

ALZHEIMER SOCIETY OF CALGARY
Financial Statements
Year Ended March 31, 2022

ALZHEIMER SOCIETY OF CALGARY
Index to Financial Statements
Year Ended March 31, 2022

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Operations	4
Statement of Changes in Net Assets	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 14
Schedule of Club 36 Day Programs (<i>Schedule 1</i>)	15



DART BRYANT LLP
Chartered Professional Accountants
#250, 1319 Edmonton Trail NE
Calgary, Alberta T2E 4Y8

David R Dart, CPA, CA
Edwin L Bryant, CPA, CA
Denis G Perron, CPA, CA

Bus: (403) 230-3764
Fax: (403) 230-3766
davedart@dartbryant.com
edbryant@dartbryant.com
denisperron@dartbryant.com

INDEPENDENT AUDITOR'S REPORT

To the Members of Alzheimer Society of Calgary

Qualified Opinion

We have audited the financial statements of Alzheimer Society of Calgary (the Society), which comprise the statement of financial position as at March 31, 2022, 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 Society as at March 31, 2022 and the results of its operations and cash flows for the years then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Qualified Opinion

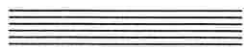
In common with many not-for-profit organizations, the Society derives contributions the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Society. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenue, excess of revenues over expenses, and cash flows from operations for the year ended March 31, 2022 and 2021, current assets and net assets as at March 31 2022 and 2021, and net assets as at January 1 and December 31 for both 2022 and 2021 years. Our audit opinion on the financial statements for the year ended March 31, 2021 was modified accordingly because of the possible effects of this limitation of scope. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

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 Society 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.

(continues)



Independent Auditor's Report to the Members of Alzheimer Society of Calgary (continued)

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

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

July 27, 2022


Chartered Professional Accountants

ALZHEIMER SOCIETY OF CALGARY
Statement of Financial Position
March 31, 2022

	2022	2021
ASSETS		
CURRENT		
Cash	\$ 1,321,621	\$ 744,477
Accounts receivable	8,051	36,721
Goods and services tax recoverable	7,851	8,483
Prepaid expenses	24,712	26,931
Land - held for sale (Note 17)	<u>3,610,625</u>	<u>-</u>
	4,972,860	816,612
CAPITAL ASSETS (Net of accumulated amortization) (Note 3)	20,069	20,609
LONG TERM INVESTMENTS (Note 4)	<u>4,378,316</u>	<u>3,552,279</u>
	\$ 9,371,245	\$ 4,389,500
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 54,447	\$ 45,890
Deferred contributions (Note 5)	<u>305,069</u>	<u>227,088</u>
	359,516	272,978
NET ASSETS		
Unrestricted	6,991,660	2,095,913
Internally restricted (Note 6)	2,000,000	2,000,000
Net investment in equipment	<u>20,069</u>	<u>20,609</u>
	9,011,729	4,116,522
	\$ 9,371,245	\$ 4,389,500

ON BEHALF OF THE BOARD


 _____ Director


 _____ Director

ALZHEIMER SOCIETY OF CALGARY
Statement of Operations
Year Ended March 31, 2022

	2022	2021
UNRESTRICTED REVENUE		
Contributions		
General (Note 9)	\$ 1,689,562	\$ 900,270
Bequests	383,707	259,936
Learning and support services - fees for service	8,150	3,035
Investment income (Note 10)	164,287	206,063
Government subsidies - COVID-19 (Note 15)	181,453	351,798
Land - Gift in Kind (Note 17.)	3,610,625	-
	<u>6,037,784</u>	<u>1,721,102</u>
RESTRICTED REVENUE		
Club 36 Day Programs (Schedule 1)		
Contracted services - Alberta Health Services	579,634	573,901
Fees for service and contributions	33,833	16,318
Learning and support services	256,219	370,953
Dementia Network	51,663	247,767
Public awareness and communication	-	7,500
Contributions for research	17,429	730
	<u>938,778</u>	<u>1,217,169</u>
TOTAL REVENUE (Note 7)	<u>6,976,562</u>	<u>2,938,271</u>
EXPENSES (Note 11)		
Programs		
Club 36 Day Programs (Schedule 1)	709,605	608,929
Learning and support services	675,003	542,084
First Link	23,491	22,520
Volunteer program	7,009	1,687
Communications	155,086	166,842
Dementia Network	92,568	283,955
Research	17,429	730
Fundraising events (Note 9)	93,725	65,923
Fund development	323,197	287,850
Program support	147,867	108,089
	<u>2,244,980</u>	<u>2,088,609</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES FROM OPERATIONS	<u>4,731,582</u>	<u>849,662</u>
Unrealized gain (loss) on investments (Note 10)	163,625	494,349
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	<u>\$ 4,895,207</u>	<u>\$ 1,344,011</u>

ALZHEIMER SOCIETY OF CALGARY
Statement of Changes in Net Assets
Year Ended March 31, 2022

	Unrestricted	Internally Restricted	Net Investment in Equipment	2022	2021
NET ASSETS - BEGINNING OF YEAR	\$ 2,095,913	\$ 2,000,000	\$ 20,609	\$ 4,116,522	\$ 2,772,511
Excess (deficiency) of revenue over expenses	4,895,207	-	-	4,895,207	1,344,011
Amortization	5,660	-	(5,660)	-	-
Additions to capital assets	(5,120)	-	5,120	-	-
NET ASSETS - END OF YEAR	\$ 6,991,660	\$ 2,000,000	\$ 20,069	\$ 9,011,729	\$ 4,116,522

ALZHEIMER SOCIETY OF CALGARY
Statement of Cash Flows
Year Ended March 31, 2022

	2022	2021
OPERATING ACTIVITIES		
Excess of unrestricted revenue over expenses	\$ 4,895,207	\$ 1,344,011
Items not affecting cash:		
Amortization	5,660	5,603
Realized (gain) loss on investments	7,677	(70,568)
Unrealized (gain) loss on investments	(163,625)	(494,349)
Land Donation	(3,610,625)	-
	<u>1,134,294</u>	<u>784,697</u>
Changes in non-cash working capital:		
Accounts receivable	28,670	(1,172)
Accounts payable	8,558	(6,844)
Deferred contributions	77,981	(155,938)
Prepaid expenses	2,219	37,552
Goods and services tax payable	632	2,598
	<u>118,060</u>	<u>(123,804)</u>
Cash flow from operating activities	<u>1,252,354</u>	<u>660,893</u>
INVESTING ACTIVITIES		
Purchase of capital assets	(5,120)	-
Purchase of long-term investments	(1,858,176)	(971,151)
Proceeds on sale of long-term investments	1,188,086	506,575
Cash flow used by investing activities	<u>(675,210)</u>	<u>(464,576)</u>
INCREASE IN CASH FLOW	577,144	196,317
Cash - beginning of year	<u>744,477</u>	<u>548,160</u>
CASH - END OF YEAR	\$ 1,321,621	\$ 744,477
CASH FLOWS SUPPLEMENTARY INFORMATION		
Investment income received (Note 10)	<u>\$ 164,287</u>	<u>\$ 206,063</u>
CASH CONSISTS OF:		
Cash	<u>\$ 1,321,621</u>	<u>\$ 744,477</u>

ALZHEIMER SOCIETY OF CALGARY
Notes to Financial Statements
Year Ended March 31, 2022

1. NATURE OF OPERATIONS

The Alzheimer Society of Calgary, (the "Society") is a charitable organization incorporated under the Societies Act of Alberta with a mission to enable local people impacted by dementia to live life well and build the capacity of the community to support and care for them. This is accomplished through the provision of support, information and referrals for individuals and families living with dementia; adult day programs in two Calgary sites; training and education for professional care partners; and public awareness and education activities. The Society also provides funding for research into the cause and cure of Alzheimer's disease and dementia.

As income from contracted services and fees for service is insufficient to cover the costs of all programs undertaken, the ongoing operations of the Society are dependent on donations and fundraising from those interested. Consequently, the Society is exposed to liquidity risk which is the risk of encountering difficulties meeting its financial obligations because of the uncertainty of the amount and timing of receipt of contributions from its supporters. This liquidity risk has been mitigated by the establishment of an internally restricted fund to provide against an interruption in operations, should there be difficulty in meeting the Society's obligations (*Note 6*).

The Society is a registered charity and is therefore exempt from the payment of income tax.

2. SUMMARY OF ACCOUNTING POLICIES

Basis of presentation

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

Financial statements are prepared on the assumption that the entity is a going concern, meaning that it will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations. Management is required to assess whether there are any events or conditions that may cast significant doubt upon the entity's ability to continue as a going concern. Management is not aware of any such material uncertainties; accordingly these financial statements have been prepared using the going concern assumption.

A summary of accounting policies used is as follows:

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets, if any 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 measured at amortized cost include cash and accounts receivable. Financial instruments measured at fair value are long-term investments.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

(continues)

ALZHEIMER SOCIETY OF CALGARY
Notes to Financial Statements
Year Ended March 31, 2022

2. SUMMARY OF ACCOUNTING POLICIES *(continued)*

Cash and cash equivalents

Cash and cash equivalents include cash in banks and brokerage accounts, and short term deposits capable of liquidation within 90 days.

Impairment of long lived assets

The Society tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

Capital assets

Capital assets purchased are recorded at cost. Donated capital assets and artwork are recorded at fair value when a fair value can be reasonably determined.

Website development costs are capitalized when they exceed the Society's capitalization threshold due to the fact that they benefit future periods through education of the public and financial support to the Society.

Capital assets are amortized on a straight-line basis over their estimated useful lives of four to five years. Donated artwork is not amortized.

Revenue recognition

The Society 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. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Gifts in kind for which an independent valuation is available and which have been receipted for income tax purposes are recorded at the receipted amount in unrestricted contributions. Gifts in kind not receipted for income tax purposes have not been recorded in the financial statements (*Note 7*).

Restricted contributions received for the purchase of equipment are deferred and amortized to income on the same basis as the amortization of the equipment acquired.

Fees for service are recognized when the related service is provided

Investment income includes dividends, interest, and realized and unrealized gains and losses. Unrealized gains and losses on financial assets carried at fair value are included in investment income and recognized as revenue in the statement of operations (*Note 9*).

Donated services

During the year volunteers contributed thousands of hours to assist the Society in carrying out its mission. Because of the difficulty of determining their number and fair value, donated services are not recognized in the financial statements.

(continues)

ALZHEIMER SOCIETY OF CALGARY
Notes to Financial Statements
Year Ended March 31, 2022

2. SUMMARY OF ACCOUNTING POLICIES *(continued)*

Allocation of general support expenses to other functions

The Society presents expenses in the statement of operations on the basis of function performed, including programs, research, fundraising events, fund development and program support.

Expenses which are directly attributable to a function are recorded as expenses of that function. Expenses which are not directly attributable to any specific function are recorded as program support expenses.

Use of estimates

In preparing the Society's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the year. Actual results could differ from these estimates.

These financial statements include estimates for valuation of long term investments, amortization of capital assets, accrued expenses and allocation for administration salaries and costs between departments.

3. CAPITAL ASSETS

	Cost	Accumulated amortization	<i>Net Book Value</i> 2022	<i>Net Book Value</i> 2021
<u>Equipment</u>				
Office equipment	\$ 231,215	\$ 226,152	\$ 5,063	\$ -
Donated artwork	3,800	-	3,800	3,800
	<u>235,015</u>	<u>226,152</u>	<u>8,863</u>	<u>3,800</u>
<u>Intangible assets</u>				
Website	104,121	92,915	11,206	16,809
	<u>\$ 339,136</u>	<u>\$ 319,067</u>	<u>\$ 20,069</u>	<u>\$ 20,609</u>

ALZHEIMER SOCIETY OF CALGARY
Notes to Financial Statements
Year Ended March 31, 2022

4. LONG TERM INVESTMENTS

	2022	2021
Cash equivalents, measured at amortized cost	\$ 767,500	\$ 449,025
Fixed income, measured at fair market value	988,588	1,077,898
Preferred shares, measured at fair market value	946,567	1,186,768
Equity, measured at fair market value	1,657,507	835,087
Multit-asset, measured at fair market value	18,153	3,500
Cash surrender value of life insurance policy, measured at amortized cost	1	1
	\$ 4,378,316	\$ 3,552,279

Fixed income bonds

The Society is exposed to interest rate risk on the fixed income bonds to the extent that interest rates fluctuate while the investments are owned. As these bonds are traded on the open market, changes in interest rates will affect the fair value of the investments. It is anticipated that the maturing investments will be reinvested so have all been treated as long-term investments.

Cash surrender value of life insurance policies

The Society has been irrevocably appointed as the sole beneficiary on a term life insurance policy having a face value of \$100,000. As there is no cash surrender value in this policy, it has been recorded at a nominal value of \$1.

5. DEFERRED CONTRIBUTIONS

Deferred contributions represent unspent resources received in the current year which have been restricted by the contributors to be used to fund specific programs to be conducted in following years. Changes in the deferred contributions balance are as follows:

	2022	2021
Balance, beginning of year	\$ 227,088	\$ 383,026
Restricted contributions received during the year	372,017	227,350
Recognized in revenue	(294,036)	(383,288)
Balance, end of year	\$ 305,069	\$ 227,088

Deferred contributions on hand at March 31, 2022 are for support of various initiatives and projects by the Society.

6. INTERNALLY RESTRICTED NET ASSETS

The Society's Board of Directors has internally restricted net assets in order to provide a reserve to be used to ensure ongoing operations of the Society's programs and services, should there be an unanticipated interruption or decline in revenue, or for other purposes as determined by the Board.

	2022	2021
Balance	\$ 2,000,000	\$ 2,000,000

ALZHEIMER SOCIETY OF CALGARY
Notes to Financial Statements
Year Ended March 31, 2022

7. CLASSIFICATION OF REVENUE

	2022	2021
Contributions	\$ 5,776,140	\$ 1,373,518
Grants and other funding	817,276	987,538
Fees for service	37,405	19,354
Gain (loss) on foreign exchange	(556)	(389)
Investment income	164,843	206,452
Subtotal	6,795,108	2,586,473
Government grant - COVID-19	181,453	351,798
	\$ 6,976,561	\$ 2,938,271

Included in contributions of \$5,776,141 (2021: \$1,373,518) are receipted gifts in kind totaling \$3,616,308 (2021: \$300) received in connection with annual fund-raising events and a one-time land donation (see note 17).

Contributions in kind of \$62,293 (2021: \$62,654) were received from corporate sponsors to assist with various specific fund-raising events. As these contributions are in kind and have not been receipted for income tax purposes, the amount has not been recorded in these financial statements.

8. RESTRICTED REVENUE - FUNDING FOR PROGRAMS

Funding source	Learning and Support Services	Dementia Network	2022	2021
United Way	\$ 76,560	\$ 19,140	\$ 95,700	\$ 96,616
Gordie Howe C.A.R.E.S	50,000	-	50,000	200,000
Alzheimer Society of Alberta and Northwest Territories	27,879	-	27,879	27,244
Other - organizations and individuals	82,640	51,663	134,303	294,860
	\$ 237,079	\$ 70,803	\$ 307,882	\$ 618,720

Learning and Support Services (LSS) is a key program delivered by the Society under which a team of social workers provides support and connections to community resources. The LSS team also delivers education to a wide variety of stakeholders, including people impacted by dementia and their families, the public, and professionals working in the field of dementia care.

Dementia Network Calgary is a multi-stakeholder group of organizations and individuals that is taking a cross-sector, collaborative approach to tackling the complex challenges of dementia. The Alzheimer Society of Calgary provides backbone support for the initiative which includes co-ordination of activities, communications, awareness and mobilization of funding.

Club 36 is an Adult Day Program contracted through Alberta Health Services which provides social and recreational programming for people living with dementia and respite for their Caregivers. Operating in two locations, Club members participate in meaningful activities including music, physical activities, baking, gardening and art. (Schedule 1)

ALZHEIMER SOCIETY OF CALGARY
Notes to Financial Statements
Year Ended March 31, 2022

9. PRIMARY FUND-RAISING INITIATIVES

The following summarizes the revenue from specific fund-raising activities occurring in the year, as included in total contributions revenue of \$1,689,561, as well as directly related expenses.

	Revenue	Expenses	2022	2021
General & direct mail contributions	\$ 1,291,568	\$ 38,501	\$ 1,253,067	\$ 517,778
Walk/Run	221,202	55,224	165,978	150,964
	\$ 1,512,770	\$ 93,725	\$ 1,419,045	\$ 668,742

10. INVESTMENT INCOME

Investment income consists of the following:

	2022	2021
Interest and dividend Income	\$ 172,520	\$ 135,884
Gain (loss) on sale of investments	(7,677)	70,568
Gain (loss) on foreign exchange	(556)	(389)
Subtotal	164,287	206,063
Unrealized gain (loss) on investments	163,625	494,349
Total investment income	\$ 327,912	\$ 700,412

All investment income is available for use in general operations.

11. CLASSIFICATION OF EXPENSES

	2022	2021
Salaries and benefits	\$ 1,514,191	\$ 1,322,693
Rent	195,620	181,710
Program support, materials, supplies & technology	202,633	180,834
Research grants	17,429	730
Legal, accounting, and audit fees	37,366	31,623
Direct fund-raising expenses	56,260	38,035
Public awareness	50,816	39,666
Amortization	5,660	5,603
Direct programming expenses	103,789	257,176
Strategic Planning	14,783	-
Conferences, education and training	18,082	8,566
Travel, and vehicle repairs and maintenance	2,649	1,237
Life insurance premiums	2,039	2,039
Consulting fees	23,662	18,697
	\$ 2,244,979	\$ 2,088,609

Total salaries and benefits of \$1,514,191 (2021: \$1,322,693) include \$166,061 (2021: \$154,317) paid as remuneration to employees whose principal duties involve fund-raising.

ALZHEIMER SOCIETY OF CALGARY
Notes to Financial Statements
Year Ended March 31, 2022

12. 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 March 31, 2022.

(a) 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. The Society is exposed to market risk through its investments. The Society manages this risk through an established investment policy.

(b) 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 rate. The Society is exposed to interest rate risk arising from the possibility that interest rate fluctuations will affect the value of its fixed rate investments. The Society manages this risk through an established investment policy.

(c) Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Society is exposed to other price risks through its investment in quoted shares.

Unless otherwise noted, it is management's opinion that the Society is not exposed to significant other price risks arising from these financial instruments.

13. RELATED PARTY TRANSACTIONS

The Society is incorporated as an independent local not-for-profit organization serving Calgary and surrounding regions. The Society works collaboratively with the Alzheimer Society of Alberta and Northwest Territories (ASANT), which is a federated member of the Alzheimer Society of Canada (Canada); however, there is no joint control or significant influence exercised by Canada or ASANT over the Society's operating and investing decisions.

ALZHEIMER SOCIETY OF CALGARY
Notes to Financial Statements
Year Ended March 31, 2022

14. COMMITMENTS

The Society entered into a lease for its office premises for a period of eleven years ending November 30, 2027. The lease requires annual base rent and parking of approximately \$73,000 excluding additional common area costs estimated at \$70,000 to \$75,000 annually which are included in total rent expenses of \$195,620 (*Note 11*).

The Society entered into lease agreements for space in which it conducts its Club 36 Seton and Club 36 Harvest Hills day programs. The Seton lease agreement was signed for five years ending November 30, 2022 and requires an annual base rent of approximately \$27,850. The Harvest Hills lease was renewed for three years, ending March 31, 2023, requiring annual base rent of approximately \$30,000. Annual rents on both of these locations are included in total rent expenses of \$195,620 (*Note 11*).

The Society has entered into contracts for the lease of office equipment that end May 2023, November 2024 and July 2025 requiring annual payments of approximately \$9,500.

The minimum annual base rent payments for the next five years are:

	\$
2023	138,938
2024	88,057
2025	89,924
2026	84,261
2027	55,928

15. GOVERNMENT SUBSIDIES - COVID-19

The Society received government subsidies during the year to assist in payment of employee salaries and wages as part of the government's COVID-19 relief program for Canadian employers.

16. HEALTH PANDEMIC

During 2020 the World Health Organization categorized the outbreak of a strain of the novel coronavirus (COVID-19) as a pandemic which has led to a number of public health and emergency measures which have been put in place by various levels of government to attempt to combat the spread of the virus. At this time, the duration and potential impact of COVID-19 is unknown and it is not possible to reliably estimate the impact these events may have on the financial results and condition of the Society in future periods. As at year end, the majority of public health measures were lifted in Alberta and management has implemented appropriate actions to return to more normal operations in fiscal 2023.

17. SUBSEQUENT EVENTS

In the current year, the Society received a one-time unrestricted land donation in the amount of approximately \$3.6 million. This land was classified as held-for-sale as the Society sold this land subsequent to year end for net proceeds of approximately \$3.6 million.

ALZHEIMER SOCIETY OF CALGARY
Schedule of Club 36 Day Programs
(Schedule 1)
Year Ended March 31, 2022

	2022	2021
REVENUE		
Contracted services - Alberta Health Services	\$ 579,634	\$ 573,901
Fees for service - Alberta Health Services	5,700	-
Fees for service - clients	10,050	80
Contributions, including bequests	11,969	16,138
Music & art therapy revenue	50	-
Music & art therapy contributions	1,535	100
Wishful thinking Revenue	4,529	-
	<u>613,467</u>	<u>590,219</u>
EXPENSES		
Salary and employee benefits	564,629	507,261
Program support	45,317	36,275
Program and craft supplies	13,953	8,241
Food and kitchen supplies	20,557	8,442
Rent and cleaning	64,746	47,562
Mileage and parking	403	1,148
	<u>709,605</u>	<u>608,929</u>
DEFICIENCY OF EXPENSES OVER REVENUE	<u>\$ (96,138)</u>	<u>\$ (18,710)</u>

See note 8 for program description