

CKUA RADIO FOUNDATION
Financial Statements
Year Ended August 31, 2025

CKUA RADIO FOUNDATION
Index to Financial Statements
Year Ended August 31, 2025

	Page
INDEPENDENT AUDITOR'S REPORT	3 - 4
FINANCIAL STATEMENTS	
Statement of Financial Position	5
Statement of Operations	6
Statement of Changes in Net Assets	7
Statement of Cash Flows	8
Notes to Financial Statements	9 - 17

INDEPENDENT AUDITOR'S REPORT

To the Directors of CKUA Radio Foundation

Qualified Opinion

We have audited the financial statements of CKUA Radio Foundation (CKUA), which comprise the statement of financial position as at August 31, 2025, and the statements of operations, 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, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of CKUA as at August 31, 2025, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Qualified Opinion

In common with many not-for-profit organizations, CKUA derives revenue from donations the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of CKUA. Therefore, we were not able to determine whether any adjustments might be necessary to donation revenue, excess of revenues over expenses, and cash flows from operations for the year ended August 31, 2025, current assets and net assets as at August 31, 2025.

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 CKUA in accordance with 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 qualified 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 ASNPO, 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 CKUA'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 CKUA or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing CKUA'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.

(continues)

Independent Auditor's Report To the Directors of CKUA Radio Foundation *(continued)*

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 CKUA'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 CKUA'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 CKUA 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.

Edmonton, Alberta
January 23, 2026



CHARTERED PROFESSIONAL ACCOUNTANTS


CKUA RADIO FOUNDATION
Statement of Financial Position
August 31, 2025

	2025	2024
ASSETS		
CURRENT		
Cash	\$ 286,578	\$ 964,452
Externally restricted cash (Note 3)	168,261	102,622
Internally restricted cash (Note 4)	304,322	1,166,105
Short-term investments (Note 5)	1,300,000	423,004
Accounts receivable (Note 15)	2,005,725	323,680
Prepaid expenses	240,725	217,161
	4,305,611	3,197,024
PROPERTY AND EQUIPMENT (Note 6)	14,281,136	14,810,468
	\$ 18,586,747	\$ 18,007,492
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities (Note 7)	\$ 860,075	\$ 740,445
Deferred revenue (Note 8)	-	100,000
Deferred contributions related to programming and projects (Note 9)	498,810	641,391
Current portion of long-term debt (Note 10)	331,272	-
Demand loans (Note 11)	-	5,969,000
	1,690,157	7,450,836
LONG-TERM DEBT (Note 10)	4,416,880	-
DEFERRED CONTRIBUTIONS RELATED TO PROPERTY AND EQUIPMENT (Note 12)	7,462,237	7,817,453
	13,569,274	15,268,289
NET ASSETS		
Unrestricted	1,880,621	549,083
Internally restricted (Note 13)	1,066,105	1,166,105
Invested in property and equipment	2,070,747	1,024,015
	5,017,473	2,739,203
	\$ 18,586,747	\$ 18,007,492


LEASE COMMITMENTS (Note 14)

SUBSEQUENT EVENT (Note 15)

APPROVED BY THE DIRECTORS


Katya Milani (Feb 3, 2026 13:18:09 MST)

Director



Director

See notes to financial statements

CKUA RADIO FOUNDATION
Statement of Operations
Year Ended August 31, 2025

	2025	2024
REVENUE		
Donations	\$ 6,656,014	\$ 5,480,258
Gaming	1,434,109	1,273,734
Prairies Economic Development Canada (Note 15)	1,405,000	-
Sponsorships and promotional sales	645,761	575,153
Building rentals	403,888	325,761
Amortization of deferred contributions related to property and equipment	355,216	388,857
Grant revenue recognized (Note 16)	161,790	157,318
Tower rentals	120,815	124,603
Other including interest and foreign exchange	100,996	87,083
	<u>11,283,589</u>	<u>8,412,767</u>
EXPENSES		
Programming	1,796,597	1,685,349
General administration	1,236,573	1,066,195
Fundraising (Note 19)	1,223,597	1,203,219
Studio and transmitter technical	1,208,423	1,229,174
Marketing, sales and community outreach	1,123,195	991,063
Raffle	776,594	706,613
Building	657,339	613,218
Interest on loans	364,701	518,689
Amortization of contributed property and equipment	355,216	388,857
Amortization of internally funded property and equipment	267,177	267,165
	<u>9,009,412</u>	<u>8,669,542</u>
REVENUE OVER (UNDER) EXPENSES	2,274,177	(256,775)
OTHER INCOME		
Gain on disposal of property and equipment	4,093	3,900
REVENUE OVER (UNDER) EXPENSES	\$ 2,278,270	\$ (252,875)

See notes to financial statements

CKUA RADIO FOUNDATION
Statement of Changes in Net Assets
Year Ended August 31, 2025

	Unrestricted	Internally restricted	Invested in property and equipment	2025	2024
NET ASSETS - BEGINNING OF YEAR	\$ 549,083	\$ 1,166,105	\$ 1,024,015	\$ 2,739,203	\$ 2,992,078
Revenue over (under) expenses	2,545,447	-	(267,177)	2,278,270	(252,875)
Transfers (<i>Note 13</i>)	100,000	(100,000)	-	-	-
Repayment of debt	(1,220,848)	-	1,220,848	-	-
Purchase of equipment	(93,061)	-	93,061	-	-
NET ASSETS - END OF YEAR	\$ 1,880,621	\$ 1,066,105	\$ 2,070,747	\$ 5,017,473	\$ 2,739,203

See notes to financial statements

CKUA RADIO FOUNDATION
Statement of Cash Flows
Year Ended August 31, 2025

	2025	2024
OPERATING ACTIVITIES		
Revenue over (under) expenses	\$ 2,278,270	\$ (252,875)
Items not affecting cash:		
Amortization of deferred capital contributions	(355,216)	(388,857)
Amortization of contributed property and equipment	355,216	388,857
Amortization of internally funded property and equipment	267,177	267,165
Gain on disposal of property and equipment	(4,093)	(3,900)
	<u>2,541,354</u>	<u>10,390</u>
Changes in non-cash working capital:		
Accounts receivable	(1,682,045)	(55,573)
Prepaid expenses	(23,564)	15,346
Accounts payable and accrued liabilities	119,630	35,033
Deferred revenue	(100,000)	96,284
Deferred contributions related to programming and projects	(142,581)	145,666
	<u>(1,828,560)</u>	<u>236,756</u>
	<u>712,794</u>	<u>247,146</u>
INVESTING ACTIVITIES		
Proceeds from sale of investments	423,004	329,326
Purchase of equipment	(93,061)	(172,653)
Proceeds on disposal of property and equipment	4,093	3,900
Proceeds received for purchase of property and equipment	-	75,979
Purchase of short-term investments	(1,300,000)	(123,004)
	<u>(965,964)</u>	<u>113,548</u>
FINANCING ACTIVITIES		
Net (additions) reductions of restricted cash	(65,639)	90,872
Net reductions (additions) of internally restricted cash	861,783	(15,215)
Repayment of demand loans	(5,969,000)	(22,001)
Long-term debt proceeds received	5,779,000	-
Repayment of long-term debt	(1,030,848)	-
	<u>(424,704)</u>	<u>53,656</u>
(DECREASE) INCREASE IN CASH	(677,874)	414,350
Cash - beginning of year	<u>964,452</u>	<u>550,102</u>
CASH - END OF YEAR	\$ 286,578	\$ 964,452

See notes to financial statements

CKUA RADIO FOUNDATION
Notes to Financial Statements
Year Ended August 31, 2025

1. NATURE OF OPERATIONS

CKUA Radio Foundation (“CKUA”) is incorporated provincially under the Societies Act of Alberta. As a registered charity, CKUA is exempt from income taxes under Section 149(1) of the Income Tax Act.

CKUA acquired the assets of the CKUA Radio Network from the Alberta Educational Communications Corporation and commenced operations on August 1, 1994. CKUA Radio broadcasts music, arts and culture programs throughout greater Alberta on FM radio and around the world on ckua.com.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash

Cash is defined as cash in the bank, net of outstanding deposits and outstanding cheques issued at the reporting date.

Short-term investments

Short-term investments are recorded at cost plus accrued interest and are defined as term deposits with maturity dates of less than a year.

Long-term investments

Long-term investments are recorded at cost plus accrued interest and are defined as non-redeemable term deposits with maturity dates greater than one year.

Property and equipment

Property and equipment are recorded at cost and are amortized over their estimated useful lives using the various methods at the following rates:

Building CKUA Edmonton	40 years	straight-line method
Studio and technical equipment	10%	declining balance method
Transmission equipment	20%	declining balance method
Building - transmitter sites	10%	declining balance method
IT equipment	30%	declining balance method
On-demand platform	2 years	straight-line method
Office furniture and equipment	20%	declining balance method
Automotive	5 years	straight-line method
Computer software - major systems	10%	declining balance method
Leasehold improvements	term of the lease	straight-line method

(continues)

CKUA RADIO FOUNDATION
Notes to Financial Statements
Year Ended August 31, 2025

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

Revenue recognition

CKUA follows the deferral method of accounting for contributions.

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. Pledges are not recognized as revenue until received because their ultimate collection cannot be reasonably determined.

Contributions that are externally restricted for purposes other than the purchase of property and equipment are recognized as revenue in the year in which the related expenses are incurred. Contributions that are externally restricted for the purchase of property and equipment are deferred until the amounts are invested in property and equipment. Contributions invested in property and equipment, excluding land, are amortized to revenue on the same basis as the related assets.

Sponsorship and promotional revenue is recognized over the period that the advertising airs.

Building rental revenue is recognized once it has been earned and collection is reasonably assured.

Tower rental revenue is recognized over the term of the rental agreement.

Interest revenue is recognized on an accrual basis.

Contributed materials and services

Donated materials are reflected in the financial statements at fair value if fair value can be reasonably estimated. Donated services, including volunteer time, are not reflected in the financial statements because of the difficulty in determining their fair value. During the year, approximately 3,810 hours (2,623 hours in 2024) (hours are unaudited) of volunteer time was donated to CKUA.

CKUA enters into agreements whereby materials or services are acquired in exchange for advertising. The in-kind sponsorship and donation transactions are recorded at the estimated fair value of the advertising period.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date.

Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the amounts reported in the financial statements. Significant estimates include the useful life of property and equipment, accrued liabilities, deferred contributions, and deferred contributions related to property and equipment. By their nature, these estimates are subject to measurement uncertainty and actual results could differ.

CKUA RADIO FOUNDATION
Notes to Financial Statements
Year Ended August 31, 2025

3. EXTERNALLY RESTRICTED CASH

	<u>2025</u>	<u>2024</u>
Alberta Gaming, Liquor and Cannabis Commission	\$ 168,251	\$ 45,474
Government of Alberta three year operating grant	-	57,148
	<u>\$ 168,251</u>	<u>\$ 102,622</u>

Included in externally restricted cash are amounts required under funding agreements to be held in separate, interest bearing accounts. Interest earned on unspent funds is similarly restricted under the agreements. During the year, \$0 (2024--\$33) of interest was restricted.

4. INTERNALLY RESTRICTED CASH

	<u>2025</u>	<u>2024</u>
Internally restricted portion of proceeds from sale of towers	\$ 304,322	\$ 1,066,105
Internally restricted cash for fall 2024 fundraising campaign	-	100,000
	<u>\$ 304,322</u>	<u>\$ 1,166,105</u>

5. INVESTMENTS

	<u>2025</u>	<u>2024</u>
Guaranteed investment certificate bearing interest at 2.75% and maturing on November 07, 2025	\$ 1,000,000	\$ -
Guaranteed investment certificate bearing interest at 3.00% and maturing on September 27, 2025	300,000	-
Guaranteed investment certificate bearing interest at 4.72% and matured on September 21, 2024	-	300,000
Guaranteed investment certificate bearing interest at 4.05% and matured on October 21, 2024	-	123,004
	<u>\$ 1,300,000</u>	<u>\$ 423,004</u>

\$761,783 of the \$1,000,000 investment is internally restricted remainder of proceeds from sale of towers.

CKUA RADIO FOUNDATION
Notes to Financial Statements
Year Ended August 31, 2025

6. PROPERTY AND EQUIPMENT

	Cost	Accumulated amortization	2025 Net book value	2024 Net book value
Building - CKUA Edmonton	\$ 17,784,511	\$ 5,497,148	\$ 12,287,363	\$ 12,731,976
Land	1,270,800	-	1,270,800	1,270,800
Studio and technical equipment	935,595	670,315	265,280	294,756
Transmission equipment	1,912,689	1,629,254	283,435	263,588
Building - transmitter sites	218,253	157,604	60,649	75,811
IT equipment	448,613	404,852	43,761	62,747
On-demand platform	149,792	149,792	-	37,448
Office furniture and fixtures	416,996	381,684	35,312	31,361
Automotive	46,963	31,833	15,130	21,614
Computer software - major systems	358,408	339,002	19,406	20,367
Leasehold improvements	460,942	460,942	-	-
	\$ 24,003,562	\$ 9,722,426	\$ 14,281,136	\$ 14,810,468

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Included in accounts payable and accrued liabilities is the following government remittance:

	2025	2024
Payroll deductions	\$ 22,704	\$ 11,468

8. DEFERRED REVENUE

The prior year consisted of \$100,000 from the Calgary Community Foundation for the 2024 fall fundraiser campaign.

9. DEFERRED CONTRIBUTIONS RELATED TO PROGRAMMING AND PROJECTS

Deferred contributions relates to operating funding restricted for future periods or restricted for programming or projects for which expenses have not yet been incurred.

	2025	2024
Balance, beginning of year	\$ 641,391	\$ 495,725
Contributions received in year	1,453,318	1,652,679
Interest restricted	-	18
Amounts recognized as gaming revenue	(1,434,109)	(1,273,734)
Amounts recognized as grant revenue	(161,790)	(157,318)
Amounts transferred to unamortized deferred capital contributions	-	(75,979)
Balance, end of year	\$ 498,810	\$ 641,391

CKUA RADIO FOUNDATION
Notes to Financial Statements
Year Ended August 31, 2025

10. LONG-TERM DEBT

	<u>2025</u>	<u>2024</u>
Non-revolving loan bearing interest at prime plus 1.55% per annum, repayable in monthly payments of \$27,606 plus interest starting January 31, 2025. The loan matures on December 31, 2027.	\$ 4,748,152	\$ -
Amounts payable within one year	(331,272)	-
	<u>\$ 4,416,880</u>	<u>\$ -</u>

Principal repayment terms are approximately:

2026	\$ 331,272
2027	331,272
2028	<u>4,085,608</u>
	<u>\$ 4,748,152</u>

Interest paid on the loan totalled \$227,380.

From September to December 2024 \$190,000 principal payments were made on the demand loans. In January 2025, the two demand loans were combined into a new non-revolving credit facility with an initial repayment of \$810,000 plus monthly principal payments of \$27,606.

The loan is secured by a general security agreement from borrower providing a security interest over all present and after acquired personal property, mortgage from borrower in the amount of \$13,850,000 constituting a first fixed charge on land, and a general assignment of rents and leases relating to land and assignment of monies on deposit. In addition, CKUA must maintain a minimum overall balance of \$500,000 in cash and short-term investments.

11. DEMAND LOANS

	<u>2025</u>	<u>2024</u>
Non-revolving demand loan to a maximum of \$5,750,000, bearing interest at prime plus 2.0%, is payable in full on demand. During the year the loan was rolled into a new non-revolving loan January 8, 2025.	\$ -	\$ 5,750,000
Non-revolving demand loan to a maximum of \$250,000, bearing interest at prime plus 2.0%, is payable in full on demand. During the year the loan was rolled into a new non-revolving loan January 8, 2025.	-	<u>219,000</u>
	<u>\$ -</u>	<u>\$ 5,969,000</u>

Interest paid on demand loan totalled \$137,321 (2024--\$518,689).

CKUA RADIO FOUNDATION
Notes to Financial Statements
Year Ended August 31, 2025

12. DEFERRED CONTRIBUTIONS RELATED TO PROPERTY AND EQUIPMENT

Deferred contributions related to property and equipment represent contributions received to fund the cost of property and equipment additions. The changes in deferred contributions related to property and equipment for the year are as follows:

	<u>2025</u>	<u>2024</u>
Balance, beginning of year	\$ 7,817,453	\$ 8,130,331
Amounts transferred from deferred grant revenue	-	75,979
Amortization of deferred contributions	<u>(355,216)</u>	<u>(388,857)</u>
Balance, end of year	<u>\$ 7,462,237</u>	<u>\$ 7,817,453</u>

13. INTERNALLY RESTRICTED NET ASSETS

Internally restricted net assets accounts for internally restricted amounts. The internally restricted amounts are assigned by the Board for specific purposes including the preservation and viability of CKUA and may be designated to support operations and maintenance or acquisition of capital equipment and facilities.

The Board has internally restricted proceeds from sale of towers \$1,066,105 (2024--\$1,166,105). Funds are held in internally restricted cash and investments in notes 4 and 5.

The purpose of all the internally restricted fund is as follows:

- Ensure Economic Sustainability – to support the rejuvenation of donor base, major donors, and data enhancement for future fundraising efforts in both donations and sales and sponsorship.
 - Ensure Technology Sustainability – to support appropriate technology infrastructure spending for programming, transmission and administration
 - Ensure Programming Sustainability – to support changes in programming and platforms that CKUA uses to reach its customers
 - Ensure Community Sustainability – to support the music, arts and culture community
-

CKUA RADIO FOUNDATION
Notes to Financial Statements
Year Ended August 31, 2025

14. LEASE COMMITMENTS

CKUA has entered into a premises lease agreement ending September 30, 2026 for the Calgary studio. The minimum lease payments as at August 31, 2025 are below.

CKUA has entered into various tower, transmitter, satellite and major cloud platform service lease agreements which expire between July 2027 and August 2029. The minimum lease payments due under these agreements are below.

	Building	Equipment	Total
2026	\$ 16,830	\$ 335,136	\$ 351,966
2027	1,403	303,615	305,018
2028	-	161,530	161,530
2029	-	43,475	43,475
	<u>\$ 18,233</u>	<u>\$ 843,756</u>	<u>\$ 861,989</u>

15. SUBSEQUENT EVENT

Subsequent to year end, an agreement was signed with Prairies Economic Development Canada (PrairiesCan) to provide up to \$10,984,225 in funding for approved projects to be completed by March 31, 2027. The federal program focuses on diversifying the economy by supporting business development, innovation and community economic growth in the prairies. PrairiesCan also provides funding for various initiatives aimed at enhancing the economic landscape of Western Canada. Dollars are available to CKUA only after submission of accepted documentation of spending on allowed projects is audited and authorized by PrairiesCan. Dollars not spent during the approved period are forfeited. In the current year, a receivable of \$1,405,000 was recorded related to eligible expenditures under the terms of the agreement.

16. GRANT REVENUE RECOGNIZED

	2025	2024
Calgary Arts Foundation	\$ 60,000	\$ 30,000
Government of Alberta	57,120	57,059
Edmonton Arts Council	24,100	24,100
Government of Canada - Canada summer jobs	14,225	11,159
Government of Alberta McDougall Series	4,490	1,000
Alberta Culture	1,855	-
Rozsa Foundation grant	-	19,000
Calgary Foundation	-	15,000
	<u>\$ 161,790</u>	<u>\$ 157,318</u>

CKUA RADIO FOUNDATION
Notes to Financial Statements
Year Ended August 31, 2025

17. DEFINED CONTRIBUTION PENSION PLAN

CKUA implemented a defined contribution pension plan on December 1, 2003, covering substantially all full-time and part-time employees. Contributions to the plan are based on a mandatory minimum contribution of 2% by participants in which CKUA contributes a maximum of 3% (3% in 2024) of their annual salary. During the year, the pension expense was \$171,032 (\$76,838 in 2024) and has been recorded as benefits and allocated to various expense categories. 2025 pension expense includes \$80,000 payout package (\$0 in 2024).

18. ENDOWMENT FUND

In fiscal 2007, the Board approved the establishment of an endowment fund. The CKUA Endowment Fund is a singular entity comprising two separate administrative units administered by The Calgary Foundation (“TCF”) and the Edmonton Community Foundation (“ECF”).

Under the terms of the agreements with TCF the endowment fund is characterized as a permanent endowment and is recorded in the accounts of the TCF. Accordingly, the endowment assets are not recognized in the financial statements of CKUA. The CKUA Endowment Fund shall continue indefinitely and shall be on the basis of a perpetual life. As at August 31, 2024 the TCF endowment fund has reached \$221,351 (\$197,877 in 2024).

CKUA is the beneficiary of a number of endowment funds (the “Funds”) held by the ECF and created to provide ongoing, dependable support for CKUA. CKUA currently receives income on each fund annually. These funds are not reflected in these financial statements. At the most recent year-end of ECF which is December 31, 2024, the fair market value of all of these funds amounted to \$2,107,635 (\$1,902,199 as of December 31, 2023).

19. CHARITABLE FUND-RAISING ACT (ALBERTA)

The following supplementary information is disclosed in compliance with the Charitable Fund-raising Act (Alberta) and related regulations:

	2025
Salaries and benefits for fund development, donor relations, and administrative support	1,130,633
Other ancillary costs associated with fundraising and donations	92,964
	\$ 1,223,597

The majority of this cost is salaries and benefits, and the allocations are based on estimated time spent on major fundraising activities. Other costs allocated are \$92,964 of processing fees for donations.

CKUA RADIO FOUNDATION
Notes to Financial Statements
Year Ended August 31, 2025

20. FINANCIAL INSTRUMENTS

CKUA is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about CKUA's risk exposure and concentration as of August 31, 2025.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. CKUA is exposed to credit risk from customers. In order to reduce its credit risk, CKUA reviews a new customer's credit history before extending credit and conducts regular reviews of its existing customers' credit performance. CKUA has a significant number of customers which minimizes concentration of credit risk.

It is management's opinion that there is no significant credit risk as of August 31, 2025.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. CKUA is exposed to this risk mainly in respect of its accounts payable and accrued liabilities. Management believes there is no significant liquidity risk as at August 31, 2025.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the CKUA manages exposure through its normal operating and financing activities. CKUA is exposed to interest rate risk on its variable interest rate on long term debt.


CKUA RADIO FOUNDATION - FS 2025


Final Audit Report


2026-02-03


Created:	2026-01-27
By:	Karen Jancelewicz (kjancelewicz@petersonwalker.ab.ca)
Status:	Signed
Transaction ID:	CBJCHBCAABAAAd8UC5ysTB7m1bFRYYvRkkqTaoZoa3ecm


"CKUA RADIO FOUNDATION - FS 2025" History


 Document created by Karen Jancelewicz (kjancelewicz@petersonwalker.ab.ca)
2026-01-27 - 5:35:47 PM GMT


 Document emailed to kathylmilani@gmail.com for signature
2026-01-27 - 5:35:52 PM GMT


 Document emailed to Neil Matheson (nmathesoncorp@gmail.com) for signature
2026-01-27 - 5:35:53 PM GMT


 Email viewed by kathylmilani@gmail.com
2026-01-27 - 6:20:24 PM GMT


 Email viewed by Neil Matheson (nmathesoncorp@gmail.com)
2026-01-29 - 8:08:22 AM GMT

 Document e-signed by Neil Matheson (nmathesoncorp@gmail.com)
Signature Date: 2026-01-29 - 8:08:47 AM GMT - Time Source: server

 Email viewed by kathylmilani@gmail.com
2026-02-03 - 7:58:48 PM GMT

 Signer kathylmilani@gmail.com entered name at signing as Kathy Milani
2026-02-03 - 8:18:07 PM GMT

 Document e-signed by Kathy Milani (kathylmilani@gmail.com)
Signature Date: 2026-02-03 - 8:18:09 PM GMT - Time Source: server

 Agreement completed.
2026-02-03 - 8:18:09 PM GMT