

ALBERTA LUNG & NWT

**Alberta Lung Association
Audited Financial Statements
For the year ended September 30, 2021**



RSM

RSM Alberta LLP

2500 Bell Tower
10104 – 103 Avenue NW
Edmonton, AB, T5J 0H8
T +1 780 428 1522
F +1 780 425 8189
rsmcanada.com

INDEPENDENT AUDITOR'S REPORT

To the Members of

Alberta Lung Association O/A Alberta Lung & NWT

Qualified Opinion

We have audited the financial statements of Alberta Lung Association O/A Alberta Lung & NWT (the "Association"), which comprise the statement of financial position as at September 30, 2021, and the statements of operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Association as at September 30, 2021, 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 Qualified Opinion

In common with many not-for-profit organizations, the Association derives revenue from fundraising activities and donations the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Association. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenue and donations, deficiency of revenues over expenses, and cash flows from operations for the years ended September 30, 2021 and 2020, current assets as at September 30, 2021 and 2020, and net assets as at October 1 and September 30 for both the 2021 and 2020 years.

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 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 qualified audit opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with 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 Association'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 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.

(continues)

Printed: March 30, 2022 4:00 PM

THE POWER OF BEING UNDERSTOOD

AUDIT | TAX | CONSULTING

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.

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.

Edmonton, Alberta
March 30, 2022

RSM Alberta LLP
Chartered Professional Accountants

Alberta Lung Association
Statement of Financial Position
September 30, 2021

	NOTE	2021	2020
ASSETS			
Current assets			
Cash & cash equivalents	3	\$ 1,493,014	\$ 1,639,226
Accounts receivable	4	104,708	147,540
Short-term investments	5	58,609	53,117
Prepays		<u>85,986</u>	<u>106,703</u>
		1,742,317	1,946,586
Investments	5	784,693	786,367
Tangible capital assets	6	<u>1,360,744</u>	<u>1,271,146</u>
		\$ <u>3,887,754</u>	\$ <u>4,004,099</u>
LIABILITIES			
Current liabilities			
Accounts payable & accrued liabilities		\$ 249,590	\$ 143,841
Deferred contributions	7	<u>288,105</u>	<u>356,098</u>
		537,695	499,939
Canada Emergency Business Account (CEBA) Loan	8	<u>40,000</u>	<u>30,000</u>
		<u>577,695</u>	<u>529,939</u>
NET ASSETS			
Invested in tangible capital assets		1,360,744	1,271,146
Restricted for endowment purposes		784,693	786,367
Unrestricted		<u>1,164,622</u>	<u>1,416,647</u>
		<u>3,310,059</u>	<u>3,474,160</u>
		\$ <u>3,887,754</u>	\$ <u>4,004,099</u>
Commitments	14		

Signed on behalf of the Board



Chair



Treasurer

See accompanying notes to the financial statements

Alberta Lung Association
Statement of Operations
For the year ended September 30, 2021

	NOTE	2021	2020
REVENUES			
Community & 3 rd party		\$ 213,170	\$ 166,525
Direct response		976,915	966,796
Government subsidies & forgivable loans	8	102,115	108,111
Grants		133,178	39,556
Other	10	54,589	234,580
Planned giving		236,029	314,157
Sponsors		<u>64,129</u>	<u>39,600</u>
		<u>1,780,125</u>	<u>1,869,325</u>
Expenses			
Administration		428,044	419,293
Amortization	6	5,233	3,200
Fundraising		502,243	529,208
Mission spend		710,958	535,290
Grants & donations to AB charities		162,269	326,189
National initiatives	9	<u>133,805</u>	<u>139,849</u>
		<u>1,942,552</u>	<u>1,953,029</u>
DEFICIENCY OF REVENUES OVER EXPENSES		\$ <u>(162,427)</u>	\$ <u>(83,704)</u>

See accompanying notes to the financial statements

Alberta Lung Association
Statement of Changes in Net Assets
For the year ended September 30, 2021

	NOTE	2021	2020
INVESTED IN TANGIBLE CAPITAL ASSETS			
Balance, beginning of year		\$ 1,271,146	\$ 6,721
Tangible capital assets purchased		94,831	1,267,625
Amortization	6	<u>(5,233)</u>	<u>(3,200)</u>
Balance, end of year		<u>1,360,744</u>	<u>1,271,146</u>
RESTRICTED FOR ENDOWMENT PURPOSES			
Balance, beginning of year		786,367	786,653
Net investment loss	5	<u>(1,674)</u>	<u>(286)</u>
Balance, end of year		<u>784,693</u>	<u>786,367</u>
UNRESTRICTED			
Balance, beginning of year		1,416,647	2,764,776
Deficiency of revenues over expenses		(162,427)	(83,704)
Tangible capital assets purchased		(94,831)	(1,267,625)
Amortization	6	<u>5,233</u>	<u>3,200</u>
Balance, end of year		<u>1,164,622</u>	<u>1,416,647</u>
		\$ <u>3,310,059</u>	\$ <u>3,474,160</u>

See accompanying notes to the financial statements

Alberta Lung Association
Statement of Changes in Cash Flow
For the year ended September 30, 2021

	NOTE	2021	2020
CASH PROVIDED BY (USED BY):			
OPERATING ACTIVITIES			
Deficiency of revenues over expenses		\$ (162,427)	\$ (83,704)
Amortization		5,233	3,200
Forgivable portion of CEBA		(10,000)	(10,000)
Unrealized gains on investments	5	(5,492)	(5,014)
Change in non-cash working capital		<u>101,305</u>	<u>12,045</u>
		<u>(71,381)</u>	<u>(83,473)</u>
INVESTING ACTIVITIES			
Purchase of land		(77,607)	(1,263,813)
Purchase of other tangible capital assets		<u>(17,224)</u>	<u>(3,812)</u>
		<u>(94,831)</u>	<u>(1,267,625)</u>
FINANCING ACTIVITIES			
Proceeds from CEBA	8	<u>20,000</u>	<u>40,000</u>
		<u>20,000</u>	<u>40,000</u>
Decrease in cash		(146,212)	(1,311,098)
Cash, beginning of year		<u>1,639,226</u>	<u>2,950,324</u>
Cash, end of year		<u>\$ 1,493,014</u>	<u>\$ 1,639,226</u>
CHANGE IN NON-CASH WORKING CAPITAL INCLUDES:			
Accounts receivable		\$ 42,832	\$ (67,761)
Prepaid expenses		20,717	12,421
Accounts payable & accrued liabilities		105,749	76,056
Deferred contributions		<u>(67,993)</u>	<u>(8,671)</u>
		<u>\$ 101,305</u>	<u>\$ 12,045</u>

See accompanying notes to the financial statements

Alberta Lung Association

Notes to the Financial Statements

September 30, 2021

1. OPERATIONS

The Alberta Lung Association ("Association") is incorporated under the *Societies Act of Alberta*. Its mission and objectives are to improve respiratory health through fundraising, community health education programs and professional education activities.

The Association is a registered charity under the *Income Tax Act* (Canada) and is exempt from Canadian federal and provincial income taxes. The Association can issue donation receipts for income tax purposes.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared by management in accordance with Canadian Accounting Standards for Not-for-Profit Organizations in Part III of the Chartered Professional Accountants of Canada Handbook, and include the following accounting policies:

a) *Revenue recognition*

The Association prepares these financial statements using the deferral method of accounting for contributions. Key elements of these policies include recognizing:

- Restricted contributions as revenue in the year the related expenses are incurred.
- Unrestricted contributions as revenue in the year received / receivable if the Association can reasonably estimate the amount, and collection is reasonably assured. It recognizes expenses when they are incurred.
- Contributions for endowment and unamortized tangible capital assets, such as land, as direct increases in net assets.
- Restricted net investment income as direct increases to the endowment and as direct increases to net assets.
- Government assistance and grants as income in the year it incurs the related and allowable expenses.
- Government subsidies when received or receivable.
- The forgivable portion of forgivable loans upon receipt and not when such loans are forgiven.

b) *Measurement uncertainty*

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

Alberta Lung Association
Notes to the Financial Statements
September 30, 2021

c) Expense allocation

The Association bases the allocations on the function's share of full-time employees.

d) Donated services

The Association depends on the voluntary service of many individuals in performing its mission. Since the Association does not purchase these services, and because of the difficulty of determining their fair market value, it does not recognize donated services in the financial statements.

e) Investments

The Association measures investments initially at fair value, with any changes recorded immediately as:

- income for unrestricted investments and offset as an increase in Net Assets Restricted for Endowment Purposes; or
- a restricted contribution if the investment income can be used for the defined purpose of the endowment.

f) Tangible capital assets

The Association records tangible capital assets at cost and contributed tangible capital assets at fair value at the date of contribution.

It records equipment under capital lease at the present value of the minimum lease payments required under the term of the lease.

The Association records amortization on a straight-line basis over the assets' estimated useful lives, over the following periods:

Computer hardware & software	3 years
Equipment	4 years
Furniture & fixtures	5 years

The Association capitalizes costs related to the planned lung health and transplant recovery facility, including design fees and construction costs. At the time the facility becomes functional, the Association will begin amortizing the asset.

The Association capitalizes costs associated with the land purchased for this facility - including costs to demolish the existing structures, property taxes, upkeep and security costs. Once construction begins, these costs will be allocated to the facility.

When conditions indicate impairment in a tangible capital asset, its carrying value is written down to its fair value or replacement cost. The write-down is recorded as an expense in the statement of operations and will not be reversed.

Alberta Lung Association
Notes to the Financial Statements
September 30, 2021

g) Financial instruments

The Association initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions.

The Association subsequently measures all its financial assets and liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market and financial instruments designated to be measured at fair value, which are measured at fair value. Changes in fair value are recognized in the statement of operations unless otherwise noted. Investments are measured at fair value. Financial assets measured at amortized cost include cash and cash equivalents and accounts receivable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Financial assets measured at cost or amortized cost are tested for impairment, at the end of each year, to determine whether there are indicators that the asset may be impaired. The amount of the write-down, if any, is recognized in operations. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account. The reversal may be recorded provided it is no greater than the amount that had been previously reported as a reduction in the asset and it does not exceed original cost. The amount of the reversal is recognized in operations.

3. CASH & CASH EQUIVALENTS

	2021	2020
Unrestricted cash	\$ 1,147,830	\$ 1,342,509
Restricted cash	306,490	248,866
Held on behalf of others	<u>38,694</u>	<u>47,851</u>
	\$ 1,493,014	\$ 1,639,226

Restricted cash includes cash restricted by corporate or governmental grant provisions and held for special projects, and cash earned from gaming activities that is governed by specific use provisions.

Cash held on behalf of others includes funds held for Edmonton Thoracic Society, Campaign for a Smoke-Free Alberta, and Campaign for a Smoke-Free Calgary (Note 16).

4. ACCOUNTS RECEIVABLE

	2021	2020
Grants / government subsidies	\$ 45,521	\$ 98,111
GST rebate	11,708	19,103
Other (Note 9)	<u>47,479</u>	<u>30,326</u>
	\$ 104,708	\$ 147,540

Alberta Lung Association
Notes to the Financial Statements
September 30, 2021

5. INVESTMENTS

	2021	2020
Externally restricted for endowment purposes	\$ 784,693	\$ 786,367
Deferred contributions for treatment of respiratory diseases	<u>58,609</u>	<u>53,117</u>
	\$ <u>843,302</u>	\$ <u>839,484</u>

Investment income consists of interest, dividends and gains/(losses). Investment income for the year ended September 30, 2021 is \$26,568 (2020: \$26,728). Additionally, \$1,674 (2020: \$286) reflected as a direct decrease in net assets restricted for endowment purposes, \$5,492 (2020: \$5,014) deferred for the treatment of respiratory diseases and \$24,000 (2020: \$24,000) recognized as investment income (Note 10).

6. TANGIBLE CAPITAL ASSETS

	2021	2020
Computer hardware & software	\$ 14,702	\$ 38,094
Equipment	18,690	18,690
Furniture & fixtures	<u>79,655</u>	<u>94,559</u>
	113,047	151,343
Accumulated Amortization	<u>(105,302)</u>	<u>(144,010)</u>
	7,745	7,333
Building – pre-construction	11,579	-
Land	<u>1,341,420</u>	<u>1,263,813</u>
	\$ <u>1,360,744</u>	\$ <u>1,271,146</u>

Amortization recorded for the year ended September 30, 2021 is \$5,233 (2020: \$3,200).

The Association removes fully amortized tangible capital assets no longer in use from the statement of financial position. In the current year, it removed computer hardware & software with a cost of \$29,037 and furniture & fixtures with a cost of \$14,904 from the statement of financial position (2020: \$9,278 and \$nil, respectively).

In 2020, the Association purchased land in anticipation of building a lung health and transplant recovery centre. Costs to demolish the existing structures, as well as security costs and property taxes have been allocated to the cost of the land. Pre-construction costs for the building include architectural design fees.

Alberta Lung Association
Notes to the Financial Statements
September 30, 2021

7. DEFERRED CONTRIBUTIONS

	2021	2020
HEALTH INITIATIVES		
Balance, beginning of year	\$ 298,991	\$ 288,062
Received/receivable during the year	169,917	156,838
Recognized as revenue	<u>(246,870)</u>	<u>(145,909)</u>
Balance, beginning of year	<u>222,038</u>	<u>298,991</u>
RESPIRATORY DISEASES		
Balance, beginning of year	53,117	48,103
Received/receivable during the year	29,492	29,014
Recognized as revenue	<u>(24,000)</u>	<u>(24,000)</u>
Balance, beginning of year	<u>58,609</u>	<u>53,117</u>
GAMING		
Balance, beginning of year	3,990	28,604
Received/receivable during the year	6,344	97,521
Recognized as revenue	<u>(2,876)</u>	<u>(122,135)</u>
Balance, beginning of year	<u>7,458</u>	<u>3,990</u>
	<u>\$ 288,105</u>	<u>\$ 356,098</u>

8. CANADA EMERGENCY BUSINESS ACCOUNT (CEBA) LOAN

	2021	2020
CEBA loan proceeds	\$ 60,000	\$ 40,000
Forgivable portion	<u>(20,000)</u>	<u>(10,000)</u>
	<u>\$ 40,000</u>	<u>\$ 30,000</u>

The CEBA Loan bears no interest to December 31, 2022, with monthly interest payments required at 5% per annum commencing January 1, 2023 to maturity on December 31, 2025.

The Government of Canada will forgive one-third of the total loan (\$20,000) if the Association pays the remaining \$40,000 principal on or prior to December 31, 2022. The Association recognized the forgivable portion of the loan as income when it received the related principal.

9. RELATED PARTY TRANSACTIONS

The Association was party to a Membership Agreement with Canadian Lung Association (CLA) and other provincial lung associations. The Association's membership ended effective August 31, 2021.

Alberta Lung Association
Notes to the Financial Statements
September 30, 2021

9. RELATED PARTY TRANSACTIONS (continued)

In 2021, the Association paid monthly research and general assessments to CLA totaling \$85,191 and \$133,805 respectively (2020: \$85,608 and \$139,849). CLA's participation in the Association's pension plan is being unwound; each party is responsible for its own commitment.

10. OTHER REVENUE

	2021	2020
Donations	\$ 1,014	\$ 1,856
Foundations	(6,250)	(3,781)
Gaming	2,876	122,135
Gift in kind	8,265	10,894
Investment income	24,005	39,606
Other income	24,679	63,870
	<u>\$ 54,589</u>	<u>\$ 234,580</u>

11. FINANCIAL RISKS AND CONCENTRATION OF CREDIT RISK

a) Liquidity risk

Liquidity risk is the risk that the Association will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Association manages its liquidity risk by monitoring its operating requirements. It prepares budget and cash forecasts to ensure it has sufficient funds to fulfill its obligations. The Association has a positive working capital of \$1,204,622 at September 30, 2021.

b) Interest rate risk

The Association manages the interest rate risk exposure of its fixed income investments by management of average duration and laddered maturity dates.

c) Currency rate risk

The Association is not exposed to foreign exchange fluctuations on its investments since it does not invest in any foreign securities or foreign currency denominated investments.

d) Credit risk

Credit risk is the risk of economic loss arising from a party's failure to repay or service debt according to contractual terms. Financial instruments that potentially subject the Association to concentrations of credit risk consist of cash, investments and accounts receivable. The Association has deposited cash and has investments with reputable financial institutions, from which management believes the risk of loss to be remote. The

Alberta Lung Association
Notes to the Financial Statements
September 30, 2021

11. FINANCIAL RISKS AND CONCENTRATION OF CREDIT RISK (continued)

Associations has receivables from various governmental bodies and from related and other parties. Management does not believe there is a significant credit risk. The Association regularly monitors its credit risk in relation to its financial assets and takes steps to minimize the risk of loss.

e) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The Association has investments subject to risks arising from changes in market conditions and general market fluctuations.

The Association's investment policy restricts the types and proportions of eligible investments to mitigate the Association's exposure to market risk. Management reviews the policy and results of its strategy annually with the Finance and Audit Committee of the Board to ensure its ongoing efficacy and to adjust policies where required.

Except as otherwise noted, there have been no changes to these risk exposures from the prior year.

12. ALLOCATION OF EXPENSES

The Association allocates certain administration costs and professional fees as follows:

	2021	2020
FUNDRAISING		
Rent	\$ 32,340	\$ 22,456
Computer support & maintenance	12,384	6,659
Professional fees	8,925	3,176
Insurance	2,220	1,549
Equipment lease	1,704	905
	<u>57,573</u>	<u>34,745</u>
MISSION SPEND		
Rent	26,160	31,439
Computer support & maintenance	10,020	9,323
Professional fees	7,220	4,446
Insurance	1,800	2,169
Equipment lease	1,380	1,267
	<u>46,580</u>	<u>48,644</u>
	<u>\$ 104,153</u>	<u>\$ 83,389</u>

The Association bases the allocations on the function's proportionate share of full-time equivalent employees. Management reviews the basis of expense allocation on a periodic

Alberta Lung Association

Notes to the Financial Statements

September 30, 2021

12. ALLOCATION OF EXPENSES *(continued)*

basis or when there is a significant change in functions or cost structure and makes any adjustments to the basis of allocation accordingly.

13. DEFINED CONTRIBUTION PENSION PLAN

The Association's employees participate in a defined contribution registered pension plan administered by Manulife Financial.

The Association contributes 5% of each employee's earnings as its current service contribution to the plan. Total contributions made by the Association to the plan in 2021 were \$28,742 (2020: \$26,685).

14. COMMITMENTS

The Association is committed to lease payments for office premises that expires March 31, 2022 and for office equipment that expires December 31, 2023.

Aggregate minimum annual lease payments for the remaining terms are as follows:

2022	\$ 26,353
2023	\$ 3,036
2024	\$ 759

15. CHARITABLE FUNDRAISING ACT OF ALBERTA

The Charitable Fundraising Act of Alberta requires the following information be disclosed:

The Association received gross contributions of \$1,517,272 in 2021 (2020: \$1,520,048).

Soliciting contributions include:

- Direct mail campaigns (direct response), third party fundraising, unsolicited service clubs, staff funds, health partners, foundations, memorials and bequests.
- The total expenses incurred to solicit contributions were \$499,367 (2020: \$529,711). No dispositions equalled or exceeded 10% of gross contributions received.
- The Association incurred \$226,516 in costs (2020: \$230,604) for employees with principal duties related to fundraising.
- The Association dispersed these contributions through Research, Education, Awareness and Community Support that includes:
 - Provincial and national medical research grants
 - Provincial medical studentship grants
 - Provincial and national program grants

Alberta Lung Association

Notes to the Financial Statements

September 30, 2021

15. CHARITABLE FUNDRAISING ACT OF ALBERTA (*continued*)

- Donations to other Alberta charities
- Community support of patients with lung-related disease and COVID-19

16. FUNDS HELD ON BEHALF OF OTHERS

The Association records funds held on behalf of the following groups as part of its restricted cash with a corresponding offset to accounts payable and accrued liabilities.

Campaign for a Smoke-Free Alberta (CFSA)

CFSA, a coalition of seven provincial organizations, aims to develop, manage and execute a provincial advocacy strategy for a comprehensive tobacco reduction plan for Alberta, including taxation, control legislation, regulations and evidence-based programs relating to tobacco. Coalition members include the Canadian Cancer Society (CCS), Heart and Stroke Foundation (HSF), Action on Smoking (ASH), Alberta Health Services (AHS), Alberta Public Health Association, Alberta Policy Coalition for Chronic Disease Prevention (APCCP) and the Association.

The coalition makes decisions on a consensus basis. Expenses and payments are approved by two member organizations, currently the Association and ASH.

Campaign for a Smoke-Free Calgary (CSFC)

CSFC, a coalition of member organizations invested in the tobacco reduction effort, works towards a tobacco free Calgary. The coalition makes decisions based on a majority of member responses. The Association provides in-kind administrative support for funds processing upon approval by the coalition Co-Chair.

Edmonton Thoracic Society (ETS)

ETS, a coalition of lung health professionals, aims to educate patients and health providers about chronic lung illness. It funds its activities through corporate sponsorship requests for its seminars. The Association provides administrative support through volunteers and receives no compensation in return.

17. COMPARATIVE FIGURES

Certain comparative figures in these financial statements and note disclosures have been reclassified to conform to the current year's presentation.