the Royal Canadian Air Force Association of Canada/Association de l'Aviation royale canadienne. The entities share office space and administrative services.

4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

The Trust had no liability for either sales taxes or payroll and withholding taxes on its balance sheet.

ROYAL CANADIAN AIR FORCE ASSOCIATION TRUST

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

5. DEFERRED CONTRIBUTIONS

	Balance - beginning of year	Amounts received during the year	Amounts recognized as revenue during the	Balance - end of year
201 Wing	\$ -	\$ 37,919	\$ (1,000)	\$ 36,919
394 Wing	-	379	-	379
408 Squadron Association	192	576	(576)	192
410 Wing	656	1,555	-	2,211
413 Wing	-	8,168	(8,018)	150
427 Squadron Association	115	785	(862)	38
441 Wing	-	3,061	(3,061)	-
621 AC St Laurent Sqn	192	-	-	192
700 Wing - Halifax 57	1,000	1,000	-	2,000
700 Wing - Project	-	9,800	(9,800)	-
Air Cadet - 102	1,000	-	-	1,000
Air Cadet League of Canda	24,496	1,444	(25,455)	485
Air Cadet Medals	4,232	-	-	4,232
Air Force Magazine	6,906	148	(6,954)	100
Air Force Museum	2,218	72	-	2,290
Battle of Britain	100	2,500	(2,600)	-
Benevolence Fund	325	-	-	325
Cairn NAFMoC	-	11,276	(5,000)	6,276
Canadian Warplane Heritage Museum	158	48	-	206
Centenary of the RCAF	280	34,923	(35,203)	-
Queen's Jubilee Pageant June 2022	71	-	-	71
RAF Wick Gate Guardian	24	-	-	24
RCAF Association Fund	15,595	-	(15,595)	-
RCAF Association Ambassador Fund	2,422	-	-	2,422
RCAF Foundation	718	27,596	(28,310)	4
RCAF Heritage Fund	241	-	-	241
Snowbirds Anniversary Fund	695	-	-	695
SPAADS Legacy Fund	7,313	38,980	(46,293)	-
Stocky Edwards Legacy Trust	46,127	24	(752)	45,399
Vimy Flight	50	-	-	50
	<u>\$ 115,126</u>	<u>\$ 180,254</u>	<u>\$ (189,479)</u>	<u>\$ 105,901</u>