

**TEACHING ENGLISH AS A SUBSEQUENT LANGUAGE  
SASKATCHEWAN INC.**

**Financial Statements**

**Year Ended June 30, 2025**

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## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

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The financial statements of Teaching English as a Subsequent Language Saskatchewan Inc. have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. 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 Teaching English as a Subsequent Language Saskatchewan Inc.'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 meets periodically with management to review significant accounting, reporting and internal control matters. The financial statements are approved following the Board's review of the financial statements and discussions with the Independent Practitioner. The Board also considers, for review and approval by the members, the waiver of an audit and the engagement or re-appointment of the external Independent Practitioner.

The financial statements have been reviewed on behalf of the members by MWC Chartered Professional Accountants LLP, in accordance with Canadian generally accepted standards for review engagements.

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Chair of the Board

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Secretary Treasurer

Regina, SK  
September 11, 2025



Chartered Professional  
Accountants LLP

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## INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

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### To the Shareholders of Teaching English as a Subsequent Language Saskatchewan Inc.

We have reviewed the accompanying financial statements of Teaching English as a Subsequent Language Saskatchewan Inc. (the Corporation) that comprise the statement of financial position as at June 30, 2025, and the statements of operations, 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 (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.

### Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us 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, we do not express an audit opinion on these financial statements.

### Basis for Qualified Conclusion

In common with many not-for-profit organizations, the Corporation derives revenue from fees, fundraising and sponsorships, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of the Corporation. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenues, excess of revenues (expenses), and cash flows from operations for the year ended June 30, 2025, and 2024, current assets and net assets as at June 30, 2025 and 2024. Our review conclusion on the financial statements for the year ended June 30, 2024 was modified accordingly because of the possible effects of this limitation of scope.

(continues)

*An asset to our clients, not an expense*

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Independent Practitioner's Review Engagement Report to the Shareholders of Teaching English as a Subsequent Language Saskatchewan Inc. *(continued)*

### **Qualified Conclusion**

Based on our review, except for the possible effects of the matter described in the *Basis for Qualified Conclusion* paragraph, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Teaching English as a Subsequent Language Saskatchewan Inc. as at June 30, 2025, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

The image shows a handwritten signature in black ink that reads "MWC LLP". The letters are stylized and cursive.

Chartered Professional Accountants

Regina, Saskatchewan  
September 11, 2025

# TEACHING ENGLISH AS A SUBSEQUENT LANGUAGE SASKATCHEWAN INC.

## Statement of Financial Position

June 30, 2025

	2025	2024
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 46,979	\$ 30,118
Restricted cash <i>(Note 4)</i>	6,000	6,000
Term deposits <i>(Note 5)</i>	11,653	11,351
Accounts receivable	-	9,000
Prepaid expenses	833	-
	<b>\$ 65,465</b>	<b>\$ 56,469</b>
 <b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT</b>		
Accounts payable	\$ 2,886	\$ 2,886
Deferred funding revenue <i>(Note 6)</i>	12,000	-
	<b>14,886</b>	<b>2,886</b>
 <b>NET ASSETS</b>		
General fund	44,579	47,583
Internal restricted fund	6,000	6,000
	<b>50,579</b>	<b>53,583</b>
	<b>\$ 65,465</b>	<b>\$ 56,469</b>

**CONTINGENT FUNDING LIABILITY** *(Note 8)*

**CONTRACTUAL OBLIGATION** *(Note 9)*

**ON BEHALF OF THE BOARD**

\_\_\_\_\_ *Director*

\_\_\_\_\_ *Director*

See accompanying notes to financial statements

# TEACHING ENGLISH AS A SUBSEQUENT LANGUAGE SASKATCHEWAN INC.

## Statement of Operations Year Ended June 30, 2025

	2025	2024
<b>REVENUES</b>		
SaskCulture grant (Note 3)	\$ 9,000	\$ 18,000
Membership fees	15,010	15,545
Joint conference fundraising	14,950	12,540
Accreditation fees	850	685
Other	425	60
Interest income	302	323
	<b>40,537</b>	<b>47,153</b>
<b>EXPENSES</b>		
Secretary treasurer contract	18,000	18,000
Conference	11,505	6,550
Professional fees	5,217	2,235
Memberships	3,746	3,856
Insurance	1,251	928
Consulting fees	1,152	1,096
Office	1,139	1,398
Interest and bank charges	625	524
Advertising and promotion	387	292
Board expenses	369	663
Professional development and training	150	814
Scholarships	-	1,000
	<b>43,541</b>	<b>37,356</b>
<b>EXCESS OF REVENUES (EXPENSES)</b>	<b>\$ (3,004)</b>	<b>\$ 9,797</b>

## Statement of Changes in Net Assets Year Ended June 30, 2025

		General Fund	Internal Restricted Fund	2025	2024
<b>NET ASSETS - BEGINNING OF YEAR</b>	\$	47,583	\$ 6,000	\$ 53,583	\$ 43,786
<b>EXCESS OF REVENUES (EXPENSES)</b>		(3,004)	-	(3,004)	9,797
<b>NET ASSETS - END OF YEAR</b>	\$	44,579	\$ 6,000	\$ 50,579	\$ 53,583

See accompanying notes to financial statements

# TEACHING ENGLISH AS A SUBSEQUENT LANGUAGE SASKATCHEWAN INC.

## Statement of Cash Flows Year Ended June 30, 2025

	2025	2024
<b>OPERATING ACTIVITIES</b>		
Excess of revenues (expenses)	\$ (3,004)	\$ 9,797
Item not affecting cash:		
Reinvested earnings on term deposits	(302)	(323)
	(3,306)	9,474
Changes in non-cash working capital:		
Accounts receivable	9,000	-
Deferred funding revenue	12,000	-
Prepaid expenses	(833)	-
	20,167	-
<b>INCREASE IN CASH FLOW</b>	<b>16,861</b>	<b>9,474</b>
<b>CASH - BEGINNING OF YEAR</b>	<b>36,118</b>	<b>26,644</b>
<b>CASH - END OF YEAR</b>	<b>\$ 52,979</b>	<b>\$ 36,118</b>
<b>CASH CONSISTS OF:</b>		
Cash	\$ 46,979	\$ 30,118
Restricted cash	6,000	6,000
	<b>\$ 52,979</b>	<b>\$ 36,118</b>

See accompanying notes to financial statements

# TEACHING ENGLISH AS A SUBSEQUENT LANGUAGE SASKATCHEWAN INC.

## Notes to Financial Statements

Year Ended June 30, 2025

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### 1. NATURE OF OPERATIONS

Teaching English as a Subsequent Language Saskatchewan Inc. (the "Corporation" or "TESL Sask") is a not-for-profit organization incorporated provincially under the Non-profit Corporations Act of Saskatchewan. The Corporation is exempt from the payment of income tax under Section 149(1)(l) of the Income Tax Act.

The Corporation operates to facilitate and represent "English as a Subsequent Language" educators in professional development and accreditation.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

#### Fund accounting

TESL Sask uses fund accounting and has the following funds at yearend:

The General fund reports the day-to-day operations of the Corporation.

The Internal restricted fund is an internally restricted fund by the board of directors for the purpose of an organizational reserve.

#### Revenue recognition

TESL Sask follows the deferral method of accounting for contributions, including grants and scholarships. 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.

Membership fees, accreditation fees, and miscellaneous income are recognized when received.

Joint conference fundraising revenue and interest income are recognized in the year earned.

#### Financial instruments policy

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. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Financial assets including cash, term deposits, and accounts receivable are reported at amortized cost.

Financial liabilities including accounts payable and accrued liabilities are measured at amortized cost.

# TEACHING ENGLISH AS A SUBSEQUENT LANGUAGE SASKATCHEWAN INC.

## Notes to Financial Statements

Year Ended June 30, 2025

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### 3. ECONOMIC DEPENDENCE

The Corporation is economically dependent on funding from Sask Lotteries Trust Fund for Sport Culture and Recreation, through SaskCulture, in order to maintain their current level of operations. In the event this funding is no longer provided, the Corporation would have to obtain replacement funding of the same or greater level or there would be significant doubt as to their ability to continue as a going concern.

No funding agreement was in place for the 2025 calendar year and the funding recognized in the June 30, 2025 fiscal year is the funding for July to December of the 2024 agreement. The Corporation is currently working on a new funding agreement to begin in the new fiscal year.

### 4. RESTRICTED CASH

No separate account is held for the Internal restricted fund, rather an apportionment of the General fund bank account is provided.

### 5. TERM DEPOSITS

Term deposit matures July 6, 2025 and earns interest at 2.650% (2024 - matured July 6, 2024 with interest at 2.650%).

### 6. DEFERRED FUNDING REVENUE

Funding received from SaskCulture, through the Multicultural Initiatives Fund is to assist with the costs of conference which is to take place subsequent to the current fiscal year.

### 7. FINANCIAL INSTRUMENTS

The Corporation is exposed to various risks through its financial instruments and management is responsible to monitor, evaluate and manage these risks. The following analysis provides information about the Corporation's risk exposure and concentration as of June 30, 2025.

#### Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Corporation is exposed to credit risk from funding agencies, members, and joint fundraising participants. No concentration of risk has been identified and credit risk is considered low as accounts receivable are primarily from government funding.

#### Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Corporation is exposed to this risk mainly in respect of its receipt of funds from its members and other related sources, and accounts payable.

# TEACHING ENGLISH AS A SUBSEQUENT LANGUAGE SASKATCHEWAN INC.

Notes to Financial Statements

Year Ended June 30, 2025

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## 8. CONTINGENT FUNDING LIABILITY

In common with most grant funding agreements, the funding agency requires a follow up report on completion of the program year and may require a settlement of funds once the adjudication of the year is complete. Any settlement amount is recorded in the year it is made known to the Corporation.

## 9. CONTRACTUAL OBLIGATIONS

The Corporation has entered into a contract for one year, commencing July 1, 2025 at \$1,500 per month, with the Secretary Treasurer to provide management and accounting services.