

**Canadian Mental Health Association,
Alberta Central Region
Financial Statements**
March 31, 2024

Independent Auditor's Report

To the Board of Directors of Canadian Mental Health Association:

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of Canadian Mental Health Association (the "Association"), which comprise the statement of financial position as at March 31, 2024, 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 the Association as at March 31, 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.

Basis for Qualified Opinion

In common with many not-for-profit organizations, the Association derives revenue from public support, 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 the Association. Therefore, we were not able to determine whether any adjustments might be necessary to public-support revenues, deficiency of revenues over expenses, cash flows from operations for the year ended March 31, 2024, current assets at March 31, 2024, and net assets as at April 1, 2023 and March 31, 2024.

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 Association in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Association'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 Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association'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 Association'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 Association'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 Association 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.

Report on Other Legal and Regulatory Requirements

In accordance with Alberta Fundraising and Solicitation responsibilities, charitable fundraising transactions that occurred in the year have been disclosed in Note 15.

Lacombe, Alberta

July 24, 2024

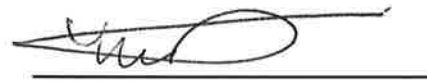
Chartered Professional Accountants

**Canadian Mental Health Association,
Alberta Central Region
Statement of Financial Position**
As at March 31, 2024

	2024	2023
Assets		
Current		
Cash and cash equivalents (Note 3)	131,408	87,785
Restricted cash (Note 3)	29,431	431
Accounts receivable (Note 4)	111,933	164,251
Prepaid expenses	20,741	18,778
	293,513	271,245
Internally restricted cash and cash equivalents (Note 3) (Note 13)	233,982	113,044
Internally restricted guaranteed investment certificate (Note 3), (Note 5)	-	161,000
Notes receivable (Note 6)	20,090	20,090
Capital assets (Note 7)	90,401	123,510
	637,986	688,889
Liabilities		
Current		
Accounts payable and accruals (Note 8)	121,021	105,204
Vacation pay accrual	62,189	62,371
Deferred contributions (Note 9)	130,392	123,760
	313,602	291,335
Deferred contributions related to capital assets (Note 10)	57,342	72,282
	370,944	363,617
Commitments (Note 11)		
Contingency (Note 12)		
Net Assets		
Invested in capital assets	33,059	51,228
Internally restricted (Note 13)	233,983	274,044
	267,042	325,272
	637,986	688,889

Approved on behalf of the Board of Directors


Director


Director

**Canadian Mental Health Association,
Alberta Central Region
Statement of Operations**
For the year ended March 31, 2024

	2024	2023
Revenue		
Government grants <i>(Note 14)</i>	2,317,462	2,254,361
Contributions from other organizations	203,090	245,627
Other revenues	65,009	113,278
Public support	54,126	81,546
Amortization of deferred contributions <i>(Note 10)</i>	14,939	19,583
Interest income	27,195	12,990
Gaming income	753	2,028
Total revenue	2,682,574	2,729,413
Expenses		
Salaries and benefits	2,234,556	2,126,052
Other program expenditures	164,022	225,441
Building occupancy	87,610	97,157
Office and administration	70,332	90,803
Telephone and utilities	39,726	40,471
Amortization	34,154	46,059
Travel	27,318	30,038
Insurance	22,802	22,980
Staff recruitment and education	22,608	27,150
Professional fees	20,542	17,912
Divisional fees	13,773	16,008
Fundraising expense <i>(Note 15)</i>	2,955	12,748
Total expenses	2,740,398	2,752,819
Deficiency of revenue over expenses before other items	(57,824)	(23,406)
Other items		
Gain (loss) on disposal of capital assets	(405)	36,247
Excess (deficiency) of revenue over expenses	(58,229)	12,841

The accompanying notes are an integral part of these financial statements

**Canadian Mental Health Association,
Alberta Central Region**
Statement of Changes in Net Assets
For the year ended March 31, 2024

	<i>Invested in Capital Assets</i>	<i>Unrestricted</i>	<i>Internally Restricted (Note 13)</i>	2024	2023
Net assets, beginning of year	51,228	-	274,044	325,272	312,431
Excess (deficiency) of revenue over expenses	(19,619)	(38,611)	-	(58,229)	12,841
Transfer from contingency fund	-	40,061	(40,061)	-	-
Purchase of capital assets	1,450	(1,450)	-	-	-
Net assets, end of year	33,059	-	233,983	267,043	325,272

The accompanying notes are an integral part of these financial statements

**Canadian Mental Health Association,
Alberta Central Region**
Statement of Cash Flows
For the year ended March 31, 2024

	2024	2023
Cash provided by (used for) the following activities		
Operating		
Cash receipts from government, public, and other support	2,696,482	2,586,910
Cash paid to suppliers	(461,619)	(551,948)
Cash paid for salaries and benefits	(2,230,958)	(2,116,923)
Cash receipts from interest	30,106	12,990
	34,011	(68,971)
Financing		
Contributions related to capital assets	-	11,896
Investing		
Purchase of capital assets	(1,450)	(44,244)
Proceeds on disposal of capital assets	-	189,667
Decrease (increase) in restricted cash and cash equivalents	(120,938)	31,956
GIC redemption (purchase)	161,000	(161,000)
	38,612	16,379
Increase (decrease) in cash resources	72,623	(40,696)
Cash resources, beginning of year	88,216	128,912
Cash resources, end of year	160,839	88,216
Cash resources are composed of:		
Cash and cash equivalents	131,408	87,785
Restricted cash <i>(Note 3)</i>	29,431	431
	160,839	88,216

The accompanying notes are an integral part of these financial statements

**Canadian Mental Health Association,
Alberta Central Region**
Notes to the Financial Statements
For the year ended March 31, 2024

1. Incorporation and nature of the organization

Canadian Mental Health Association (the "Association") was incorporated under the Society's Act of Alberta and is a registered charity under the Income Tax Act (the "Act"), and thus exempt from tax under section 149(1)(f) of the Act.

The Association's purpose is to promote mental health and support people with mental illness and brain injury through support, education and community partnerships.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada and include the following significant accounting policies:

Cash and cash equivalents

Cash and cash equivalents include balances with banks, cash on hand, and short-term investments with maturities of three months or less.

Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Cash designated as internally restricted to fund certain net asset balances are considered not to be available for current operations and, as such are presented as long-term on the statement of financial position.

Guaranteed investment certificate

Guaranteed investment certificate with prices quoted in an active market are measured at fair value while those that are not quoted in an active market are measured at cost less impairment.

Capital assets

Purchased capital assets are recorded at cost. Capital grants are deferred and amortized to revenue at the same rate as the amortization of the capital asset acquired with the funds. Contributed capital assets are recorded at fair value at the date of contribution plus all costs directly attributable to the acquisition.

Amortization is provided using the straight-line method at rates intended to amortize the cost of assets over their estimated useful lives.

	Method	Rate
Automotive	straight-line	5 years
Computer equipment	straight-line	3 years
Equipment and furniture	straight-line	5 years
Leasehold improvements	straight-line	5 years
Fence	straight-line	10 years

2. Significant accounting policies *(Continued from previous page)*

Long-lived assets

Long-lived assets consists of capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The Association writes down long-lived assets held for use when conditions indicate that the asset no longer contributes to the Association's ability to provide goods and services. The asset is also written-down when the value of future economic benefits or service potential associated with the asset is less than its net carrying amount. When the Association determines that a long-lived asset is impaired, its carrying amount is written down to the asset's fair value.

Long-lived assets are classified as held for sale when all of the following criteria are met:

- Management, having the authority to approve the action, commits the Association to a plan to sell the assets;
- The assets are available for immediate sale in their present condition;
- The Association has initiated an active program to locate a buyer;
- The sale is probable, and is expected to qualify for recognition as a completed sale within one year;
- The assets are being actively marketed for sale at a reasonable price relative to their fair value; and
- It is unlikely that the plan to sell the asset will be withdrawn or that significant changes will be made to the plan.

Long lived assets classified as held for sale are initially measured at the lower of their carrying amount and fair value less costs to sell, and are not amortized. Subsequent increases in fair value not in excess of the cumulative loss previously recorded are recognized as gains. Disposals are reported as discontinued operations, unless the Association has no substantial continuing operations, if the operations and cash flows of a component of the business have been, or will be, eliminated from the Association's ongoing operations, the Association will not have any significant continuing involvement in its operations subsequent to the disposal, and the Association has other substantial continuing operations.

Net assets

The Association shows internally restricted net assets invested in capital assets as a separate component of net assets. Unrestricted net assets represents the Association's net assets that may be used by the Association for any purpose it deems appropriate. Internally restricted net assets are explained in Note 13 to these financial statements.

Revenue recognition

The Association follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions, government grants, and other revenues are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Contributed materials and services

Contributions of materials are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the materials are used in the normal course of the Association's operations and would otherwise have been purchased.

The Association benefits from contributed services in the form of volunteer time. Due to the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

2. **Significant accounting policies** *(Continued from previous page)*

Non-monetary transactions

The Association enters into agreements with certain customers from whom the Association acquires goods and services. Transactions involving the exchange of monetary consideration representing 10% or greater of the fair value of the arrangement are considered to be monetary transactions. Non-monetary transactions, for which the Association's future cash flows have been significantly affected ("commercial substance"), are recorded at the fair value of the assets given up or received, whichever is more reliably measurable. Non-monetary transactions are measured at carrying value when the transaction:

- lacks commercial substance;
- is an exchange of a product or property held for sale in the ordinary course of business to be sold in same line of business to facilitate sales to customers other than the parties of the exchange;
- for which neither the fair value of assets received or given up can be reliably measured; or
- non-monetary non-reciprocal transfers to owners in restructurings or liquidations.

Non-monetary transactions, including donations in kind, such as items donated for fundraising activities, are recorded in the financial statements where fair values are reasonably determinable.

Measurement uncertainty (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 reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets. Accrued liabilities and allocation of administrative expenses require use of estimates.

By their nature, these judgments are subject to measurement uncertainty, and the effect on the financial statements of changes in such estimates and assumptions in future years could be material. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues over expenses in the years in which they become known.

Financial instruments

The Association recognizes financial instruments when the Association becomes party to the contractual provisions of the financial instrument.

Arm's length financial instruments

Financial instruments originated/acquired or issued/assumed in an arm's length transaction ("arm's length financial instruments") are initially recorded at their fair value.

At initial recognition, the Association may irrevocably elect to subsequently measure any arm's length financial instrument at fair value. The Association has not made such an election during the year.

The Association subsequently measures investments in equity instruments quoted in an active market at fair value. Fair value is determined by published price quotations. Investments in equity instruments not quoted in an active market are subsequently measured at cost less impairment. With the exception of financial liabilities indexed to a measure of the Association's performance or value of its equity and those instruments designated at fair value, all other financial assets and liabilities are subsequently measured at amortized cost.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in excess (deficiency) of revenue over expenses. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

2. Significant accounting policies *(Continued from previous page)*

Financial asset impairment

The Association assesses impairment of all its financial assets measured at cost or amortized cost. The Association groups assets for impairment testing when available information is not sufficient to permit identification of each individually impaired financial asset in the group, there are numerous assets affected by the same factors, and no asset is individually significant. Management considers whether the issuer is having significant financial difficulty and whether there has been a breach in contract, such as a default or delinquency in interest or principal payments in determining whether objective evidence of impairment exists. When there is an indication of impairment, the Association determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year.

With the exception of related party debt instruments and related party equity instruments initially measured at cost, the Association reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets at the statement of financial position date; and the amount expected to be realized by exercising any rights to collateral held against those assets.

For related party debt instruments initially measured at cost, the Association reduces the carrying amount of the asset (or group of assets), to the highest of: the undiscounted cash flows expected to be generated by holding the asset, or group of similar assets, excluding the interest and dividend payments of the instrument; the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets at the statement of financial position date; and the amount expected to be realized by exercising any rights to collateral held against those assets.

For related party equity instruments initially measured at cost, the Association reduces the carrying amount of the asset (or group of assets), to the amount that could be realized by selling the asset(s) at the statement of financial position date.

Any impairment, which is not considered temporary, is included in current year excess (deficiency) of revenue over expenses.

The Association reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in excess (deficiency) of revenue over expenses in the year the reversal occurs.

3. Restricted cash, cash equivalents, and guaranteed investment certificate

Included in restricted cash are funds with respect to deferred contributions of \$29,431 (\$431 in 2023).

The Association has internally restricted some cash and cash equivalents for long-term planning purposes related to a building fund and contingency fund as disclosed in Note 13. The internal operating reserve fund (Note 13) is intended to help fund future operations and is supported by funds maintained in the general bank account.

**Canadian Mental Health Association,
Alberta Central Region**
Notes to the Financial Statements
For the year ended March 31, 2024

4. Accounts receivable

	2024	2023
Trade receivables	4,155	6,058
Goods and services tax receivable	7,038	4,441
Government of Alberta receivable	98,100	153,205
CMHA receivable	2,640	547
	111,933	164,251

5. Guaranteed Investment Certificate

The Association held a 1 year, non-redeemable guaranteed investment certificate, bearing interest at 2.8%, matured June 2023.

6. Note receivable

Note receivable of \$20,090 bears interest at 4.50% annually, repayable by May 1, 2025.

7. Capital assets

	<i>Cost</i>	<i>Accumulated amortization</i>	<i>2024 Net book value</i>	<i>2023 Net book value</i>
Automotive	65,438	33,963	31,475	42,563
Computer equipment	71,258	68,531	2,727	10,282
Equipment and furniture	90,201	80,774	9,427	16,450
Leasehold improvements	4,405	3,566	839	1,720
Fence	65,619	19,686	45,933	52,495
	296,921	206,520	90,401	123,510

8. Accounts payable and accruals

The Association has authorized seven credit cards with an aggregate maximum of \$20,000, (\$11,000 in 2023) bearing interest at 19.99% on outstanding balances and 22.99% on cash advances. At year-end, \$4,835 (\$2,014 in 2023) is outstanding on these credit cards.

**Canadian Mental Health Association,
Alberta Central Region
Notes to the Financial Statements**

For the year ended March 31, 2024

9. Deferred contributions

Deferred contributions consist of unspent contributions externally restricted for future operations of the Association. Recognition of these amounts as revenue is deferred to periods when the specified expenditures are made. Changes in the deferred contribution balance are as follows:

	<i>Balance, beginning of year</i>	<i>Amount received during the year</i>	<i>Less: Amount recognized as revenue during the year</i>	<i>Less: Transfers to accounts payable</i>	<i>Less: Transfers to deferred capital</i>	2024	2023
Fees in advance	2,901	48,288	(33,761)	-	-	17,428	2,901
Government of Alberta - Alberta Brain Injury Network (ABIN)	3,539	530,702	(534,241)	-	-	-	3,539
CMHA Division - Recovery College	-	81,429	(81,429)	-	-	-	-
Lifelong Learning - Education	5,000	-	(5,000)	-	-	-	5,000
ASIST	7,350	33,850	(36,000)	-	-	5,200	7,350
Raffle funds	431	597	(753)	-	-	275	431
Casino funds	-	29,186	(32)	-	-	29,154	-
City of Red Deer - Pathways	14,861	310,000	(324,861)	-	-	-	14,861
AHS - Pathways to Housing	56,127	188,546	(244,673)	-	-	-	56,127
City of Red Deer - Lived/living homelessness	7,506	78,663	(74,354)	-	-	11,815	7,506
Amethyst tenant subsidy	1,270	-	-	-	-	1,270	1,270
City of Red Deer - Amethyst	2,025	969,035	(971,060)	-	-	-	2,025
Lifelong Learning - Amethyst	1,500	6,000	(6,000)	-	-	1,500	1,500
Government of Alberta - crisis counselor	21,250	85,000	(42,500)	-	-	63,750	21,250
	123,760	2,361,296	(2,354,664)	-	-	130,392	123,760

**Canadian Mental Health Association,
Alberta Central Region**
Notes to the Financial Statements
For the year ended March 31, 2024

10. Deferred contributions related to capital assets

Deferred capital contributions consist of the unamortized amount of contributions received for the purchase of capital assets. Recognition of these amounts as revenue is deferred to periods when the related capital assets are amortized. Changes in deferred capital contributions are as follows:

	2024	2023
Balance, beginning of year	72,282	144,325
Amount recognized during the year as amortization	(14,939)	(19,583)
Contributions for capital assets	-	11,896
Amount recognized during the year as revenue	-	(64,356)
Balance, end of year	57,343	72,282

11. Commitments

The Association has entered into various lease agreements and contractual payment obligations with estimated minimum annual payments as follows:

2025	105,405
2026	60,300
2027	12,500
2028	674
	178,879

12. Contingency

The Association has been named as defendant in a lawsuit in the normal course of operations. These lawsuits remain at an early stage, and as litigation is subject to many uncertainties, it is not possible to predict the ultimate outcome of these lawsuits or to estimate the loss, if any, which may result. The Association's insurers have been advised of these claims and are cooperating with the Association in the defence of these lawsuits subject to policy deductibles, limits, and terms and conditions.

Litigation is subject to many uncertainties, and the outcome of individual matters is not predictable with assurance. In the opinion of management, based on the advice and information provided by its legal counsel, final determination of these other litigations will not materially affect the Association's financial position or results of operations.

**Canadian Mental Health Association,
Alberta Central Region**
Notes to the Financial Statements
For the year ended March 31, 2024

13. Internally restricted net assets

The board has previously approved internally restricted net assets representing an operating reserve, a building fund, and a contingency fund. The funds can not be used for other purposes without Board approval.

	2024	2023
Operating reserve		
Balance, beginning of year	-	33,011
Transfers	-	(33,011)
	-	-
Building fund		
Balance, beginning and end of year	161,000	25,000
Transfers	(21,532)	136,000
	139,468	161,000
Contingency fund		
Balance, beginning and end of year	113,044	120,000
Transfers	(18,529)	(6,956)
	94,515	113,044
	233,983	274,044

14. Government grants

	2024	2023
City of Red Deer Outreach and Support Services Initiative (OSSI) & Reaching Home - Housing First (Amethyst)	971,059	992,467
City of Red Deer Outreach and Support Services Initiative (OSSI) & Reaching Home - Intensive Case Management (Pathways to Housing)	324,862	309,582
City of Red Deer Outreach and Support Services Initiative (OSSI) & Reaching Home - Lived/Living Experience of Homelessness	74,354	78,715
Alberta Health Services - Alberta Brain Injury Initiative	534,241	592,868
Other government support	412,946	280,729
	2,317,462	2,254,361

**Canadian Mental Health Association,
Alberta Central Region**
Notes to the Financial Statements
For the year ended March 31, 2024

15. Charitable fundraising

	2024	2023
Contributions		
Donations and other contributions	44,853	35,007
Fundraising events	9,273	46,539
Casino and raffle	753	2,028
	54,879	83,574
Contributions were utilized as follows:		
Program costs	(51,167)	(70,027)
Fundraising expense (event costs)	(2,955)	(12,748)
Administration costs	(757)	(799)
	(54,879)	(83,574)
	-	-

The above transactions occurred during the year as a result of charitable fundraising which are required to be disclosed to comply with Alberta Fundraising and Solicitation responsibilities.

16. Financial instruments

The Association, as part of its operations, carries a number of financial instruments. It is management's opinion that the Association is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Credit concentration

Financial instruments that potentially subject the Association to concentrations of credit risk consist primarily of trade accounts receivable as it grants credit to its customers in the normal course of business. The Association's revenue are concentrated; however, credit exposure is limited due to the Association's large customer base. To mitigate the risk, the Association regularly reviews its receivables and follows up on outstanding balances when necessary.

During the year, one supporter made up 88% of total accounts receivable (one supporter made up 93% in 2023).

17. Economic dependence

The Association's primary source of revenue is from government grants to maintain its operations. If funding is not received, the operations of the Association will be significantly reduced.

18. Comparative figures

Certain comparative figures have been reclassified to conform with current year presentation.