

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES

Financial Statements

Year Ended July 31, 2024

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES

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INDEPENDENT AUDITOR'S REPORT

To the Members of Alzheimer Society of Alberta and Northwest Territories

Opinion

We have audited the financial statements of Alzheimer Society of Alberta and Northwest Territories (the Society), which comprise the statement of financial position as at July 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, the accompanying financial statements present fairly, in all material respects, the financial position of the Society as at July 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 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 Society 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 those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our 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 Society's ability to continue as a going concern, disclosing, as applicable, matters relating 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:

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Independent Auditor's Report to the Members of Alzheimer Society of Alberta and Northwest Territories
(continued)

- 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.

King + Company

Edmonton, AB
November 28, 2024

CHARTERED PROFESSIONAL ACCOUNTANTS

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES

Statement of Financial Position

As at July 31, 2024

	2024	2023
ASSETS		
CURRENT		
Cash (Note 2)	\$ 4,640,870	\$ 6,183,289
Accounts receivable (Note 10)	182,584	182,376
Goods and services tax recoverable	49,888	28,374
Prepaid expenses	66,976	59,946
Security deposits	-	10,105
	4,940,318	6,464,090
INVESTMENTS (Note 3)	1,658,653	1,505,932
SECURITY DEPOSITS	25,568	22,522
EQUIPMENT AND LEASEHOLD IMPROVEMENTS (Note 4)	615,182	475,287
	\$ 7,239,721	\$ 8,467,831
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities (Note 5)	\$ 482,458	\$ 750,139
Current portion of deferred lease inducement (Note 6)	36,739	36,739
Current portion of deferred rent (Note 6)	6,935	6,935
Current portion of deferred contributions related to operations (Note 7)	323,037	470,140
	849,169	1,263,953
DEFERRED LEASE INDUCEMENT (Note 6)	143,330	180,069
DEFERRED RENT (Note 6)	73,450	66,515
	1,065,949	1,510,537
NET ASSETS		
Externally restricted		
Research (Note 8)	385,079	659,054
Internally restricted		
Research (Note 8)	4,900,000	3,900,000
Operating reserve (Note 8)	713,470	1,600,000
Investment in equipment and leasehold improvements	615,182	475,287
Innovation reserve (Note 8)	-	190,815
Capital replacement reserve (deficiency) (Note 8)	(9,405)	105,406
Unrestricted		
Surplus (deficiency)	(430,554)	26,732
	6,173,772	6,957,294
	\$ 7,239,721	\$ 8,467,831

ON BEHALF OF THE BOARD

Director

Director

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES**Statement of Operations****Year Ended July 31, 2024**

	2024	2023
REVENUES		
Schedule of Contributions <i>(Schedule 1)</i>	\$ 3,397,191	\$ 2,958,245
Alzheimer Society of Canada <i>(Note 10)</i>	398,371	487,751
Investment income	363,470	318,118
Grants	348,757	801,280
Lease inducement <i>(Note 6)</i>	36,739	36,739
Other revenues	26,446	22,133
	<u>4,570,974</u>	<u>4,624,266</u>
EXPENSES		
Programs and services <i>(Schedule 3)</i>	2,443,771	2,247,615
Fund development <i>(Schedule 3)</i>	1,392,177	1,316,441
General and administration <i>(Schedule 3)</i>	1,244,573	959,129
Research <i>(Note 9)</i>	273,975	550,228
	<u>5,354,496</u>	<u>5,073,413</u>
DEFICIENCY OF REVENUES OVER EXPENSES	<u>\$ (783,522)</u>	<u>\$ (449,147)</u>

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES

Statement of Changes in Net Assets

Year Ended July 31, 2024

	Investment in equipment and leasehold improvements	Operating reserve	Internally restricted for research	Externally restricted for research	Innovation reserve	Capital replacement reserve	Unrestricted	2024	2023
NET ASSETS - BEGINNING OF YEAR	\$ 475,287	\$ 1,600,000	\$ 3,900,000	\$ 659,054	\$ 190,815	\$ 105,406	\$ 26,732	\$ 6,957,294	\$ 7,406,441
Excess (deficiency) of revenues over expenses	(165,731)	363,470	-	(273,975)	-	-	(707,286)	(783,522)	(449,147)
Transfers (Note 8)	-	(1,250,000)	1,000,000	-	101,908	(101,908)	250,000	-	-
Purchase of equipment and leasehold improvements	305,626	-	-	-	(292,723)	(12,903)	-	-	-
NET ASSETS - END OF YEAR	\$ 615,182	\$ 713,470	\$ 4,900,000	\$ 385,079	\$ -	\$ (9,405)	\$ (430,554)	\$ 6,173,772	\$ 6,957,294

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES**Statement of Cash Flows****Year Ended July 31, 2024**

	2024	2023
OPERATING ACTIVITIES		
Deficiency of revenues over expenses	\$ (783,522)	\$ (449,147)
Items not affecting cash:		
Amortization of equipment and leasehold improvements	165,731	72,388
Deferred rent	6,935	6,935
Gain on disposal of equipment and leasehold improvements	-	231
Amortization of deferred lease inducement	(36,739)	(36,739)
	<u>(647,595)</u>	<u>(406,332)</u>
Changes in non-cash working capital:		
Accounts receivable	(208)	(141,895)
Goods and services tax recoverable	(21,514)	(1,456)
Prepaid expenses	(7,030)	(30,287)
Accounts payable and accrued liabilities	(267,681)	607,110
Current portion of deferred contributions related to operations	(147,103)	(505,262)
Security deposits refunded	10,105	-
Security deposits paid	(3,046)	(4,090)
	<u>(436,477)</u>	<u>(75,880)</u>
Cash flow from operating activities	<u>(1,084,072)</u>	<u>(482,212)</u>
INVESTING ACTIVITIES		
Purchase of investments, net	(152,721)	(56,389)
Purchase of equipment and leasehold improvements	(305,626)	(202,010)
Cash flow used by investing activities	<u>(458,347)</u>	<u>(258,399)</u>
DECREASE IN CASH	(1,542,419)	(740,611)
CASH - BEGINNING OF YEAR	6,183,289	6,923,900
CASH - END OF YEAR	\$ 4,640,870	\$ 6,183,289

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES

Notes to Financial Statements

Year Ended July 31, 2024

NATURE OF OPERATIONS

The Alzheimer Society of Alberta and Northwest Territories ("AS AB/NT" or the "Society") was formed under the Societies Act of Alberta by an amalgamation on May 24, 2004 of the separately incorporated Alzheimer Societies of Alberta, Edmonton, Grande Prairie, Lethbridge, Medicine Hat and Red Deer. The Society is also affiliated with the Alzheimer Society of Canada as these organizations each have the same goals and objectives.

The mission of Alzheimer Society of Alberta and Northwest Territories is to heighten the awareness about Alzheimer's disease and related dementia, to provide support services to those impacted by the disease and to fund research.

The Society is a registered charity for income tax purposes and accordingly is exempt for income tax purposes.

1. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

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

Revenue Recognition

The Society 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 are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

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.

Casino revenue is recognized as the funds are expended in accordance with Alberta Gaming, Liquor, and Cannabis Commission (AGLC) guidelines.

Restricted grant funding used for acquiring equipment and leasehold improvements are recorded as deferred revenues and amortized on the same basis as the related assets.

Government assistance for current expenses is recorded as current revenue.

Revenue from all other sources is included in revenue in the year in which it is received or receivable and collection is reasonably assured.

Allocation of Expenses

The Society allocates expenses based on a review and assessment made by management. The allocation of these costs are based on the usage of the resources by the respective program.

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ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES

Notes to Financial Statements

Year Ended July 31, 2024

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Contributed Services and Gifts In Kind

The operations of the Society depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

Gift in kind for which a fair market value can be reasonably obtained and which have been receipted for income tax purposes are recorded at the receipted amounts as unrestricted contributions. Gifts in kind not receipted for income tax purposes have not been recorded in these financial statements.

Financial Instruments

Initial Measurement

The Society initially measures its financial assets and liabilities originated or exchanged in arm's length transactions at fair value. Financial assets and liabilities originated or exchanged in related party transactions, except for those that involve parties whose sole relationship with the Society is in the capacity of management, are initially measured at cost.

The cost of a financial instrument in a related party transaction depends on whether the instrument has repayment terms. If it does, the cost is determined using its undiscounted cash flows, excluding interest and dividend payments, less any impairment losses previously recognized by the transferor. Otherwise, the cost is determined using the consideration transferred or received by the company in the transaction.

Subsequent Measurement

The Society subsequently measures all its financial assets and liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in earnings in the period incurred.

Financial assets measured at amortized cost using the straight-line method include cash, accounts receivable and goods and service tax recoverable.

Financial liabilities measured at amortized cost using the straight-line method include accounts payable and accrued liabilities.

Transaction Costs

Transaction costs attributable to financial instruments subsequently measured at fair value and to those originated or exchanged in a related party transaction are recognized in earnings in the period incurred. Transaction costs related to financial instruments originated or exchanged in an arm's length transaction that are subsequently measured at cost or amortized cost are recognized in the original cost of the instrument. When the instrument is measured at amortized cost, transaction costs are recognized in earnings over the life of the instrument using the straight-line method.

Impairment

For financial assets measured at cost or amortized cost, the Society determines whether there are indications of possible impairment. When there are, and the company determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows, a write-down is recognized in earnings. If the indicators of impairment have decreased or no longer exist, the previously recognized impairment loss may be reversed to the extent of the improvement. The carrying amount of the financial asset may be 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 earnings.

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ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES

Notes to Financial Statements

Year Ended July 31, 2024

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Cash

Cash and restricted cash is comprised of cash held in financial institutions.

Investments

Investments for which there are quoted prices in an active market are carried at fair value. Unrealized gains or losses are reported as part of net income. Investments for which there is not an active market are carried at amortized cost except when it is established that their value is impaired. Impairment losses, or reversal of previously recognized impairment losses, are reported on the statement of operations.

Equipment and leasehold improvements

Equipment and leasehold improvements are stated at cost or deemed cost less accumulated amortization. Equipment and leasehold improvements are amortized over their estimated useful lives on a declining balance basis at the following rates and methods:

Computer equipment	3 - 5 years	straight-line method
Computer software	5 years	straight-line method
Furniture and fixtures	5 years	straight-line method
Leasehold improvements	5 - 10 years	straight-line method

The society regularly reviews its equipment and leasehold improvements to eliminate obsolete items.

Measurement Uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in revenues in the period in which they become known. Actual results could differ from these estimates.

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES

Notes to Financial Statements

Year Ended July 31, 2024

2. CASH

Cash is restricted for the following:

	2024	2023
<u>Funds for Deferred Contributions Related to Operations</u>		
Externally restricted for operating grants (Note 7)	\$ 183,401	\$ 210,976
Externally restricted for expenses approved by AGLC (Note 7)	139,593	71,014
Externally restricted by the Government of Alberta (Note 7)	43	21,582
Externally restricted for Hockey Tournament (Note 7)	-	1,000
Externally restricted for Alzheimer Walk (Note 7)	-	165,568
	<u>323,037</u>	<u>470,140</u>
<u>Funds for Restricted Net Assets</u>		
Externally restricted for research (Note 8)	385,079	659,054
Internally restricted for research (Note 8)	4,900,000	3,900,000
Internally restricted for operating reserve (Note 8)	713,470	1,600,000
Internally restricted for capital replacement reserve (Note 8)	-	105,407
Internally restricted for innovation reserve (Note 8)	-	190,815
	<u>5,998,549</u>	<u>6,455,276</u>
Deficiency	<u>(1,680,716)</u>	<u>(742,127)</u>
	<u>\$ 4,640,870</u>	<u>\$ 6,183,289</u>

The cash deficiency represents a shortfall of available cash to meet internally and externally restricted net assets. Investments and accounts receivable are available to cover this deficiency.

3. INVESTMENTS

Investments consist of the following funds held for the benefit of the Society.

	2024	2023
Mutual funds	\$ 1,658,653	\$ 1,505,932

4. EQUIPMENT AND LEASEHOLD IMPROVEMENTS

	Cost	Accumulated amortization	2024 Net book value	2023 Net book value
Leasehold improvements	\$ 433,029	\$ 224,410	\$ 208,619	\$ 251,647
Computer software	455,856	91,171	364,685	163,133
Computer equipment	206,577	165,836	40,741	57,785
Furniture and fixtures	31,920	30,783	1,137	2,722
	<u>\$ 1,127,382</u>	<u>\$ 512,200</u>	<u>\$ 615,182</u>	<u>\$ 475,287</u>

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES

Notes to Financial Statements

Year Ended July 31, 2024

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2024	2023
Grants	\$ 236,125	\$ 503,127
Vacation and wages	164,495	92,550
Operations	81,838	154,462
	\$ 482,458	\$ 750,139

6. DEFERRED RENT AND LEASE INDUCEMENT

The Society entered into a lease agreement on October 26, 2018 to lease the Edmonton office space for a 10-year term. As part of this agreement, the Society received free rent for the fixturing period of 120 days plus free rent for the first month of each of the first 5 years. The value of this free rent is being amortized over the total lease period of 124 months. As of July 31, 2024, \$80,385 (2023 - \$73,450) has been recorded as deferred rent. This is broken down into the current portion of \$6,935 (2023 - \$6,935) and the long-term portion of \$73,450 (2023 - \$66,515).

As part of the above lease, the Society also received a lease inducement of \$364,134 to cover leasehold improvements made. Similarly to the above, the lease inducement is being amortized over the 124-month term of the lease. As of July 31, 2024, the deferred lease inducement is \$176,194 (2023 - \$211,433). This is broken down into the current portion of \$35,239 (2023 - \$35,239) and the long-term portion of \$140,955 (2023 - \$176,194).

The Society also entered into a lease agreement on February 1, 2022 to lease the Red Deer office space for a 5-year term and received a lease inducement of \$7,500 to cover leasehold improvement made. The lease inducement is being amortized over the 60 month term of the lease. As of July 31, 2024, the deferred lease inducement is \$3,875 (2023 - \$5,375). This is broken down into the current portion of \$1,500 (2023 - \$1,500) and the long-term portion of \$2,375 (2023 - \$3,875).

7. DEFERRED CONTRIBUTIONS RELATED TO OPERATIONS

Deferred contributions related to operations consist of unspent contributions externally restricted for expenses approved by the Society's funders and restricted bingo and casino proceeds from AGLC. Recognition of these amounts as revenue is deferred to periods when the specified expenditures are made. Changes in the deferred contributions related to operations for the year are as follows:

	Gaming	Operational	2024	2023
Balance, beginning of year	\$ 71,014	\$ 399,126	\$ 470,140	\$ 975,402
Funding received	211,193	230,442	441,635	439,876
Revenue recognized	(142,614)	(446,124)	(588,738)	(945,138)
	\$ 139,593	\$ 183,444	\$ 323,037	\$ 470,140

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES

Notes to Financial Statements

Year Ended July 31, 2024

8. RESTRICTED NET ASSETS

The Board of Directors may choose to establish internal restrictions which govern the use of asset held by the Society.

As of July 31, 2024 the Board has internally restricted an operating reserve of \$713,470 (2023 - \$1,600,000). This reserve was established to ensure the Society has funds to cover operating expenses for a 6-month period. Any surplus in excess of the Society's operating requirements may be designated to the operating reserve by the Board of Directors. In addition to the surplus amounts, the Board of Directors have allocated any earnings on the investment accounts to the operating reserve, which was \$363,470 for the year ending July 31, 2024 (2023 - \$318,118). In the current year, \$1,250,000 was transferred out of the operating reserve to cover current year operating expenditures, as approved by the Board on May 15, 2024.

As of July 31, 2024, the Board has internally restricted an additional \$1,000,000 for a total of \$4,900,000 (2023 - \$3,900,000) for research purposes related to the prevention and treatment of Alzheimer's disease. In the current year, \$nil (2023 - \$nil) of this fund was spent on research.

During the year ending July 31, 2024, the Society received donations externally restricted for research of \$nil (2023 - \$123,669) and had \$659,054 (2023 - \$1,085,613) remaining from the prior year. Of this amount, \$273,975 (2023 - \$550,228) was spent on research during the year, leaving \$385,079 (2023 - \$659,054) restricted for future research expenditures.

As of July 31, 2024 the Board has internally restricted an innovation reserve for the purpose of funding the exploration and pursuit of opportunities, ideas, and innovations that will further the mission of the Society. In the current year, an additional \$nil (2023 - \$350,000) was internally restricted to this fund and \$190,815 (2023 - \$22,879) remained from prior year. Of this, \$190,815 was spent on software upgrades (2023 - \$18,931 spent on in house direct response marketing campaign; \$163,133 spent on software upgrades).

As of July 31, 2024 the Board has internally restricted a capital asset replacement reserve for the purpose of replacing capital assets. In the current year, an amount equal to amortization of \$165,731 (2023 - \$72,388) has been allocated to this reserve, offset by capital purchases of \$114,811 (2023 - \$38,877).

9. RESEARCH FUNDING

The Society regularly commits to funding various research grants. These grants are provided to eligible research scientists whose projects address research focused on Alzheimer disease and related dementia's in areas covering the understanding the fundamental mechanisms of the disease and improving the quality of life of those with Alzheimer's disease.

During the year, the Society issued grants to the University of Alberta totaling \$nil (2023 - \$5,000) and to the University of Calgary totaling \$36,350 (2023 - \$36,200).

The Society also issued \$236,125 (2023 - \$503,127) for the Hope for Tomorrow research program, which was part of a commitment to provide \$5,000,000 over a 5 year period beginning on July 1, 2023 until June 30, 2026. This funding will be for the purpose of funding research into the cause, prevention, and cure of Alzheimer's disease and other dementia's. As part of this grant, the Society has committed to payment of an additional \$267,002 over the next year.

The Society also issued a payment to NeurAlbertaTech of \$nil (2023 - \$5,000) and other amounts of \$1,500 (2023 - \$901).

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES

Notes to Financial Statements

Year Ended July 31, 2024

10. RELATED PARTY TRANSACTIONS

The Society is related to the Alzheimer Society of Canada, by virtue of its membership in the national organization. While control and ownership does not exist between or among either of these entities, the two levels of societies (national and provincial) work closely together to achieve their common goals of alleviating the personal and social consequences of Alzheimer disease and to promote the search for a cause and a cure.

Transactions with related parties all arise from commitments to distribute a portion of contributions received which are to fund the various objectives of the national and provincial levels of the Societies. Accordingly, all transactions are valued and recorded at their cash amounts. These transactions are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

Revenues include research directed gifts. Research direct gifts from Alberta donors are retained by the Alzheimer Society of Canada and are directed to fund the Alzheimer Society Research Program (ASRP) as well as for research operations at the Alzheimer Society of Canada.

The following is a summary of the transactions with the Alzheimer Society of Canada:

	2024	2023
REVENUES		
Direct mail campaign	\$ 626,857	\$ 734,690
Donations	205,474	125,265
Bequests	105,000	187,550
Memorials	45,460	86,654
Other	17,327	15,344
EXPENSES		
Direct mail campaign	\$ 474,831	\$ 556,497
Operating	108,131	104,265
Research	18,785	990

In addition to the above, accounts receivable includes \$182,436 (2023 - \$170,441) receivable from the Alzheimer Society of Canada.

11. COMMITMENTS

The Society has signed a five year commitment with the Campus Alberta Neuroscience for the Hope for Tomorrow research program. During the fiscal year, the society has committed to payments over the next two years as shown below.

The Society entered into leases for office space in Edmonton, Lethbridge, Grande Prairie, Fort Curacy, Yellowknife, and Red Deer. The lease terms vary from monthly tenancy to 15 years. Commitments related to rental agreements are as follows:

	Hope for Tomorrow grant	Lease agreements	Total
2025	\$ 236,125	\$ 267,607	\$ 503,732
2026	-	267,607	267,607
2027	-	259,249	259,249
2028	-	247,547	247,547
2029	-	224,504	224,504
Thereafter	-	7,871	7,871
	<u>\$ 236,125</u>	<u>\$ 1,274,385</u>	<u>\$ 1,510,510</u>

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES

Notes to Financial Statements

Year Ended July 31, 2024

12. SUBSEQUENT EVENT

On October 28, 2024, the Alzheimer Society of Alberta and Northwest Territories was notified of a \$5.343 million grant award from Alberta Health, which will be paid in 5 installments from execution date to November 1, 2026. The grant will be completed on June 30, 2027. The grant will support the Expanding Client Support and Navigation in Continuing Care Homes and Communities across Alberta project.

13. 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 July 31, 2024.

Liquidity Risk

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

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 rates. In seeking to minimize the risks from interest rate fluctuations, the Society manages exposure through its normal operating and financing activities. The Society is exposed to interest rate risk primarily through its interest rates on investments.

14. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES**Schedule of Contributions****(Schedule 1)****Year Ended July 31, 2024**

	2024	2023
CONTRIBUTIONS		
Hockey Tournament <i>(Schedule 2)</i>	\$ 1,269,437	\$ 1,465,615
General donations	991,444	547,086
General fundraising	582,175	339,023
Bequests	347,368	322,046
Memorials	179,947	275,230
Client Services	26,820	9,245
	\$ 3,397,191	\$ 2,958,245

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES**Schedule of Hockey Tournament***(Schedule 2)***Year Ended July 31, 2024**

	2024	2023
REVENUES	\$ 1,269,437	\$ 1,465,615
EXPENSES		
Alumni	282,248	284,329
Event	176,682	222,719
Consulting	104,127	104,606
Advertising	47,050	51,298
Other	23,808	31,932
Salaries and benefits	-	98,740
	633,915	793,624
EXCESS OF REVENUES OVER EXPENSES	\$ 635,522	\$ 671,991

ALZHEIMER SOCIETY OF ALBERTA AND NORTHWEST TERRITORIES

Schedule of Expenses

(Schedule 3)

Year Ended July 31, 2024

	Programs and Services	Fund Development	General and Administration	2024	2023
Human Resources					
Salaries and benefits	\$ 1,764,933	\$ 476,973	\$ 924,399	\$ 3,166,305	\$ 2,658,363
Contract services	116,890	438,015	57,205	612,110	552,683
Staff training and volunteer development	48,651	12,321	12,302	73,274	71,522
	1,930,474	927,309	993,906	3,851,689	3,282,568
Travel and Meetings					
Staff	11,219	8,053	2,862	22,134	17,675
Board and executive	-	1,052	13,988	15,040	35,512
	11,219	9,105	16,850	37,174	53,187
Office Facilities					
Rent, repairs and utilities	249,748	31,459	85,989	367,196	364,831
Insurance	-	4,669	11,573	16,242	9,041
	249,748	36,128	97,562	383,438	373,872
Operating					
Program materials	28,640	222,104	27,309	278,053	324,138
Amortization of equipment and leasehold improvements	109,448	20,947	35,336	165,731	72,388
Office supplies	58,485	11,445	22,149	92,079	92,626
Bank charges	6,926	61,433	9,984	78,343	87,787
Advertising	2,661	56,023	12,737	71,421	88,401
Telecommunications	27,672	3,867	8,468	40,007	40,849
Printing	2,752	24,330	1,858	28,940	22,150
Postage and courier	3,190	12,254	1,622	17,066	14,996
Professional fees	-	5,605	9,670	15,275	48,832
Equipment rentals	5,130	977	3,686	9,793	6,809
Repairs and maintenance	6,087	-	191	6,278	10,621
Registration and subscriptions	1,339	650	2,133	4,122	3,009
Director's liability insurance	-	-	1,112	1,112	952
	252,330	419,635	136,255	808,220	813,558
Total	\$ 2,443,771	\$ 1,392,177	\$ 1,244,573	\$ 5,080,521	\$ 4,523,185