

# **ACTION DIGNITY SOCIETY**

## **FINANCIAL STATEMENTS (Audited)**

**March 31, 2025**

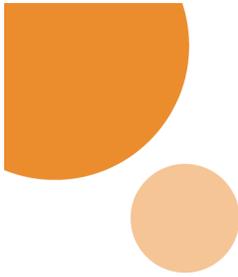


# ACTION DIGNITY SOCIETY

March 31, 2025

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# Heidi Brauer

## Chartered Professional Accountant

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(403) 244-4111 ext. 209  
heidi.brauer@calgarycommunities.com  
110, 720 - 28 Street NE Calgary, AB T2A 6R3

### **Independent Auditor's Report**

To the members of the  
Action Dignity Society

#### **Opinion**

I have audited the Statement of Financial Position of the Action Dignity Society as at March 31, 2025 and the Statements of Operations, Net Assets and Cash Flows and a summary of significant accounting policies and other explanatory notes for the year ended March 31, 2025.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Action Dignity Society as at March 31, 2025 and the results of its operations and cash flows for the year ended March 31, 2025 in accordance with Canadian accounting standards for not-for-profit associations.

#### **Basis for Opinion**

I am independent of the Action Dignity Society in accordance with the ethical requirements that are relevant to my audit and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

#### **Management's Responsibility**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit associations and for such internal control as management determines 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 Action Dignity 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.

### **Auditor's responsibility**

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks or material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, concluding on the appropriateness of management's use of the going concern basis of accounting as well as evaluating the overall presentation of the financial statements.

I communicate with those charged with governance regarding the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that I identify during my audit.



Calgary, Alberta  
June 12, 2025

Heidi Brauer  
Chartered Professional Accountant

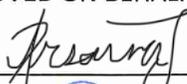
**ACTION DIGNITY SOCIETY**  
**STATEMENT OF FINANCIAL POSITION**  
(Audited)

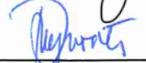
As at March 31, 2025

	2025	2024
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents (Note 3)	\$ 854,283	\$ 596,560
Term Deposits (Note 4)	40,000	40,000
Externally restricted assets (Note 5)	1,518,841	1,878,601
Accounts receivable	30,640	191,397
Goods and Services Tax receivable	5,256	14,054
Prepaid expense	13,956	4,019
	2,462,976	2,724,631
<b>CAPITAL ASSETS (Note 6)</b>	<b>19,113</b>	<b>23,729</b>
	<b>\$ 2,482,089</b>	<b>\$ 2,748,360</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ 99,506	\$ 121,566
Wages and vacation payable	39,543	32,193
Deferred cash contributions (Note 5)	1,518,841	1,878,601
Deferred revenue	910	-
	1,658,800	2,032,360
<b>DEFERRED CAPITAL CONTRIBUTIONS (Note 7)</b>	<b>8,234</b>	<b>8,020</b>
	<b>1,667,034</b>	<b>2,040,380</b>
<b>NET ASSETS</b>		
Unrestricted	723,990	605,276
Internally restricted	80,186	86,995
Invested in capital assets	10,879	15,709
	815,055	707,980
	<b>\$ 2,482,089</b>	<b>\$ 2,748,360</b>

**COMMITMENT (Note 8)**

APPROVED ON BEHALF OF THE BOARD OF DIRECTOR

\_\_\_\_\_  
 Director Arsaima Sultan, Chair

\_\_\_\_\_  
 Director Nymphna Montesclaros, Treasurer

See Notes to the Financial Statements

**ACTION DIGNITY SOCIETY**  
**STATEMENT OF CHANGES IN NET ASSETS**  
(Audited)

**As at March 31, 2025**

	<b>Unrestricted</b>	<b>Internally restricted</b>	<b>Invested in Capital Assets</b>	<b>2025 Totals</b>	<b>2024 Totals</b>
Balances, per 2024 audit	\$ 605,276	86,995	15,709	707,980	553,150
Transfer	6,809	(6,809)	-	-	-
Excess of revenue	111,905	-	(4,830)	107,075	154,830
Balances, end of the year	<u>\$ 723,990</u>	<u>80,186</u>	<u>10,879</u>	<u>815,055</u>	<u>707,980</u>

See Notes to the Financial Statements

**ACTION DIGNITY SOCIETY**  
**STATEMENT OF OPERATIONS**  
(Audited)

For the fiscal year ended March 31, 2025

	2025	2024
<b>REVENUE</b>		
Grants (Note 9)	\$ 2,551,039	\$ 2,398,044
Donations	53,289	106,189
Interest	33,920	22,371
Social enterprise	24,800	-
Fundraising	17,936	-
Sub-rental income	4,588	4,620
Memberships	1,150	1,995
Casino contributions	28	-
	2,686,750	2,533,219
<b>EXPENSES</b>		
Salaries and benefits	1,725,836	1,387,808
Grants charitable partner	345,288	171,913
Consulting	118,955	63,714
Rent	65,814	53,380
Social/special events	56,940	124,251
Meetings and workshops	46,678	54,651
Community action plan/grant expense	45,410	240,565
Professional fees	28,955	33,740
Honorarium and community volunteer support	27,119	39,137
Postage, printing and office supplies	17,137	24,433
Professional development staff	12,172	17,743
Board development and annual general meeting	12,124	7,282
Insurance	10,631	11,429
Program supplies	10,260	39,660
Travel	9,851	12,397
Fundraising	8,266	-
Communication	7,406	14,793
Training	6,791	48,363
Memberships and Licenses	6,160	1,819
Advertising and publicity	5,410	7,561
Bank charges	3,271	2,933
Telephone and Internet	2,069	8,303
Repairs and maintenance	1,166	2,354
Other operating	1,136	3,970
	2,574,845	2,372,199
Excess of revenue before amortization	111,905	161,020
Less: Amortization	(7,281)	(9,628)
Plus: Amortized contributions (Note 7)	2,451	3,438
	107,075	154,830
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<b>\$ 107,075</b>	<b>\$ 154,830</b>

See Notes to the Financial Statements

**ACTION DIGNITY SOCIETY**  
**STATEMENT OF CASH FLOWS**  
(Audited)

**For the fiscal year ended March 31, 2025**

	<b>2025</b>	<b>2024</b>
<b>OPERATING ACTIVITIES</b>		
Excess of revenue over expenses	\$ 107,075	\$ 154,830
Add: Charges not requiring cash outlay:		
Amortization	7,281	9,628
Amortized contributions	(2,451)	(3,438)
Interest earned and re-invested in short-term investments	(8,563)	(9,896)
	<b>103,342</b>	<b>151,124</b>
Changes in non-cash operating working capital:		
Accounts receivable	163,422	(41,131)
Prepaid expenses	(4,040)	(290)
Accounts payable and accrued liabilities	(14,710)	9,264
Goods and Services Tax	8,799	(6,541)
Deferred revenue	910	-
<b>CASH FLOWS FROM OPERATIONS</b>	<b>257,723</b>	<b>112,426</b>
<b>FINANCING ACTIVITIES</b>		
Use of deferred cash contributions	(359,760)	1,029,621
Deferred capital contributions received (Note 7)	2,665	-
	<b>(357,095)</b>	<b>1,029,621</b>
<b>INVESTING ACTIVITIES</b>		
Furniture and equipment	(2,665)	-
Purchase of GIC	-	(40,000)
	<b>(2,665)</b>	<b>(40,000)</b>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(102,037)</b>	<b>1,102,047</b>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF THE YEAR</b>	<b>2,475,161</b>	<b>1,373,114</b>
<b>CASH AND CASH EQUIVALENTS, END OF THE YEAR</b>	<b>\$ 2,373,124</b>	<b>\$ 2,475,161</b>
<b>Cash and Cash Equivalents Consists of:</b>		
Unrestricted cash and cash equivalents (Note 3)	\$ 854,283	\$ 596,560
Externally restricted cash (Note 5)	1,518,841	1,878,601
	<b>\$ 2,373,124</b>	<b>\$ 2,475,161</b>

See Notes to the Financial Statements

# ACTION DIGNITY SOCIETY

## NOTES TO THE FINANCIAL STATEMENTS

(Audited)

As at March 31, 2025

### 1. NATURE OF OPERATIONS

Action Dignity Society (the "Charity") is a not-for-profit entity incorporated under the Societies Act on December 16, 2002 and became a registered charity in October 2012. The Society is a community-based organization that facilitates the collective voice of Calgary's visible minority communities, in order to influence social, economic, and political change through collaborative action. The activity of the Society is carried out chiefly, but not exclusively, in Calgary and vicinity, in the Province of Alberta. As a registered charity, the Society is exempt from income taxes under section 149(1) of the Income Tax Act (the "Act"). To maintain its status as a tax exempt entity under the act, the Society must meet certain requirements within the Act. In the opinion of management, these requirements have been met.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant accounting policies are:

#### Revenue Recognition

Revenue from externally restricted contributions has been recorded according to the deferral method, here revenue is recognized when the related expense occurs.

Operating revenues are recorded according to the accrual basis, where revenue is recorded when received or reasonable assurance is given that it is receivable. Membership revenue is recorded when received.

#### Capital Assets

Capital assets are recorded at cost and are amortized over their estimated useful lives. Assets acquired over \$1,000 are capitalized to the appropriate accounts.

Amortization is provided using the following methods at rates intended to amortize the cost of assets over their estimated useful lives.

	<u>Rate</u>	<u>Method</u>
Computer equipment	30%	declining balance
Furniture & fixtures	20%	declining balance
Leasehold improvements	20%	declining balance

**ACTION DIGNITY SOCIETY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

As at March 31, 2025

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES Continued**

**Cash and Cash Equivalents**

Cash equivalents are held for the purpose of meeting short-term cash commitments rather than for investing or other purposes. For an investment to qualify as a cash equivalent it must be readily convertible to a known amount of cash and be subject to an insignificant risk of changes in value. An investment normally qualifies as a cash equivalent only when it has a short maturity of, say, three months or less from the date of acquisition.

**3. CASH AND CASH EQUIVALENTS, unrestricted**

	<b>2025</b>	<b>2024</b>
Chequing account	\$ 1,652,346	\$ 1,856,706
Fund Development account	243,718	226,380
Petty Cash	500	500
Casino	176,560	91,575
Redeemable GIC with maturity date of April 15, 2025	300,000	300,000
Amounts reported as restricted cash (Note 9)	(1,518,841)	(1,878,601)
<b>Total unrestricted cash</b>	<b>\$ 854,283</b>	<b>\$ 596,560</b>

**4. TERM DEPOSIT**

The term deposit consists of one non-redeemable GIC with a maturity date of April 15, 2025, generating interest at a rate of 4.80% per annum.

**5. EXTERNALLY RESTRICTED ASSETS / DEFERRED CASH CONTRIBUTIONS**

Net revenue generated from casino and bingo events is restricted by Alberta Gaming and Liquor Commission.

Grant funding is restricted to usage according to the objectives of the approved grant application.

	<b>2025</b>	<b>2024</b>
Casino bank	\$ 176,560	\$ 91,575
Grant funds held in general bank (Note 9)	1,342,281	1,787,026
<b>Total restricted cash</b>	<b>\$ 1,518,841</b>	<b>\$ 1,878,601</b>

**ACTION DIGNITY SOCIETY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
(Audited)

As at March 31, 2025

**6. CAPITAL ASSETS**

	Cost	Accumulated Amortization	Net 2025	Net 2024
Computer equipment	\$ 77,409	69,800	7,609	10,870
Furniture and fixtures	34,584	25,435	9,149	8,161
Leasehold improvement	74,340	71,985	2,355	4,698
	<u>\$ 186,333</u>	<u>167,220</u>	<u>19,113</u>	<u>23,729</u>

**7. DEFERRED CAPITAL CONTRIBUTIONS**

Externally restricted assets spent on capital assets are recorded as deferred capital contributions and are recognized as revenue on the same basis as the related capital asset is amortized.

	2025	2024
Balance, beginning of the year	\$ 8,020	\$ 11,458
Contributions from grants (Note 9)	2,665	-
Amortization	(2,451)	(3,438)
<b>Balance carried forward</b>	<u>\$ 8,234</u>	<u>\$ 8,020</u>

**8. COMMITMENT**

The Charity has a lease agreements for premises and equipment. The estimated minimum annual payments until maturity are as follows:

<b>2026</b>	<b>\$77,486</b>
<b>2027</b>	<b>\$33,944</b>
<b>2028</b>	<b>\$ 2,833</b>

**ACTION DIGNITY SOCIETY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**(Audited)**

**As at March 31, 2025**

**9. GRANTS**

Restricted cash and deferred contributions consist of unspent contributions externally restricted for eligible expenses as disclosed in the contribution agreements. Recognition of these amounts as revenue is deferred to periods when the eligible expenditures are made.

Changes in restricted cash and deferred contributions are as follows:

	Beginning	Received during the year	Recognized in revenue	Spent on Capital asset (Note 7)	Ending
Calgary Foundation	\$ 417,601	520,900	(566,951)	(2,665)	368,885
United Way	282,622	414,022	(402,671)	-	293,973
WES Mariam Assefa fund	228,655	2,045	(230,599)	-	101
City of Calgary - Family and Community Support Services	222,871	609,295	(699,142)	-	133,024
Other	193,625	-	(35,673)	-	157,952
City of Calgary - Other	153,864	62,745	(167,345)	-	49,264
McConnell Foundation	86,836	100,000	(93,811)	-	93,025
Casino	80,307	96,281	(28)	-	176,560
Government of Alberta	20,589	-	(20,575)	-	14
The Lecky Foundation	82,166	20,000	(1,112)	-	101,054
TD Bank	40,869	50,000	(28,282)	-	62,587
Lionheart Foundation	34,674	2,500	(37,183)	-	(9)
Royal Bank	15,449	25,000	(17,794)	-	22,655
Canadian Heritage	-	204,421	(204,407)	-	14
Alberta Law Foundation	-	86,763	(27,014)	-	59,749
Calgary Arts Development Authority-CADA	18,473	-	(18,480)	-	(7)
<b>Totals</b>	<b>\$ 1,878,601</b>	<b>2,193,972</b>	<b>(2,551,067)</b>	<b>(2,665)</b>	<b>1,518,841</b>

**10. CONTRIBUTED GOODS AND SERVICES**

Contributed services and donated items are recognized in the financial statements when the fair value can reasonably be estimated, when the services are used in the normal course of the Society's operations and when they would otherwise have been purchased. During the year no contributions were donated to the Society (2024 - \$Nil).

A substantial number of volunteers have made significant contributions of their time to develop the Society's programs. The value of this contributed time is not reflected in these financial statements.

# **ACTION DIGNITY SOCIETY**

## **NOTES TO THE FINANCIAL STATEMENTS**

**(Audited)**

**As at March 31, 2025**

### **11. MEASUREMENT UNCERTAINTY**

The preparation of the financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. By their nature, these estimates of the collectability of receivables, the portion of expenses that are prepaid, the useful life of capital assets and accrued liabilities are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

### **12. FINANCIAL INSTRUMENTS**

#### **Measurement of financial instruments**

The Society initially measures its financial assets and financial liabilities at fair value. The Society subsequently measures all its financial assets and financial liabilities at cost or amortized cost. Changes in fair value of these financial instruments are recognized in net income.

Financial instruments measured at amortized cost include cash and cash equivalents, accounts receivable, investments and accounts payable.

#### **Risk**

It is management's opinion that the Society is not exposed to significant interest, currency, price, liquidity, market or credit risks arising from these financial instruments.

### **13. COMPARATIVE DATA**

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

### **14. FUNDRAISING EXPENSES**

As required under Section 7(2) of the Charitable Fundraising Regulation of Alberta, the following amounts are disclosed:

Direct costs incurred for the purpose of soliciting contributions \$NIL 2024-2025

Amounts paid as remuneration to employees whose principal duties involve fundraising \$NIL 2024-2025.