SHERWOOD PARK
ALLIANCE CHURCH

2026 Financial Statements

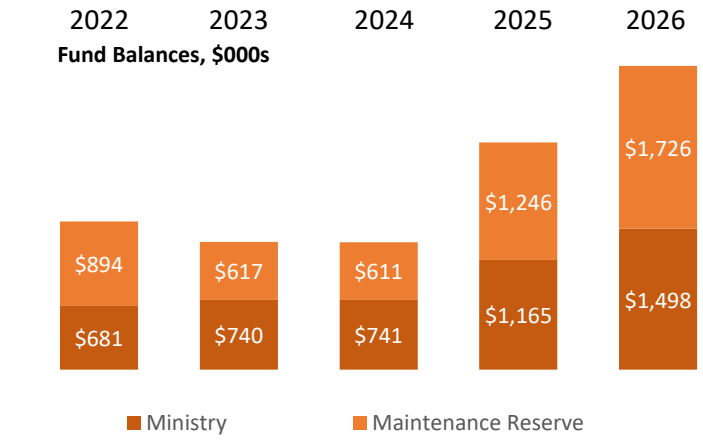


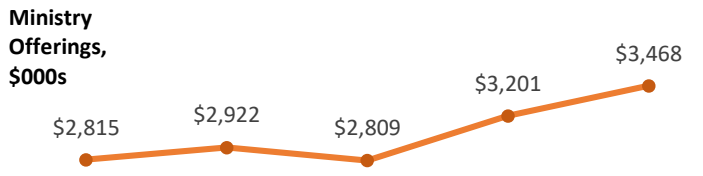
FINANCIAL HIGHLIGHTS FOR YEAR ENDING AUG 31, 2026

SHERWOOD PARK ALLIANCE CHURCH

CHURCH OPERATIONS

Each year Ministry funds are contributed to the Maintenance Reserve Fund (MRF) to support major maintenance projects. This year there were two major projects. South Gym Phase 1 cost $322,000. This was all covered by the SCA Society's contributions to MRF. Maintencance of the atrium and auditorium envelope cost $245,386 and was covered by the SPAC's contributions. Other projects that were completed included parking lot seal and repair ($53,000) and sidewalk repairs ($25,000) at Clover Bar campus

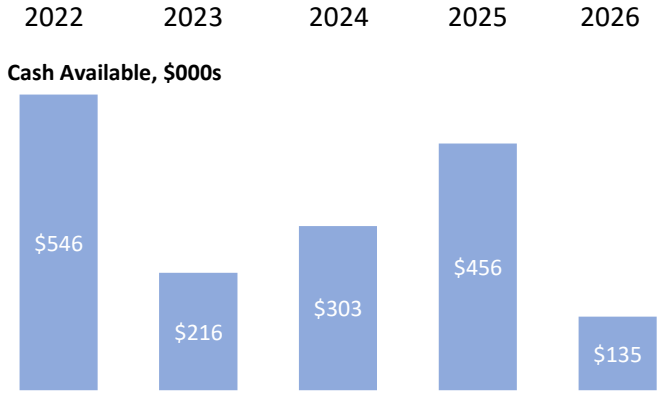


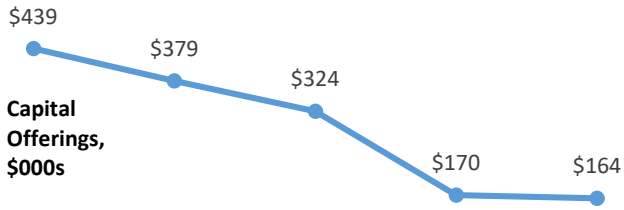


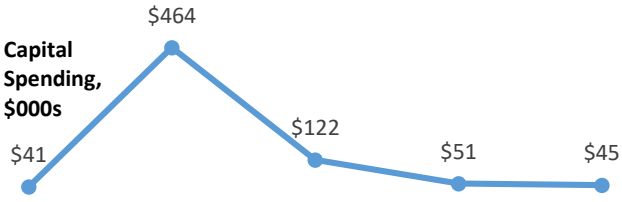


CAPITAL

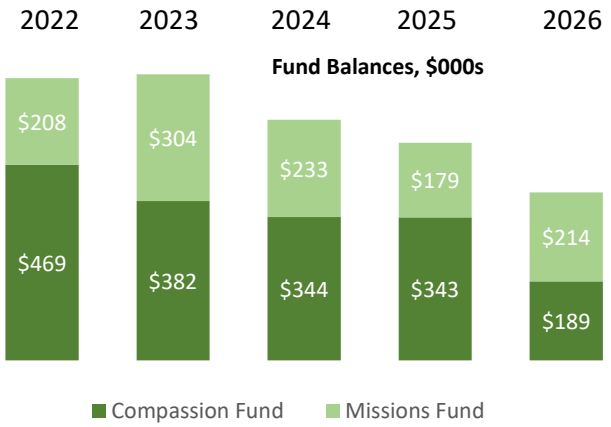
The major capital spend this year was the addition of an air handler to service the south gym at cost of $565,000. This was purchased on behalf of the Sherwood Park Alliance Church Property Company and will be considered a donation once the project is complete later this year. As such, the expense is not reflected in SPAC capital spending but does reduce cash. Our capital spending included computer, software, accessiblity door, and a storage container.







JUSTICE AND COMPASSION



Thanks to your generosity—in addition to walk-in, counselling assistance, and We Care—this year the **Compassion Fund** has been able to make significant contributions to:

- Woven International - $90,000
- Hope Mission - $60,000
- Mustard Seed - $65,000
- Global Emergency Response Fund - $35,000
- Youth Rise - $25,000
- Strathcona Food Bank - $15,000

This year the **Missions Fund** has provided or committed support to:

- Global Advance - $166,320
- Woven International - $91,600
- Caleb and Amie Poole (Youth With A Mission) - $35,500
- Youth Rise - $15,000

SHERWOOD PARK ALLIANCE CHURCH SOCIETY

Financial Statements

Year Ended August 31, 2026

SHERWOOD PARK ALLIANCE CHURCH SOCIETY
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Year Ended August 31, 2026

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MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Sherwood Park Alliance Church Society have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO). When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Sherwood Park Alliance Church Society's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Board of Directors is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board carries out this responsibility principally through its Treasurer. The Treasurer is appointed by the Board and meets periodically with management and the members' auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Treasurer reports to the Board of Directors prior to its approval of the financial statements. The Board reviews, for approval by the members, the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the members by Chopek Vincze Ulan LLP, in accordance with Canadian generally accepted auditing standards.

X _____
Senior Associate Pastor

X _____
Accountant

Sherwood Park, AB
October 27, 2026

CHOPEK VINCZE ULAN LLP

CHARTERED PROFESSIONAL ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Members of Sherwood Park Alliance Church Society

Qualified Opinion

We have audited the financial statements of Sherwood Park Alliance Church Society (the society), which comprise the statement of financial position as at August 31, 2026, and the statements of revenues and expenditures, 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 the organization as at August 31, 2026, 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, the society derives revenue from offerings, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the society and we were not able to determine whether any adjustments might be necessary to contributions, excess of revenues over expenses, current assets and net assets. Our audit opinion on the financial statements for the year ended August 31, 2025 was modified accordingly because of the possible effects of this limitation of scope.

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 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 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.

(continues)

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.



Sherwood Park, Alberta
October 27, 2026

Chopek Vincze Ulan LLP
Chartered Professional Accountants

SHERWOOD PARK ALLIANCE CHURCH SOCIETY
Statement of Financial Position
August 31, 2026

	Ministry Fund 2026	Compassion Fund 2026	Maintenance Reserve 2026	Capital Fund 2026	Missions Fund 2026	**Total 2026**	Total 2025
ASSETS							
CURRENT							
Cash	$ 1,016,518	$ 65,155	$ 1,503,764	$ 279,956	$ 148,314	**$ 3,013,707**	$ 2,679,960
Term deposits *(Note 3)*	715,065	122,853	506,276	102,571	70,755	**1,517,520**	916,418
Accounts receivable	24,045	-	-	-	-	**24,045**	23,680
Goods and services tax recoverable	21,529	17	16,208	10,026	-	**47,780**	22,456
Prepaid expenses *(Note 4)*	135,912	1,374	-	565,684	28,476	**731,446**	146,213
	1,913,069	189,399	2,026,248	958,237	247,545	**5,334,498**	3,788,727
TANGIBLE CAPITAL ASSETS *(Note 5)*	-	-	-	593,980	-	**593,980**	868,205
	$ 1,913,069	$ 189,399	$ 2,026,248	$ 1,552,217	$ 247,545	**$ 5,928,478**	$ 4,656,932
LIABILITIES AND NET ASSETS							
CURRENT							
Accounts payable	$ 345,151	$ -	$ 300,032	$ 257,224	$ 21,198	**$ 923,605**	$ 336,452
Employee deductions payable	16,716	-	-	-	-	**16,716**	30,011
Deferred income *(Note 6)*	28,815	-	-	-	12,597	**41,412**	30,510
	390,682	-	300,032	257,224	33,795	**981,733**	396,973
NET ASSETS	1,522,387	189,399	1,726,216	1,294,993	213,750	**4,946,745**	4,259,959
	$ 1,913,069	$ 189,399	$ 2,026,248	$ 1,552,217	$ 247,545	**$ 5,928,478**	$ 4,656,932

ON BEHALF OF THE BOARD

X _____ *Director*

X _____ *Director*

See notes to financial statements

SHERWOOD PARK ALLIANCE CHURCH SOCIETY
Statement of Revenues and Expenditures
Year Ended August 31, 2026

	Ministry Fund 2026	Compassion Fund 2026	Maintenance Reserve 2026	Capital Fund 2026	Missions Fund 2026	**Total 2026**	Total 2025
REVENUES							
Offerings	$ 3,468,209	$ 219,534	$ -	$ 164,207	$ 442,969	**$ 4,294,919**	$ 3,913,572
Interest income	42,196	9,368	44,439	11,183	6,025	**113,211**	105,301
	3,510,405	228,902	44,439	175,390	448,994	**4,408,130**	4,018,873
OTHER REVENUES (Schedule 1)							
	4,207,630	-	-	-	1,295	**4,208,925**	3,924,950
Accessibility Grant	-	-	-	6,010	-	**6,010**	-
	4,207,630	-	-	6,010	1,295	**4,214,935**	3,924,950
EXPENSES							
Salaries and benefits (Schedule 2)	2,118,546	-	-	-	-	**2,118,546**	1,964,602
Facility rental	1,451,742	-	-	-	-	**1,451,742**	1,409,756
Facility operating (Schedule 3)	1,446,395	-	-	-	-	**1,446,395**	1,419,641
MRF - repairs and maintenance	-	-	818,484	-	-	**818,484**	353,269
Administrative (Schedule 5)	418,223	-	-	-	-	**418,223**	457,611
Missions (Schedule 4)	-	-	-	-	411,050	**411,050**	430,238
Capital contributions	397,000	-	-	-	-	**397,000**	396,450
Compassion costs	-	374,144	-	-	-	**374,144**	189,006
Amortization	-	-	-	319,427	-	**319,427**	326,842
Ministerial - net of recoveries (Schedule 6)	181,268	-	-	-	-	**181,268**	136,150
Interest and bank charges	-	-	-	-	-	**-**	8
	6,013,174	374,144	818,484	319,427	411,050	**7,936,279**	7,083,573
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ 1,704,861	$ (145,242)	$ (774,045)	$ (138,027)	$ 39,239	**$ 686,786**	$ 860,250

See notes to financial statements

SHERWOOD PARK ALLIANCE CHURCH SOCIETY
Statement of Changes in Net Assets
Year Ended August 31, 2026

	Ministry Fund	Compassion Fund	Maintenance Reserve	Capital Fund	Missions Fund	**2026**	2025
NET ASSETS - BEGINNING OF YEAR	$ 1,165,053	$ 343,336	$ 1,246,125	$ 1,326,655	$ 178,790	**$ 4,259,959**	$ 3,399,710
Excess (deficiency) of revenues over expenditures	1,704,861	(145,242)	(774,045)	(138,027)	39,239	**686,786**	860,249
Transfers	(1,347,527)	(8,695)	1,254,136	106,365	(4,279)	**-**	-
NET ASSETS - END OF YEAR	$ 1,522,387	$ 189,399	$ 1,726,216	$ 1,294,993	$ 213,750	**$ 4,946,745**	$ 4,259,959

See notes to financial statements

SHERWOOD PARK ALLIANCE CHURCH SOCIETY
Statement of Cash Flows
Year Ended August 31, 2026

	2026	2025
OPERATING ACTIVITIES		
Excess of revenues over expenses	$ 686,786	$ 860,250
Item not affecting cash:		
Amortization	319,427	326,842
	1,006,213	1,187,092
Changes in non-cash working capital:		
Accounts receivable	(365)	213,719
Prepaid expenses	(585,232)	(17,171)
Goods and services tax recoverable	(25,324)	25,258
Accounts payable	587,150	(333,059)
Employee deductions payable	(13,295)	(6,736)
Deferred income	10,903	(5,782)
	(26,163)	(123,771)
Cash flow from operating activities	980,050	1,063,321
INVESTING ACTIVITY		
Purchase of tangible capital assets	(45,202)	(50,529)
INCREASE IN CASH FLOW	934,848	1,012,792
Cash - beginning of year	3,596,378	2,583,586
CASH - END OF YEAR	$ 4,531,226	$ 3,596,378
CASH CONSISTS OF:		
Cash	$ 3,013,707	$ 2,679,960
Term deposits	1,517,519	916,418
	$ 4,531,226	$ 3,596,378

See notes to financial statements

1. PURPOSE OF THE ORGANIZATION

Sherwood Park Alliance Church Society (the "society") is a not-for-profit organization of Alberta. The society is a registered charity and is exempt from the payment of income taxes under the Income Tax Act.

The society's purpose is to promote and advance the teachings of the Christian faith.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Fund accounting

These financial statements have been prepared on an accrual basis using the restricted fund method of accounting for offerings. Fund accounting is the procedure whereby resources received and the subsequent use of those resources are classified for accounting and reporting purposes into funds which are in accordance with the activities or objectives specified by the source of the resource. The following funds are maintained:

The **ministry fund** accounts for the Church's ministerial and operational activities, and reports all offerings not designated to any other fund.

The **compassion fund** provides special assistance to individuals in need.

The **maintenance reserve fund** includes funds set aside for major maintenance requirements.

The **capital fund** reports the assets, liabilities, offerings and expenditures relating to the Church's property and equipment and related liabilities.

The **missions fund** accounts for offerings and other revenue designated for missions.

Restricted contributions are recognized as revenue of the applicable designated fund, or the ministries fund if undesignated, in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Net assets of the ministries fund are unrestricted. Net assets of all the other funds are internally restricted for the corresponding purpose of that fund as outlined above.

Cash

Cash (bank balances) and short term investments (term deposits less than 3 months) are amounts on deposit and invested according to the Church's investment policy.

Term deposits

Term deposits consist primarily of Guaranteed Investment Certificates with original maturities at a date of purchase beyond three months and less than twelve months. They are carried at amortized cost.

Prepaid expenses

Prepaid expenses consist of payments made in advance for goods or services to be consumed in future periods. These amounts are recorded as assets at the time of payment and are expensed systematically over the periods to which they relate.

(continues)

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

Tangible capital assets

Tangible capital assets are stated at cost if purchased or at fair value at the date of acquisition if received by donation. Amortization has been provided annually on a straight-line basis at the following rates:

Furniture and equipment	10 to 20%
Computer software	20%
Computer equipment	25%
Computer software	20%
Playground equipment and rink	10%
Portables	10%

Amortization is recorded in the year the asset is put in use, through to the date of disposal. One half of annual amortization is taken in the year of acquisition. No amortization is taken in the year of disposal.

Assets under construction are not depreciated until put in use.
The Church regularly reviews its property and equipment to eliminate obsolete items.

Revenue recognition

Offerings are recognized as revenue of the particular fund in the year in which the contribution is received, with a receipt issued for the donor's tax deductible contribution. Offerings received in excess of expenditures related to specific missions are deferred and recorded as a recovery towards the next missions, or are used for future outreach initiatives.

Interest income is recognized on an accrual basis, using the effective interest method, when collection is reasonably assured.

Recovery for management fee, school facilities, capital and operating contributions are recognized as revenue as they accrue during the year.

Fundraising receipts are recorded as revenue when received.

Pledges are not recognized as revenue until the funds are received.

Management fees are recognized when the services are provided and collection is reasonably assured.

Contributed services

Volunteers contribute numerous hours to assist the Society in carrying out its ministerial and administrative activities. Due to the difficulty in determining their fair value, contributed services are not recognized in the financial statements, nor are receipts issued.

(continues)

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

Measurement uncertainty

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 reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

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. If events or circumstances reverse in a future period, an impairment loss will be reversed to the extent of the impairment, not exceeding the initial carrying value.

3. TERM DEPOSITS

Short term deposits consists of Guaranteed Investment Certificates (GICs) with maturity dates within the next twelve months.

	2026	2025
Ministry Fund annual GIC earning interest at 3.18%, maturing September 25, 2026.	**$ 100,000**	$ -
Ministry Fund annual GIC earning interest at 3.15%, maturing September 25, 2026.	**100,000**	-
Ministry Fund annual GIC earning interest at 2.75%, maturing December 16, 2026.	**200,000**	-
Ministry Fund annual GIC earning interest at 3.27%, maturing April 1, 2027.	**100,000**	-
Ministry Fund annual GIC earning interest at 3.32%, maturing April 1, 2027.	**100,000**	-
Ministry Fund annual GIC earning interest at 3.33%, maturing June 23, 2027.	**100,000**	-
Ministry Fund annual GIC earning interest at 3.26%, maturing March 27, 2026.	**-**	100,000
Ministry Fund annual GIC earning interest at 3.28%, maturing March 27, 2026.	**-**	100,000
Ministry Fund Savings annual GIC earning interest at 3.45%, maturing June 19, 2026.	**-**	100,000
Accrued interest receivable	**15,065**	5,744
Ministry Fund term deposits	**715,065**	305,744
Compassion Fund annual GIC earning interest at 3.10%, maturing September 25, 2026.	**60,000**	-
Compassion Fund annual GIC earning interest at 2.75%, maturing December 16, 2026.	**60,000**	-

(continues)

3. TERM DEPOSITS (*continued*)

	2026	2025
Compassion Fund annual GIC earning interest at 3.24%, maturing March 27, 2026.	**-**	60,000
Compassion Fund annual GIC earning interest at 3.37%, maturing June 19, 2026.	**-**	60,000
Accrued interest receivable	**2,853**	1,897
Compassion Fund term deposits	**122,853**	121,897
Maintenance Reserve Fund annual GIC earning interest at 3.11%, maturing September 24, 2026.	**160,000**	-
Maintenance Reserve Fund annual GIC earning interest at 2.75%, maturing December 16, 2026.	**160,000**	-
Maintenance Reserve Fund annual GIC earning interest at 3.21%, maturing April 1, 2027.	**94,000**	-
Maintenance Reserve Fund annual GIC earning interest at 3.33%, maturing June 23, 2027.	**10,000**	-
Maintenance Reserve Fund annual GIC earning interest at 3.24%, maturing June 23, 2027.	**70,000**	-
Maintenance Reserve Fund annual GIC earning interest at 3.35%, maturing March 27, 2026.	**-**	80,000
Maintenance Reserve Fund annual GIC earning interest at 3.43%, maturing June 19, 2026.	**-**	80,000
Maintenance Reserve Fund annual GIC earning interest at 3.44%, maturing June 19, 2026.	**-**	80,000
Accrued interest receivable	**12,276**	4,849
Maintenance Fund term deposits	**506,276**	244,849
Capital Fund annual GIC earning interest at 3.05%, maturing September 24, 2026.	**50,000**	-
Capital Fund annual GIC earning interest at 2.75%, maturing December 16, 2026.	**50,000**	-
Capital Fund annual GIC earning interest at 3.24%, maturing March 27, 2026.	**-**	50,000
Capital Fund annual GIC earning interest at 3.38%, maturing June 19, 2026.	**-**	50,000
Accrued interest receivable	**2,571**	1,970
Capital Fund term deposits	**102,571**	101,970

(continues)

3. TERM DEPOSITS (*continued*)

	2026	2025
Missions Fund annual GIC earning interest at 3.35%, maturing June 23, 2027.	**70,000**	-
Missions Fund annual GIC earning interest at 3.24%, maturing March 27, 2026.	**-**	70,000
Missions Fund annual GIC earning interest at 3.42%, maturing June 19, 2026.	**-**	70,000
Accrued interest receivable	**755**	1,958
Missions Fund term deposits	**70,755**	141,958
	$ 1,517,520	$ 916,418

4. PREPAID EXPENSES

	2026	2025
Prepaid donation	**$ 565,684**	$ -
Prepaid insurance	**77,467**	76,135
Prepaid expenses - Ministry	**41,275**	46,803
Other prepaid expenses	**29,517**	1,041
Prepaid supplies	**16,128**	11,984
Prepaid expenses - Compassion	**1,375**	10,250
Total prepaids	**$ 731,446**	$ 146,213

The prepaid donation of $565,684 is for the Air Handler project for Sherwood Park Alliance Church Property Co., funded by Sherwood Park Alliance Church Society.

5. TANGIBLE CAPITAL ASSETS

	Cost	Accumulated amortization	**2026 Net book value**	2025 Net book value
Leasehold improvements	$ 1,611,535	$ 1,360,635	**$ 250,900**	$ 402,820
Furniture and equipment	640,264	434,488	**205,776**	311,056
Computer equipment	97,196	48,489	**48,707**	55,392
Motor vehicles	53,134	15,284	**37,850**	43,164
Playground equipment and rink	40,469	16,477	**23,992**	28,038
Computer software	61,697	40,439	**21,258**	27,735
Portables	5,786	289	**5,497**	-
	$ 2,510,081	$ 1,916,101	**$ 593,980**	$ 868,205

6. DEFERRED INCOME

Deferred income consists of funds received in advance for the Senior High Retreat to be held in September 2026, as well as the Thailand and Serbia detour. Revenue will be recognized as the related expenditures are incurred.

7. RELATED PARTY TRANSACTIONS

The following is a summary of the organization's related party transactions with Sherwood Park Alliance Church Property Company (SPACPC) and Strathcona Christian Academy Society (SCA):

	2026	2025
SPACPC		
Operating contribution revenue	**$ 983,076**	$ 941,536
Management fee revenue	**20,000**	20,000
Wage recovery	**6,000**	6,000
Capital contributions expense	**(397,000)**	(396,450)
Facility rental expense	**(1,451,742)**	(1,409,756)
	(839,666)	(838,670)
SCA		
Operating contribution revenue	**$ 1,166,688**	$ 1,052,219
Facility capital contribution revenue	**397,000**	396,450
Contracts, salaries and benefits expense	**105,725**	75,296
Management fee revenue	**20,000**	20,000
Administration	**4,177**	2,187
Tech fee	**2,400**	-
Computer services	**1,620**	1,620
Donations	**(15,500)**	(15,500)
	1,682,110	1,532,272
	$ 842,444	$ 693,602

The shareholders of SPACPC are members of the Society.

The SCA is responsible for the Christian component of the public school alternative program. The SCA is related by its membership which has the same Board of Elders as the Church.

Accounts receivable includes $10,174 (2025 - $10,190) due from SCA.

These transactions have been recorded at their exchange amount, which is the amount of consideration established and agreed to by the related parties.

8. FINANCIAL INSTRUMENTS

The society 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 the society's risk exposure and concentration as of August 31, 2026. Risk exposure has not changed from the previous year.
The Board of Elders has overall responsibility for the establishment and oversight of the society's risk management framework.

Credit risk

The society is exposed to risk on facility recovery and capital contributions revenues, these revenues being from two entities. The society has not incurred any significant bad debts in the past three years.

(continues)

8. FINANCIAL INSTRUMENTS *(continued)*

Liquidity risk

Liquidity risk is the risk that society will not be able to meet a demand for cash or fund its obligations as they come due. Liquidity risk also includes the risk of the society not being able to liquidate assets in a timely manner.

The society meets its liquidity requirements by preparing and monitoring cash flows from operations, anticipating investing and financing activities and holding assets that can be readily converted to cash.

Interest rate risk

Interest rate risk is the risk that the fair value of financial instruments will fluctuate due to changes in market interest rates is managed through compliance with the society's investment policy. Fluctuations in interest rates do not have a significant effect on cash, term deposits or the loan investment program of the society.

It has been determined that the society is not exposed to significant credit, market, foreign exchange, or price risk.

9. CONTINGENCIES AND COMMITMENTS

The church has signed a corporate guarantee in the amount of $12,050,000 in favour of the Bank of Montreal for debt in Sherwood Park Alliance Church Property Company (SPACPC). This guarantee relates to the construction for the Campus expansion as recorded by SPACPC. The loan balance at August 31, 2026, was $4,598,431.

On October 4, 2006, the organization signed a 25-year lease agreement with SPACPC with respect to existing and new property. The annual base rent for the year ending August 31, 2026 is approximately $657,802 plus estimated operating costs of $793,940, the capital portion of student fees charged by Strathcona Christian Academy Society and a small amount to reimburse SPACPC for administrative costs. The capital portion of student fees will be adjusted annually. The Society is responsible for all operating costs. The Society has a sub-lease with Elk Island Public School District on similar terms.

The Society will recover a portion of the costs through commitments from Strathcona Christian Academy Society totaling approximately $388,000 in the upcoming year.

The Society has entered into the following contracts:

a) Photocopier rental agreement, rental payments of approximately $3,124 per quarter, expiring in April 2029.

b) Postage machine rental agreement, rental payments of approximately $200 per quarter, expiring in January 2029.

c) Custodial agreement, payments of approximately $37,635 per month, expiring in July 2028.

d) Dispenser lease agreement, payments of approximately $1,500 per month for refills, expiring June 2027.

SHERWOOD PARK ALLIANCE CHURCH SOCIETY
OFFERINGS (Schedule 1)
Year Ended August 31, 2026

	2026	2025
OTHER REVENUES		
Operating contribution	**$ 2,149,764**	$ 1,993,755
Recovery for school facilities	**1,514,985**	1,409,756
Facility capital contribution	**397,000**	396,450
Expense recoveries	**107,377**	84,985
Management fees	**40,000**	40,000
Loss on sale of shares	**(201)**	-
	$ 4,208,925	$ 3,924,946

See notes to financial statements

SHERWOOD PARK ALLIANCE CHURCH SOCIETY
SALARIES AND BENEFITS EXPENDITURES (Schedule 2)
Year Ended August 31, 2026

	2026	2025
SALARIES AND BENEFITS		
Pastors and ministerial assistants	**$ 1,373,658**	$ 1,256,181
Employee benefits	**279,786**	251,580
Salaries and wages - office	**241,318**	235,542
Salaries and wages - facility	**235,576**	213,113
SCA Society and Tree House	**137,337**	133,892
Alliance retirement fund	**84,561**	79,014
	2,352,236	2,169,322
Recoveries	**(233,690)**	(204,720)
SALARIES AND BENEFITS EXPENDITURES	**$ 2,118,546**	$ 1,964,602

See notes to financial statements

SHERWOOD PARK ALLIANCE CHURCH SOCIETY
FACILITY OPERATING EXPENDITURES (Schedule 3)
Year Ended August 31, 2026

	2026	2025
FACILITY OPERATING - MINISTRY FUND		
Janitorial and supplies	**$ 521,013**	$ 499,980
Light and power	**200,683**	214,791
Insurance	**118,862**	113,903
Repairs and maintenance - grounds	**92,102**	103,553
Contract staffing	**85,808**	41,491
Repairs and maintenance - building	**81,111**	74,612
Repairs and Maintenance - Service calls	**76,844**	26,468
Repairs and maintenance - mechanical	**76,788**	64,128
Heat	**65,020**	112,059
Waste removal	**31,268**	48,458
Facility use	**31,101**	20,917
Water	**24,064**	23,970
Repairs and maintenance - fire and elevator	**18,878**	27,067
Repairs and maintenance - electrical	**10,509**	21,317
Repairs and maintenance - equipment	**8,454**	29,963
Car expense reimbursement	**6,303**	6,614
Communications	**2,182**	2,564
Safety Supplies & Training	**1,772**	2,518
Miscellaneous	**154**	170
	1,452,916	1,434,543
Recoveries	**(6,521)**	(14,903)
FACILITY OPERATING EXPENDITURES	**$ 1,446,395**	$ 1,419,640

See notes to financial statements

SHERWOOD PARK ALLIANCE CHURCH SOCIETY
MISSIONS FUND DISBURSEMENTS (Schedule 4)
Year Ended August 31, 2026

	2026	2025
Christian and Missionary Alliance		
Other home missions	**$ 180,128**	$ 90,111
Global Advance Fund	**166,320**	270,363
Other foreign missions	**35,680**	32,720
Missions - FFI/Woven	**10,401**	20,000
Outreach	**10,021**	8,331
Specialized ministries	**8,500**	8,710
Administrative	**-**	3
MISSIONS FUND DISBURSEMENTS	**$ 411,050**	$ 430,238

See notes to financial statements

SHERWOOD PARK ALLIANCE CHURCH SOCIETY
ADMINISTRATIVE EXPENDITURES (Schedule 5)
Year Ended August 31, 2026

	2026	2025
ADMINISTRATIVE - MINISTRY FUND		
District operating fee - C & MA	**$ 96,951**	$ 94,112
Contract and consulting	**96,480**	90,034
Bank charges	**71,989**	60,143
Computer services	**56,251**	46,208
Telephone	**33,681**	31,487
Photocopier lease and printing	**33,470**	29,035
Professional fees	**31,293**	29,656
Repairs & maintenance - audio visual	**3,073**	2,385
Office	**2,281**	1,732
Insurance	**1,800**	1,350
Miscellaneous	**1,266**	531
Recruitment and moving	**254**	70,566
Gifts	**132**	12
Communications	**119**	117
Expense Allowance	**-**	7,661
Debt forgiveness	**-**	1,330
	429,040	466,359
Recoveries	**(10,817)**	(8,748)
ADMINISTRATIVE EXPENDITURES	**$ 418,223**	$ 457,611

See notes to financial statements

SHERWOOD PARK ALLIANCE CHURCH SOCIETY
MINISTERIAL EXPENDITURES (Schedule 6)
Year Ended August 31, 2026

	2026	2025
MINISTERIAL		
Special events	**$ 60,569**	$ 58,806
Supplies and materials	**56,309**	49,252
Activities	**56,005**	35,922
Conference and retreats	**38,764**	20,514
Retreats	**27,367**	34,989
Expense allowance	**24,131**	16,085
Contract and consulting	**23,141**	23,072
Dues and fees	**15,970**	17,700
Communications	**11,199**	8,542
Curriculum and literature	**10,576**	12,022
Gifts	**9,552**	8,070
Printing	**8,324**	8,740
Travel transportation	**7,614**	5,903
Receptions and dinners	**7,220**	5,309
Lay leader training	**6,911**	6,373
Professional development	**5,119**	7,613
Miscellaneous	**3,241**	3,250
Advertising	**2,540**	1,005
Car expense reimbursement	**2,388**	1,008
Repairs and maintenance - equipment	**1,727**	4,660
Meetings	**1,496**	1,222
Education	**1,176**	4,072
Honorariums	**800**	2,750
Outreach	**260**	2,972
MINISTERIAL - SUBTOTAL	**382,399**	339,851
Tree House registration fees	**(43,776)**	(51,422)
Ministry recoveries	**(157,355)**	(152,279)
MINISTERIAL EXPENDITURES - NET OF RECOVERIES	**$ 181,268**	$ 136,150

See notes to financial statements

STRATHCONA CHRISTIAN ACADEMY

Financial Statements

Year Ended August 31, 2026

For Informational Purposes only

Complete Financial Statements with notes

available upon request

STRATHCONA CHRISTIAN ACADEMY
Statement of Financial Position
August 31, 2026

	Total 2026	Total 2025	Operating Fund 2026	Operating Fund 2025	Endowment Fund 2026	Endowment Fund 2025
ASSETS						
CURRENT						
Cash *(Note 4)*	**$ 224,311**	$ 635,239	$ 206,632	$ 620,854	$ 17,678	$ 14,384
Term deposits	**500,000**	-	500,000	-	-	-
Accounts receivable	**23,605**	4,884	23,605	4,884	-	-
Prepaid expenses	**53,628**	37,411	53,628	37,411	-	-
Goods and services tax recoverable	**1,865**	898	1,865	898	-	-
	$ 803,409	$ 678,432	$ 785,730	$ 664,047	$ 17,678	$ 14,384
LIABILITIES						
CURRENT						
Accounts payable *(Note 5)*	**$ 33,583**	$ 47,550	$ 33,583	$ 47,550	$ -	$ -
Deferred income	**160,021**	158,681	160,021	158,681	-	-
	193,604	206,231	193,604	206,231	-	-
NET ASSETS	**609,805**	472,201	592,126	457,816	17,678	14,384
	$ 803,409	$ 678,432	$ 785,730	$ 664,047	$ 17,678	$ 14,384

ON BEHALF OF THE BOARD

X _____ *Director*

X _____ *Director*

See notes to financial statements

STRATHCONA CHRISTIAN ACADEMY
Statement of Revenues and Expenditures
Year Ended August 31, 2026

	Total 2026	Total 2025	Operating Fund 2026	Operating Fund 2025	Endowment Fund 2026	Endowment Fund 2025
REVENUES						
Society fees	$ 2,149,228	$ 2,005,649	$ 2,149,228	$ 2,005,649	$ -	$ -
Donations - general	92,983	28,750	84,289	26,750	8,694	2,000
Interest income	19,689	25,535	19,689	25,535	-	-
Donations - Legacy fund *(Note 4)*	18,405	-	18,405	-	-	-
Missions	10,900	17,906	10,900	17,906	-	-
Fundraising	12,660	7,027	12,660	7,027	-	-
	2,303,865	2,084,867	2,295,171	2,082,867	8,694	2,000
EXPENDITURES						
Facility contribution	1,563,688	1,448,669	1,563,688	1,448,669	-	-
Programming (Schedule 1)	354,217	376,194	354,217	376,194	-	-
Administrative (Schedule 2)	194,521	171,490	194,521	171,490	-	-
Fee Assistance	20,965	21,840	20,965	21,840	-	-
Missions	16,433	21,836	16,433	21,836	-	-
Fundraising	6,720	-	6,720	-	-	-
Scholarships	5,400	4,400	-	-	5,400	4,400
Donations - SPACS	4,317	-	4,317	-	-	-
	2,166,261	2,044,429	2,160,861	2,040,029	5,400	4,400
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ 137,604	$ 40,438	$ 134,310	$ 42,838	$ 3,294	$ (2,400)

See notes to financial statements

STRATHCONA CHRISTIAN ACADEMY
Statement of Changes in Net Assets
Year Ended August 31, 2026

	Total 2026	Total 2025	Operating Fund 2026	Operating Fund 2025	Endowment Fund 2026	Endowment Fund 2025
NET ASSETS - BEGINNING OF YEAR	$ 472,201	$ 431,763	$ 457,816	$ 414,978	$ 14,384	$ 16,784
Excess (deficiency) of revenues over expenditures	137,604	40,438	134,310	42,838	3,294	(2,400)
NET ASSETS - END OF YEAR	$ 609,805	$ 472,201	$ 592,126	$ 457,816	$ 17,678	$ 14,384

See notes to financial statements

STRATHCONA CHRISTIAN ACADEMY
Statement of Cash Flows
Year Ended August 31, 2026

	Total 2026	Total 2025
OPERATING ACTIVITIES		
Excess of revenues over expenditures	**$ 137,604**	$ 40,438
Changes in non-cash working capital:		
Accounts receivable	**(18,721)**	34,012
Prepaid expenses	**(16,217)**	6,151
Goods and services tax recoverable	**(967)**	609
Accounts payable	**(13,967)**	20,064
Deferred income	**1,340**	29,565
	(48,532)	90,401
INCREASE IN CASH FLOW	**89,072**	130,839
Cash - beginning of year	**635,239**	504,400
CASH - END OF YEAR	**$ 724,311**	$ 635,239
CASH CONSISTS OF:		
Cash - General	**$ 205,786**	$ 628,055
Cash - Legacy	**18,525**	7,184
Term deposits	**500,000**	-
	$ 724,311	$ 635,239

See notes to financial statements

SHERWOOD PARK ALLIANCE CHURCH PROPERTY COMPANY

Financial Statements

Year Ended August 31, 2026

For Informational Purposes only

Complete Financial Statements with notes

available upon request

SHERWOOD PARK ALLIANCE CHURCH PROPERTY COMPANY
Statement of Financial Position
August 31, 2026

	2026	2025
ASSETS		
CURRENT		
Cash	**$ 159,972**	$ 145,401
Interest receivable	**386**	487
Prepaid expenses	**1,137**	789
	161,495	146,677
LONG TERM		
Tangible capital assets *(Note 3)*	**12,248,443**	12,203,888
	$ 12,409,938	$ 12,350,565
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	**$ 10,762**	$ 10,499
Interest payable	**19,237**	21,771
Deferred contribution *(Note 5)*	**565,684**	-
Current portion of long term debt *(Note 4)*	**599,905**	571,901
	1,195,588	604,171
LONG TERM		
Long term debt *(Note 4)*	**3,998,526**	4,598,432
	5,194,114	5,202,603
CONTINGENCIES *(Note 7)*		
Share capital *(Note 6)*	**5**	5
Net assets	**7,215,819**	7,147,957
	7,215,824	7,147,962
	$ 12,409,938	$ 12,350,565

ON BEHALF OF THE BOARD

X _____ *Director*

X _____ *Director*

SHERWOOD PARK ALLIANCE CHURCH PROPERTY COMPANY
Statement of Revenues and Expenditures
Year Ended August 31, 2026

	2026	2025
REVENUES		
Base and operating *(Note 5)*	**$ 1,451,742**	$ 1,409,756
Capital contributions *(Note 5)*	**397,000**	396,450
Interest income	**8,145**	10,381
	1,856,887	1,816,587
EXPENSES		
Contribution for operating costs *(Note 5)*	**983,076**	941,536
Depreciation	**521,129**	554,007
Interest on long term debt	**245,052**	273,250
Mangement and administration fees expense *(Note 5)*	**26,000**	26,000
Professional fees	**12,412**	11,198
Insurance	**1,356**	1,183
Interest and bank charges	**-**	2,000
Sub-contracts	**-**	170
	1,789,025	1,809,344
EXCESS OF REVENUES OVER EXPENDITURES	**$ 67,862**	$ 7,243

SHERWOOD PARK ALLIANCE CHURCH PROPERTY COMPANY
Statement of Changes in Net Assets
Year Ended August 31, 2026

	2026	2025
NET ASSETS - BEGINNING OF YEAR	**$ 7,147,957**	$ 7,140,714
EXCESS OF REVENUES OVER EXPENDITURES	**67,862**	7,243
NET ASSETS - END OF YEAR	**$ 7,215,819**	$ 7,147,957

SHERWOOD PARK ALLIANCE CHURCH PROPERTY COMPANY
Statement of Cash Flows
Year Ended August 31, 2026

	2026	2025
OPERATING ACTIVITIES		
Excess of revenues over expenditures	**$ 67,862**	$ 7,243
Item not affecting cash:		
Depreciation	**521,129**	554,007
	588,991	561,250
Changes in non-cash working capital:		
Interest receivable	**101**	11,005
Prepaid expenses	**(348)**	-
Accounts payable and accrued liabilities	**262**	(203,791)
Interest payable	**(2,534)**	(2,332)
	(2,519)	(195,118)
Cash flow from operating activities	**586,472**	366,132
FINANCING ACTIVITY		
Repayment of long term debt	**(571,901)**	(545,204)
INCREASE (DECREASE) IN CASH FLOW	**14,571**	(179,072)
CASH - BEGINNING OF YEAR	**145,401**	324,473
CASH - END OF YEAR	**$ 159,972**	$ 145,401