# ASSOCIATION FOR THE REHABILITATION OF THE BRAIN INJURED

## Financial Statements

## Year Ended March 31, 2026

**Association For The Rehabilitation Of The Brain Injured (ARBI)**
**Index to Financial Statements**
**Year Ended March 31, 2026**

Arteris LLP
Chartered Professional Accountants

# INDEPENDENT AUDITOR'S REPORT

To the Members of Association for the rehabilitation of the brain injured (ARBI)

*Opinion*

We have audited the financial statements of Association for the rehabilitation of the brain injured (ARBI) (the Association), which comprise the statement of financial position as at March 31, 2026, and the statements of revenues and expenses, 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, the accompanying financial statements present fairly, in all material respects, the financial position of the Association as at March 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 Opinion*

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 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 opinion.

*Other Matter*

The financial statements of Association for the Rehabilitation of the Brain Injured for the year ended March 31, 2025 were audited by another practitioner who expressed an unmodified opinion on those financial statements on May 28, 2025.

*Other Information*

Management is responsible for the other information. The other information comprises the information, other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

*(continues)*

***operating through Arteris LLP, Chartered Professional Accountants**

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*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 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.

*(continues)*

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.

Arteris LLP

Calgary, Alberta
June 4, 2026

ARTERIS LLP
CHARTERED PROFESSIONAL ACCOUNTANTS

## Association For The Rehabilitation Of The Brain Injured (ARBI)
## Statement of Financial Position
## March 31, 2026

| | 2026 | 2025 |
|---|---|---|
| **ASSETS** | | |
| CURRENT | | |
| Cash *(Note 3)* | $ 751,136 | $ 203,194 |
| Restricted cash *(Note 3)* | 613 | 38 |
| Short-term investments *(Note 4)* | - | 588,516 |
| Accounts receivable | 46,436 | 45,628 |
| Goods and services tax recoverable | 12,333 | 8,832 |
| Prepaid expenses | 6,642 | 11,402 |
| | 817,160 | 857,610 |
| PROPERTY AND EQUIPMENT *(Note 5)* | 46,745 | 71,239 |
| | $ 863,905 | $ 928,849 |
| **LIABILITIES AND NET ASSETS** | | |
| CURRENT | | |
| Accounts payable and accrued liabilities | $ 35,168 | $ 41,920 |
| Deferred contributions *(Note 6)* | 74,638 | 26,567 |
| | 109,806 | 68,487 |
| DEFERRED CONTRIBUTIONS RELATED TO PROPERTY AND EQUIPMENT *(Note 7)* | 37,408 | 49,707 |
| | 147,214 | 118,194 |
| **NET ASSETS** | | |
| Unrestricted fund | 100,538 | 200,607 |
| Invested in property and equipment | 9,337 | 21,532 |
| Internally restricted *(Note 3)* | 606,816 | 588,516 |
| | 716,691 | 810,655 |
| | $ 863,905 | $ 928,849 |

**ON BEHALF OF THE BOARD**

_______________ *Director* Treasurer

_______________ *Director* Board Chair

See notes to financial statements

## Association For The Rehabilitation Of The Brain Injured (ARBI)
## Statement of Revenues and Expenses
## Year Ended March 31, 2026

| | 2026 | 2025 |
|---|---|---|
| **REVENUES** | | |
| Government service agreements *(Note 9)* | **$ 1,236,109** | $ 1,297,224 |
| General donations and fundraising | **399,278** | 400,802 |
| Foundation Grants | **108,613** | 257,630 |
| Service Revenue | **68,130** | 88,657 |
| Government grants and subsidies *(Note 10)* | **36,290** | 51,628 |
| Casino and gaming | **30,093** | 121,148 |
| Interest revenue | **21,531** | 39,377 |
| In-kind donations | **1,838** | 700 |
| Other revenue | **711** | 992 |
| | **1,902,593** | 2,258,158 |
| **EXPENSES** | | |
| Salaries and wages *(Note 12)* | **1,506,754** | 1,832,283 |
| Rent and facility operating costs *(Note 8)* | **160,558** | 166,165 |
| Administrative Professional fees | **134,146** | 51,109 |
| Programming (education) | **66,547** | 156,940 |
| Fundraising and advertising *(Note 12)* | **37,412** | 44,777 |
| Office | **16,853** | 47,752 |
| Insurance | **14,728** | 18,057 |
| Travel | **13,070** | - |
| Board expenditures | **8,400** | 8,301 |
| Training | **7,702** | - |
| Business taxes, licences and memberships | **7,067** | - |
| Bank charges | **4,587** | 5,078 |
| Equipment rentals | **3,484** | - |
| Donations *(Note 11)* | **3,054** | 2,833 |
| | **1,984,362** | 2,333,295 |
| **EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE OTHER INCOMES (EXPENSES)** | **(81,769)** | (75,137) |
| OTHER INCOMES (EXPENSES) | | |
| Amortization of deferred contributions related to property and equipment *(Note 7)* | **17,897** | 20,807 |
| Amortization of property and equipment | **(30,092)** | (31,593) |
| | **(12,195)** | (10,786) |
| **EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES** | **$ (93,964)** | $ (85,923) |

See notes to financial statements

## Association For The Rehabilitation Of The Brain Injured (ARBI)
## Statement of Changes in Net Assets
## Year Ended March 31, 2026

| | Unrestricted fund | Internally restricted | Invested in property and equipment | **2026** | 2025 |
|---|---|---|---|---|---|
| **NET ASSETS - BEGINNING OF YEAR** | $ 200,607 | $ 588,516 | $ 21,532 | **$ 810,655** | $ 896,578 |
| Excess (Deficiency) of revenues over expenses | (100,069) | 18,300 | (12,195) | **(93,964)** | (85,923) |
| **NET ASSETS - END OF YEAR** | $ 100,538 | $ 606,816 | $ 9,337 | **$ 716,691** | $ 810,655 |

See notes to financial statements

## Association For The Rehabilitation Of The Brain Injured (ARBI)
## Statement of Cash Flows
## Year Ended March 31, 2026

| | 2026 | 2025 |
|---|---|---|
| **OPERATING ACTIVITIES** | | |
| Deficiency of revenues over expenses | **$ (93,964)** | $ (85,923) |
| Items not affecting cash: | | |
| Amortization of property and equipment | **30,092** | 31,593 |
| Amortization of deferred contributions related to property and equipment | **(17,897)** | (20,807) |
| Accrued interest on short-term investments | **-** | (516) |
| | **(81,769)** | (75,653) |
| Changes in non-cash working capital: | | |
| Accounts receivable | **(808)** | 47,202 |
| Accounts payable and accrued liabilities | **(6,752)** | (3,458) |
| Deferred contributions | **48,071** | (53,275) |
| Goods and services tax recoverable | **(3,501)** | (5,556) |
| Prepaid expenses | **4,760** | (8,820) |
| | **41,770** | (23,907) |
| Cash flow used by operating activities | **(39,999)** | (99,560) |
| **INVESTING ACTIVITIES** | | |
| Purchase of property and equipment | **(5,598)** | (7,607) |
| Proceeds of short-term investment sold | **588,516** | 743,286 |
| Purchase of short-term investment | **-** | (585,498) |
| Cash flow from investing activities | **582,918** | 150,181 |
| **FINANCING ACTIVITY** | | |
| Deferred contribution for property and equipment | **5,598** | - |
| Cash flow from financing activity | **5,598** | - |
| **INCREASE IN CASH FLOW** | **548,517** | 50,621 |
| Cash - beginning of year | **203,232** | 152,611 |
| **CASH - END OF YEAR** | **$ 751,749** | $ 203,232 |
| **CASH CONSISTS OF:** | | |
| Cash | **$ 751,136** | $ 203,194 |
| Restricted casino funds | **613** | 38 |
| | **$ 751,749** | $ 203,232 |

1. INCORPORATION AND NATURE OF THE ORGANIZATION

The Association for the Rehabilitation of the Brain Injured (the "Association") is a not-for-profit organization incorporated under the Societies Act of Alberta on September 11, 1978. As a registered charity the Association is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

The purpose of the Association is to provide long-term rehabilitation and community integration for people who have suffered the most severe brain injuries and strokes.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Association have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO"). The financial statements have, in management's opinion, been properly prepared using careful judgment with reasonable limits of materiality and within the framework of the significant accounting policies summarized below.

Cash and cash equivalents

Cash and cash equivalents include balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevents its use for current purposes is included in restricted cash.

Short-term investments

Short-term investments consist of Guaranteed Investment Certificates ("GICs") with a maturity of twelve months or less and are carried at amortized cost.

Goods and services tax

Goods and services tax is recoverable at 50% as a rebate. The unrecoverable portion is recorded as an expense with the rebate treated as a receivable.

Property and equipment

Property and equipment is stated at cost or deemed cost less accumulated amortization. Contributed tangible capital assets are recorded at fair value at the date of contribution. Tangible capital assets are amortized over their estimated useful lives on a straight-line basis at the following rates and methods:

| | | |
|---|---|---|
| Computer equipment | 3.33 years | straight-line method |
| Furniture and fixtures | 5 years | straight-line method |
| Leasehold improvements | 5 years | straight-line method |
| Therapy equipment | 5 years | straight-line method |

The Association regularly reviews its property and equipment to eliminate obsolete items. Property and equipment purchase with a cost below $2,000 are expensed in the year acquired. Property and equipment acquired during the year but not placed into use are not amortized until they are placed into use.

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2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Revenue recognition

*Sales*

The Association follows the deferral method of accounting for contributions.

- Externally 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 receivable can be reasonably estimated and collection is reasonably assured.

- Externally restricted contributions for the purchase of capital assets that will be amortized are recorded as deferred capital contributions and recognized as revenue on the same basis as the amortization expense related to the acquired tangible capital assets. Externally restricted contributions for the purchase of tangible capital assets that will not be amortized are recognized as direct increases in net assets to the invested in tangible capital assets balance.

- Investment income is recognized as revenue when earned.

- Revenue from services is recognized when the services are rendered and reasonable assurance exists regarding the consideration to be received and collection is reasonably assured.

Contributed materials and services

Contributed services and donated goods are recognized in the financial statements as expense recoveries or in-kind donations, when the fair value can be reasonably determined, when the services are used in the normal course of the Association's operations and would otherwise have been purchased.

Leases

Leases are classified as either capital or operating leases. At the time the Association enters into a capital lease, an asset is recorded with its related long-term obligation to reflect the acquisition and financing. Rental payments under operating leases are expensed as incurred.

Deferred contributions related to property and equipment

Deferred contributions related to property and equipment represent the unamortized portion of contributed property and equipment. Recognition of these amounts as revenue is deferred to periods when the related property and equipment are amortized.

*(continues)*

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Financial instruments

*Measurement*

The Association initially measures its financial assets and liabilities at fair value, except for certain related party transactions which are measured at the carrying amount or exchange amount. The Association subsequently measures all financial assets and liabilities at amortized cost, except for equity instruments quoted in an active market, which are reported at fair value with any unrealized gains and losses recorded in excess (deficiency) of revenue over expenses.

Financial assets subsequently measured at amortized cost include cash, restricted cash, short-term investments, accounts receivable and prepaid expenses.

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

*Impairment*

Financial assets subsequently measured at amortized cost are tested for impairment when there are indications that an impairment exists. The amount of write-down is recognized as an impairment loss in excess (deficiency) of revenue over expenses. A previously recognized impairment loss may be reversed to the extent of an improvement, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in excess (deficiency) of revenue over expenses in the period the reversal occurs.

*Transaction costs*

The Association recognizes transaction costs on the financial instruments subsequently measured at fair value in excess (deficiency) of revenue over expenses. Financial instruments subsequently measured at amortized cost are adjusted for financing fees and transaction costs which are directly attributable to the origination and acquisition of the financial instrument.

Measurement uncertainty

The preparation of financial statements in conformity with ASNPO 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. Estimates and assumptions include the estimated useful life of tangible capital assets and related capital contributions for amortization purposes, the net recoverable amount of accounts receivable and tangible capital assets and the fair value of contributed materials and services. By their nature, these estimates are subject to measurement uncertainty, and the effect on the financial statements of changes in such estimates in future periods could be significant.

## 3. CASH AND RESTRICTED CASH

Cash represents the bank balance held in operating bank account at the end of year and internally restricted funds of $606,816 which presents the cash received from matured short-term investment on March 20, 2026. Restricted cash includes restricted casino fund of $613 (2025 - $38) and fully described in note 6 which are maintained in a segregated bank account separate from operating funds until spent. The internally restricted funds will in use by the board of director, and management must make request of the board of directors to use these funds.

| | **2026** | 2025 |
|---|---|---|
| Unrestricted | **$ 144,320** | $ 203,194 |
| Internally restricted | **606,816** | - |
| Restricted casino cash | **613** | 38 |
| | **$ 751,749** | $ 203,232 |

## 4. SHORT-TERM INVESTMENTS

| | **2026** | 2025 |
|---|---|---|
| Government investment certificates | **$ -** | $ 588,516 |

Short-term investments consists of two redeemable guaranteed investment certificates ("GIC") were both matured on March 20, 2026 and transferred into cash at the end of year. The total interest earned on the GICs is $18,300 (2025 - 28,791) which was recorded as interest income in internally restricted funds.

## 5. PROPERTY AND EQUIPMENT

| | Cost | Accumulated amortization | **2026 Net book value** | 2025 Net book value |
|---|---|---|---|---|
| Leasehold improvements | $ 71,167 | $ 71,167 | **$ -** | $ - |
| Computer hardware | 294,611 | 285,489 | **9,122** | 18,579 |
| Therapy Equipment | 56,324 | 28,564 | **27,760** | 39,025 |
| Furniture and fixtures | 469,849 | 459,986 | **9,863** | 13,635 |
| | $ 891,951 | $ 845,206 | **$ 46,745** | $ 71,239 |

## 6. DEFERRED CONTRIBUTIONS

Deferred contributions consist of the unspent portion of restricted contributions reported in the operating fund, including casino proceeds and restricted grants related to service agreement in note 9.

The casino funds are received from the Alberta Gaming, Liquor and Cannabis Commission "AGLC" and are restricted for specified purposes.

The grant funds are received from various funders and are restricted for specified operating purposes.

At year end, the deferred contributions represent amounts received but not spent. The deferred contributions consist of the following:

| | Begining | Received | Spent | Closing |
|---|---|---|---|---|
| 2026 | | | | |
| Alberta Gaming, Liquor and Cannabis Commission (Casino) | $ 38 | $ 30,673 | **$ (30,098)** | $ 613 |
| Supports for Community Living (note 9) | - | 503,417 | **(503,417)** | - |
| Community Access for People in Continuing Care (note 9) | - | 199,971 | **(199,971)** | - |
| Family and Community Support Service (note 9) | - | 132,721 | **(132,721)** | - |
| Alberta Health Service (note 9) | - | 400,000 | **(400,000)** | - |
| Stampede Breakfast | 500 | - | **(500)** | - |
| Psychology and Wellness | 5,250 | 7,500 | **(7,250)** | 5,500 |
| Audrey Morrice Bursary | 1,812 | 16,734 | **(7,384)** | 11,162 |
| Mel Laine Bursary | 18,967 | 1,750 | **(11,500)** | 9,217 |
| Reconnect Navigation | - | 74,176 | **(26,030)** | 48,146 |
| | 26,567 | 1,366,942 | **(1,318,871)** | 74,638 |
| 2025 | | | | |
| Alberta Gaming, Liquor and Cannabis Commission (Casino) | - | 8,305 | **(8,267)** | 38 |
| Supports for Community Living | - | 503,417 | **(503,417)** | - |
| Community Access for People in Continuing Care | - | 199,971 | **(199,971)** | - |
| Family and Community Support Service | - | 193,836 | **(193,836)** | - |
| Alberta Health Service | - | 400,000 | **(400,000)** | - |
| Stampede Breakfast | - | 500 | **-** | 500 |
| Psychology and Wellness | - | 7,500 | **(2,250)** | 5,250 |
| Audrey Morrice Bursary | 79,842 | 98,115 | **(176,145)** | 1,812 |
| Mel Laine Bursary | - | 68,515 | **(49,548)** | 18,967 |
| | 79,842 | 1,480,159 | **(1,533,434)** | 26,567 |

7. DEFERRED CONTRIBUTIONS RELATED TO PROPERTY AND EQUIPMENT

Restricted contributions related to property and equipment received and spent on the purchase of property and equipment are deferred and recognized as revenue on the same basis as the related property and equipment are amortized.

Changes in deferred contributions related to property and equipment are as follows:

| | **2026** | 2025 |
|---|---|---|
| Balance- Beginning of year | **$ 49,707** | $ 70,514 |
| Capital contributions received | **5,598** | - |
| Recognized as revenue | **(17,897)** | (20,807) |
| Balance - End of year | **$ 37,408** | $ 49,707 |

8. COMMITMENT AND LEASE AGREEMENT

The Association leases premises from Alberta Infrastructure that expires on March 31, 2027. The future minimum lease payments for year 2027 are $164,474.

9. SERVICE AGREEMENTS

| | **2026** | 2025 |
|---|---|---|
| Supports for Community Living | **$ 503,417** | $ 503,417 |
| Community Access for People in Continuing Care | **199,971** | 199,971 |
| Alberta Health Services | **400,000** | 400,000 |
| Family and Community Support Services | **132,721** | 193,836 |
| | **$ 1,236,109** | $ 1,297,224 |

The Association provides community programs and services under the terms of the following service contracts and agreements:

*Supports for Community Living Contract*

The Association operates a Support for Community Living Program ("SCL") and volunteer program under the terms of a general service contract with the Alberta Minister of Seniors, Community and Social Services, which utilizes a provincially coordinated regional delivery model to support adults with brain injury. In accordance with the contract, the Association performs various monthly services including individual and group support programs for a total contracted price of $338,943. The term of the service agreement is from April 1, 2025 to March 31, 2026 with no optional extensions and may be terminated, with 90 days written notice, by either party. Included in the contract, is the total lease cost of $164,474 associated with the premises lease agreement that was included in the contract as additional service fees. As such, the total annual contract for 2025 is $503,417. On April 1, 2026, the agreement was renewed for the period April 1, 2026 to March 31, 2027.

*(continues)*

9. SERVICE AGREEMENTS *(continued)*

| | **2026** | 2025 |
|---|---|---|

*Community Access for People in Continuing Care Contract*

The Association operates the Community Access for People in Continuing Care ("CAPCC") program under the terms of a general service contract with the Alberta Minister of Seniors, Community and Social Services. In accordance with the contract, the Association provides support to individuals living in long-term care facilities who are socially and culturally isolated for a contracted price of $199,971. The term of the service agreement is from April 1, 2025 to March 31, 2026 with no optional extensions and may be terminated, with 90 days written notice, by either party. There is no renewed agreement signed afterward.

*Alberta Health Services*

The Association has a service agreement with Alberta Health Services ("AHS") for the provision of clinical services of slow stream rehabilitation for those with severe brain injury. The agreement was amended effective April 1, 2022, expires on March 31, 2025, and extended to September 30, 2025. In consideration of the provision of services AHS pays the Association annual service fees of $400,000. On April 1, 2026, the agreement was renewed for the period April 1, 2026 to September 30, 2026.

*Family and Community Support Services Contract*

The Association operates the From Surviving Alone to Thriving Together program under the general service contract with the City of Calgary's Family and Community Support Services ("FCSS"). In accordance with the contract, the Association provides support to individuals who have suffered a brain injury by providing psychosocial support services such as counselling. The term of the service agreement was renewed on September 10, 2024 for the period from 2025 to 2028. As such, the total annual contract price for the period from April 1, 2025 to December 31, 2026 was $132,721.

10. GOVERNMENT GRANTS AND SUBSIDIES

The Government of Canada announced the Canada Summer Jobs Wage Subsidy Program ("JOBS") during 2024. JOBS is a hiring subsidy that employers can apply for to offset the salary of providing summer employment opportunities to youth equal to 100% of the Alberta adult minimum hourly wage.

The Association received two additional grants from the City of Calgary Non-for-profit (NFP) Affordability Support and the Government of Alberta (GoA) crowdfunding programs. The total amount recognized to revenue from the government grants and other assistance is as follows:

| | **2026** | 2025 |
|---|---|---|
| Government Grants and Subsidies | | |
| Canada Summer Jobs | **$ 17,494** | $ 9,557 |
| City of Calgary - NFP Affordability Support | **13,000** | 906 |
| Government of Alberta - GoA | **5,796** | - |
| Government of Canada - CSRF | **-** | 41,165 |
| | **$ 36,290** | $ 51,628 |

11. ENDOWMENT FUND

The Association is the beneficiary of an endowment fund held which is externally restricted and not included on the statement of financial position. The fund is administered by The Calgary Foundation ("TCF"), an unrelated organization. The endowment fund is an open fund that holds all capital contributions in perpetuity and interest revenue generated by the fund is distributed annually to the Association. During the year, the Association received $3,054 (2025 - $2,833) from the Fund which was included in foundation grants revenue. In the current year the $3,054 was invested back into the Fund and as a result has been included as a donation expense on the statement of operations.

The fair market value of the endowment fund held by TCF at March 31, 2026 was $66,477 (2025 - $64,973).

12. FUNDRAISING

In accordance with section 7(2)(e) of the Charitable Fundraising Act of Alberta and Regulations, the Association incurred expenses of $29,005 (2025 - $41,699) for the purpose of soliciting contributions and paid $75,000 (2025 - $75,000) of remuneration and $12,600 (2025 - $8,180) in benefits to employees whose principal duties involve fundraising.

13. FINANCIAL INSTRUMENTS

The Association 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 Association's risk exposure and concentration as of March 31, 2026.

Credit risk

Credit risk arises from the potential that third parties may default on their financial obligations. The Association is exposed to credit risk on cash, short-term investments and accounts receivable.

The Association's credit risk exposure on cash and short-term investments is minimized substantially by ensuring the assets are held with credible financial institutions.

The Association's accounts receivable are due from government bodies and a variety of customers. Credit risk is limited to the amount disclosed in the financial statements.

Liquidity risk

Liquidity risk is the risk that the Association will encounter difficulty in meeting obligations associated with financial liabilities. The Association is not exposed to significant liquidity risk.

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. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk as further described below:

***(a) Currency risk***

Currency risk is the risk that the value of financial instruments denominated in currencies other than the reporting currency of the Association will fluctuate due to changes in foreign exchange rates. The Association is not exposed to foreign currency exchange risk

***(b) Interest rate risk***

*(continues)*

13. FINANCIAL INSTRUMENTS *(continued)*

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. The Association is exposed to interest rate risk on its guaranteed investment certificates. However, interest rates are fixed at purchase and are not subject to variability; therefore a change in interest rates at the reporting date does not affect the excess (deficiency) revenue over expenses reported on the statement of operations.

***(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 caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Association is not exposed to other price risk.

14. COMPARATIVE FIGURES

Certain comparative amounts have been reclassified to conform with the current year classifications.