ACTION DIGNITY SOCIETY

FINANCIAL STATEMENTS
(Audited)

March 31, 2026

a member of

FEDERATION OF
CALGARY COMMUNITIES

ACTION DIGNITY SOCIETY

March 31, 2026

Contents

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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, 2026 and the Statements of Operations, Net Assets and Cash Flows and a summary of significant accounting policies and other explanatory notes for the year then ended.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Action Dignity Society 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 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.

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 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

My 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 my 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusion is based on the audit evidence obtained up to the date of my 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.

I 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 I identify during my audit.

Heidi Brauer

Calgary, Alberta
Date of board approval

Heidi Brauer
Chartered Professional Accountant

ACTION DIGNITY SOCIETY
STATEMENT OF FINANCIAL POSITION
(Audited)

As at March 31, 2026

	2026	2025
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents (Note 3)	**$ 682,612**	$ 854,283
Term Deposits (Note 4)	**343,147**	40,000
Externally restricted assets (Note 5)	**1,358,422**	1,518,840
Accounts receivable	**18,906**	30,640
Goods and Services Tax receivable	**6,857**	5,256
Prepaid expense	**20,850**	13,956
	2,430,794	2,462,975
CAPITAL ASSETS (Note 6)	**55,781**	19,113
	$ 2,486,575	$ 2,482,088
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	**$ 84,906**	$ 99,506
Wages and vacation payable	**50,917**	39,543
Deferred cash contributions (Note 5)	**1,358,422**	1,518,840
Deferred revenue	**737**	910
	1,494,982	1,658,799
DEFERRED CAPITAL CONTRIBUTIONS (Note 7)	**49,173**	8,234
	1,544,155	1,667,033
NET ASSETS		
Unrestricted	**855,626**	723,990
Internally restricted	**80,186**	80,186
Invested in capital assets	**6,608**	10,879
	942,420	815,055
	$ 2,486,575	$ 2,482,088

COMMITMENT (Note 8)

APPROVED ON BEHALF OF THE BOARD OF DIRECTORS

Margaret Yu _______________ Director Margaret Yu, Board Chair

_______________ Director Nymphna Montesclaros, CPA, Treasurer

See Notes to the Financial Statements

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

As at March 31, 2026

		Unrestricted	Internally restricted	Invested in Capital Assets	2026 Totals	2025 Totals
Balances, per 2025 audit	$	**723,990**	**80,186**	**10,879**	**815,055**	707,980
Increase (decrease)		**131,636**	**-**	**(4,271)**	**127,365**	107,075
Balances, end of the year	$	**855,626**	**80,186**	**6,608**	**942,420**	815,055

See Notes to the Financial Statements

ACTION DIGNITY SOCIETY

STATEMENT OF OPERATIONS

(Audited)

For the fiscal year ended March 31, 2026

	2026	2025
REVENUE		
Grants (Note 9)	**$ 3,161,998**	$ 2,551,039
Casino contributions	**75,065**	28
Fee for service	**44,335**	24,800
Interest	**37,920**	33,920
Sub-rental income and other	**28,578**	4,588
Donations	**17,596**	53,289
Memberships	**1,848**	1,150
Fundraising	**-**	17,936
	3,367,340	2,686,750
EXPENSES		
Salaries and benefits	**2,248,552**	1,725,836
Qualified and non-qualified donees (grantees)	**295,432**	345,288
Program expenses	**289,417**	210,840
Consultancy and evaluation	**200,749**	88,167
Rent	**75,738**	65,814
Office and general expenses	**72,212**	77,384
Professional fees, staff and board development	**52,232**	53,250
Loss on disposal of assets	**3,302**	-
Fundraising	**-**	8,266
	3,237,634	2,574,845
Excess of revenue before amortization	**129,706**	111,905
Amortization	**(15,990)**	(7,281)
Amortized contributions (Note 7)	**13,649**	2,451
EXCESS OF REVENUE OVER EXPENSES	**$ 127,365**	$ 107,075

See Notes to the Financial Statements

ACTION DIGNITY SOCIETY
STATEMENT OF CASH FLOWS
(Audited)

For the fiscal year ended March 31, 2026

	2026	2025
OPERATING ACTIVITIES		
Excess of revenue over expenses	**$ 127,365**	$ 107,075
Add: Charges not requiring cash outlay:		
Amortization	**15,990**	7,281
Amortized contributions	**(13,649)**	(2,451)
Loss on disposal of capital assets	**3,302**	-
Interest earned and re-invested in short-term investments	**-**	(8,563)
	133,008	103,342
Changes in non-cash operating working capital:		
Accounts receivable	**11,733**	163,422
Prepaid expenses	**(6,895)**	(4,040)
Accounts payable and accrued liabilities	**(3,228)**	(14,710)
Goods and Services Tax	**(1,599)**	8,799
Deferred revenue	**(458)**	910
CASH FLOWS FROM OPERATIONS	**132,561**	257,723
FINANCING ACTIVITIES		
Use of deferred cash contributions	**(160,132)**	(359,760)
Deferred capital contributions received (Note 7)	**54,588**	2,665
	(105,544)	(357,095)
INVESTING ACTIVITIES		
Computers and equipment	**(51,332)**	-
Furniture and equipment	**(4,628)**	(2,665)
Purchase of GIC	**(1,560,000)**	-
	(1,615,960)	(2,665)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	**(1,588,943)**	(102,037)
Cash and cash equivalents, beginning of the year	**2,373,124**	2,475,161
CASH AND CASH EQUIVALENTS, END OF THE YEAR	**$ 784,181**	$ 2,373,124
Cash and Cash Equivalents Consists of:		
Unrestricted cash and cash equivalents (Note 3)	**$ 682,612**	$ 854,283
Externally restricted cash (Note 5)	**101,569**	1,518,841
	$ 784,181	$ 2,373,124

See Notes to the Financial Statements

ACTION DIGNITY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
(Audited)

As at March 31, 2026

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 be 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.

	Rate	Method
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, 2026

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

	2026	2025
Chequing account	$ 399,418	$ 1,652,346
Fund Development account	251,342	243,718
Petty Cash	500	500
Restricted portion in chequing account	31,352	-
Redeemable GIC with maturity date of April 15, 2025	-	300,000
Amounts reported as restricted cash (Note 9)	-	(1,342,281)
Total unrestricted cash	**$ 682,612**	**$ 854,283**

4. TERM DEPOSITS

$ 1,260,000	GIC maturing April 2, 2026 at 2.35%
300,000	GIC maturing April 15 2026 at 2.3%
40,000	GIC maturing April 15, 2026 at 3.0%
$ 1,600,000	Total GICs

Consisting of:

$ 1,256,853	Externally restricted GICs (Note 5)
343,147	Unrestricted GICs
$ 1,600,000	Total externally restricted and unrestricted GICs

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.

	2026	2025
Casino bank	**$ 132,921**	$ 176,560
General account to be re-imbursed from casino	**(31,352)**	-
Grant funds held in general bank (Note 9)	**-**	1,342,281
Total cash	**101,569**	1,518,841
Term deposits (Note 4)	**1,256,853**	-
Total restricted cash (Note 9)	**$ 1,358,422**	$ 1,518,841

ACTION DIGNITY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
(Audited)

As at March 31, 2026

6. CAPITAL ASSETS

		Cost	Accumulated Amortization	Net 2026	Net 2025
Computer equipment	$	**128,741**	**85,171**	**43,570**	7,609
Furniture and fixtures		**39,212**	**27,481**	**11,731**	9,149
Leasehold improvement		**74,340**	**73,860**	**480**	2,355
	$	**242,293**	**186,512**	**55,781**	19,113

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.

		2026		2025
Balance, beginning of the year	**$**	**8,234**	$	8,020
Contributions from grants (Note 9)		**54,588**		2,665
Amortization		**(13,649)**		(2,451)
Balance carried forward	**$**	**49,173**	$	8,234

8. COMMITMENT

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

2027	**$33,944**
2028	**$ 2,833**

ACTION DIGNITY SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
(Audited)

As at March 31, 2026

9. GRANTS AND CONTRIBUTIONS

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 and adjustments	Recognized in revenue	Spent on Capital asset (Note 7)	Ending (Note 5)
Calgary Foundation	$ 368,885	826,900	(662,314)	-	533,471
IRCC	-	661,151	(651,651)	(9,500)	-
United Way	293,973	400,022	(370,854)	(68)	323,073
WES Mariam Assefa fund	101	220,000	(118,117)	-	101,984
City of Calgary - Family and Community Support Services	133,024	392,154	(521,510)	-	3,668
Other grants	157,666	(10,429)	(75,283)	-	71,954
City of Calgary - Other	49,264	237,205	(172,343)	(45,020)	69,106
McConnell Foundation	93,025	76	(93,101)	-	-
Casino	176,560	74	(75,065)	-	101,569
Government of Alberta	14	1,409	(1,423)	-	-
The Lecky Foundation	101,054	20,000	(4,268)	-	116,786
TD Bank	62,587	-	(62,587)	-	-
Lionheart Foundation	(9)	9	-	-	-
Royal Bank	22,655	-	(22,655)	-	-
Canadian Heritage	14	(14)	-	-	-
University of Calgary	-	5,900	(681)	-	5,219
Alberta Law Foundation	59,749	377,054	(405,211)	-	31,592
Totals	**$ 1,518,562**	**3,131,511**	**(3,237,063)**	**(54,588)**	**1,358,422**

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 (2025 - $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.

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. 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 - $NIL).

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