Canadian Mental Health Association, Simcoe County Branch

Financial Statements

For the year ended March 31, 2026

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BDO

Tel: 705 726 6331
Fax: 705 722 6588
www.bdo.ca

BDO Canada LLP
300 Lakeshore Drive, Suite 300
Barrie, ON, Canada, L4N 0B4

Independent Auditor's Report

To the Members of Canadian Mental Health Association, Simcoe County Branch

Qualified Opinion

We have audited the accompanying financial statements of Canadian Mental Health Association, Simcoe County Branch (the "Association"), which comprise the statement of financial position as at March 31, 2026, and the statements of operations and general fund balance, operations and capital reserve fund balance 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 March 31, 2026, 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 donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, 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 donation revenues, excess of revenues over expenses, and cash flows from operations for the years ended March 31, 2026 and 2025, current assets as at March 31, 2026 and 2025, and net assets as at April 1 and March 31 for both the 2026 and 2025 years. Our audit opinion on the financial statements for the year ended March 31, 2025 was modified accordingly because of the possible effects of this limitation in scope.

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 these 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 these 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 related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants

Barrie, Ontario
June 22, 2026

Canadian Mental Health Association, Simcoe County Branch
Statement of Financial Position

March 31	2026	2025
Assets		
Current		
Cash - general fund (note 2)	$ 7,921,068	$ 9,717,387
Accounts receivable	586,542	1,546,358
Prepaid expenses	71,882	143,087
	8,579,492	11,406,832
Capital Assets, at cost less accumulated amortization (note 3)	13,673,629	10,385,821
Capital Reserve Fund		
Cash (note 4)	181,195	176,967
	$22,434,316	$ 21,969,620
Liabilities and Fund Balances		
Current Liabilities		
Accounts payable and accrued liabilities (note 5)	$ 2,658,832	$ 2,436,092
Deferred revenue - operations	4,030	30,590
Deferred revenue - grants (note 6)	1,273,147	283,720
Payable to government agencies (note 11(i))	4,953,740	5,747,445
Current portion of long-term debt (note 9)	208,262	436,137
	9,098,011	8,933,984
Long-term Debt (note 9)	1,417,299	1,394,352
Deferred Contributions Related to Capital Assets (note 7)	2,236,555	2,135,381
Commitments (note 10)		
Contingencies (note 11)		
Fund Balances		
General	9,501,256	9,328,936
Capital reserve	181,195	176,967
	9,682,451	9,505,903
	$22,434,316	$ 21,969,620

On behalf of the Board:

Director Director

The accompanying notes are an integral part of these financial statements.

Canadian Mental Health Association, Simcoe County Branch
Statement of Operations and General Fund Balance

For the year ended March 31	2026	2025 (note 16)
Revenues		
Ontario Health Central	$19,724,303	$ 18,600,591
Ministry of Health (Housing)	5,190,529	5,544,142
Grants (note 13)	4,706,568	3,743,288
Rental income	1,161,590	1,273,804
Other income	564,354	877,140
Donations	232,874	269,445
Amortization of deferred contributions related to capital assets (note 7)	214,801	243,018
Interest income	200,718	345,138
	31,995,737	30,896,566
Expenses		
Amortization of capital assets	560,353	349,836
Building and grounds	1,757,390	1,856,354
Contracted out services	3,230,231	2,717,267
Medical fees	1,158,109	982,037
Rent supplements	2,719,474	2,456,069
Salaries and benefits	18,921,088	18,682,588
Session fees	104,256	75,349
Supplies and sundry	3,213,706	2,988,140
	31,664,607	30,107,640
Excess of revenues over expenses for the year before other revenues and expenses	331,130	788,926
Other revenues and expenses		
Gain on disposal of capital assets	-	613,841
Other expense - Paymaster	(158,810)	(158,810)
	(158,810)	455,031
Excess of revenues over expenses for the year	172,320	1,243,957
Fund balance, beginning of year	9,328,936	8,084,979
Fund balance, end of year	$ 9,501,256	$ 9,328,936

The accompanying notes are an integral part of these financial statements.

Canadian Mental Health Association, Simcoe County Branch
Statement of Operations and Capital Reserve Fund Balance

For the year ended March 31	2026	2025
Revenues		
Interest income	$ 4,228	$ 3,043
Expenses	-	-
Excess of revenues over expenses for the year	4,228	3,043
Fund balance, beginning of year	176,967	169,674
Transfer from general fund	-	4,250
Fund balance, end of year	$ 181,195	$ 176,967

The accompanying notes are an integral part of these financial statements.

Canadian Mental Health Association, Simcoe County Branch
Statement of Cash Flows

For the year ended March 31	2026	2025
Cash flows from operating activities		
Excess of revenue over expenses for the year	$ 172,320	$ 1,243,957
Items not involving cash		
Amortization of capital assets	560,353	349,836
Amortization of deferred contributions related to capital assets	(214,801)	(243,018)
Gain on disposal of capital assets	-	(613,841)
Amortization of deferred contributions related to disposal of capital assets	-	(15,165)
	517,872	721,769
Net change in non-cash working capital balances		
Accounts receivable	959,816	(185,311)
Prepaid expenses	71,205	67,199
Accounts payable and accrued liabilities	222,740	(397,245)
Deferred revenue - operations	(26,560)	(7,100)
Deferred revenue - grants	989,427	159,584
	2,734,500	358,896
Cash flows from investing activities		
Acquisition of capital assets	(3,848,161)	(1,117,736)
Proceeds on disposal of capital assets	-	875,000
	(3,848,161)	(242,736)
Cash flows from financing activities		
Increase (decrease) in payable to government agencies	(793,705)	404,098
Repayment of long-term debt	(204,928)	(186,265)
Increase in deferred contributions related to capital assets	315,975	377,083
	(682,658)	594,916
Increase (decrease) in cash during the year	(1,796,319)	711,076
Cash, beginning of year	9,717,387	9,006,311
Cash, end of year	$ 7,921,068	$ 9,717,387

The accompanying notes are an integral part of these financial statements.

March 31, 2026

1. Significant Accounting Policies

Nature and Purpose of Organization

Canadian Mental Health Association, Simcoe County Branch is a not-for-profit organization incorporated without share capital under the laws of Ontario. The Association promotes the mental health of all and supports the resilience and recovery of people experiencing mental illness.

The Association is a registered charity and, as such, is exempt from income tax and may issue income tax receipts to donors.

Basis of Accounting

These financial statements were prepared using the accrual basis of accounting under Canadian accounting standards for not-for-profit organizations. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

Use of Estimates

The preparation of financial statements in accordance 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. The principal estimates in the preparation of these financial statements are the allowance for doubtful accounts, the valuation and useful life of capital assets, fair value of financial instruments and amounts due to government agencies. Actual results could differ from management's best estimates as additional information becomes available in the future.

Interfund Balances

The Association's policies are to not charge interest between funds on the interfund balances and to pay the interfund balances within one year.

Pension Plan

The Association accounts for its participation in a registered retirement savings plan as a defined contribution plan. The Association makes contributions based on a percentage of gross wages and the participating employees have an option to make plan contributions based on participating employees' contributory earnings. The Association recognizes the expense related to this plan as contributions are made.

1. **Significant Accounting Policies** (continued)

Capital Assets

Purchased capital assets are stated at cost less accumulated amortization. Capital assets costing less than $5,000 are expensed in the year purchased in the statements of operations and general fund balance. Contributed capital assets are recorded at fair value at the date of contribution. Where fair value cannot be reasonably determined, contributed capital assets are recorded at a nominal amount.

Amortization based on the estimated useful life of the asset is calculated as follows:

Buildings - head office	- 2.5% straight line basis
Buildings - housing	- at an amount equal to the principal reduction on the related long-term debt
Buildings - other	- 5% diminishing balance basis
Leasehold improvements	- straight line basis over the term of the lease
Office furniture and equipment	- 20% straight line basis
Vehicles	- 20% straight line basis

Impairment of Long Lived Assets

In the event that facts and circumstances indicate that the Association's long lived assets may be impaired, an evaluation of recoverability would be performed. Such an evaluation entails comparing the estimated future undiscounted cash flows associated with the asset to asset's carrying amount to determine if a write down to market value or discounted cash flow value is required. The Association considers that no circumstances exist that would require such an evaluation.

Fund Accounting

The general fund reports all of the revenues and expenses of the Association's various programs.

The capital reserve fund is maintained to meet the reporting requirements of the Ministry of Health ("MOH"). The purpose of the fund is to pay for replacing capital items or for making major renovations or repairs to them, specifically related to housing projects. Minimum annual contributions must be made to the capital reserve fund based on operating agreements/budgets with the MOH. In addition, all special one-time payments for capital replacements provided by MOH must be contributed to the capital reserve fund.

Investments in the capital reserve fund are restricted to deposit accounts, deposit receipts, deposit notes, certificates of deposits, acceptances, term deposits, guaranteed investment certificates and Canadian dollar money market mutual funds. Interest income earned on these investments must be contributed to the capital reserve fund.

1. **Significant Accounting Policies** (continued)

Revenue Recognition

The Association follows the deferral method of accounting for contributions which includes grants, donations and government subsidies.

Operating revenue, including grants, and subsidies, is recorded as revenue in the period to which it relates. Revenue earned but not received at the end of an accounting period is accrued as a receivable. Where a portion of revenue received relates to a future period, it is deferred and recognized in that future period.

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.

Externally restricted contributions are recognized as revenue in the year in which the related expenditures are recognized.

Contributions restricted for the purchase of capital assets are deferred and amortized into revenue at a rate corresponding with the amortization rate for the related capital assets.

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.

Rental income and Back on Track income is recorded when earned on a monthly basis.

Fundraising income is recorded in the period in which the related fundraising activities were performed.

Contributed Services

Directors, committee members and community members volunteer their time to assist in the Association's activities. While these services benefit the Association considerably, a reasonable estimate of their fair value cannot be made and, accordingly, these contributed services are not recorded in the financial statements.

Financial Instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, all other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are charged to the financial instrument for those measured at amortized cost.

2. Cash - General Fund

The Association's General Fund bank accounts are held at a chartered bank. The bank accounts earn interest at variable rates depending on the monthly minimum balances.

Internally restricted cash is presented as a current asset.

3. Capital Assets

	2026		2025	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Land	$ 2,743,060	$ -	$ 2,743,060	$ -
Buildings - head office	6,742,281	168,557	3,284,305	-
Buildings - housing	133,656	133,656	133,656	133,656
Buildings - other	5,693,960	1,880,940	5,693,960	1,680,167
Leasehold improvements	181,393	101,843	181,393	69,318
Office furniture and equipment	4,384,654	4,149,948	4,127,639	4,074,155
Vehicles	472,246	242,677	339,076	159,972
	$ 20,351,250	$ 6,677,621	$ 16,503,089	$ 6,117,268
Net book value		$ 13,673,629		$ 10,385,821

4. Cash - Capital Reserve Fund

The Association's Capital Reserve Fund bank accounts are held at a chartered bank. The bank accounts earn interest at variable rates depending on the monthly minimum balances.

Cash held in the capital reserve fund account is not available to pay operating expenses and therefore has been classified as a long-term asset.

5. Accounts Payable and Accrued Liabilities

Included in accounts payable and accrued liabilities are government remittances totaling $178,903 (2025 - $785,643).

6. Deferred Revenue - Grants

Deferred revenue - grants, represent unspent restricted operating funding received in the current period that is related to expenses of a subsequent period. Changes in the deferred contributions balance are as follows:

	2026	2025
Beginning balance	$ 283,720	$ 124,136
Less: amounts recognized as revenue in the year	-	(39,040)
Less: amounts transferred to deferred contributions related to capital assets (note 7)	(67,901)	-
Add: amounts received related to expenses of a subsequent period	1,057,328	198,624
Ending balance	$ 1,273,147	$ 283,720

7. Deferred Contributions Related to Capital Assets

Deferred contributions related to capital assets represent the unamortized amount of donations and grants received for the capital assets. These contributions are amortized and recorded as revenue in the statement of operations on the same basis as the amortization of the related asset.

	2026	2025
Balance, beginning of year	**$ 2,135,381**	$ 2,016,481
Contributions transferred from deferred revenue - grants (note 6)	**67,901**	-
Contributions received for the purchase of capital assets	**248,074**	377,083
Amounts amortized to revenue	**(214,801)**	(243,018)
Amounts amortized to revenue related to disposal of capital assets	**-**	(15,165)
Balance, end of year	**$ 2,236,555**	$ 2,135,381

8. Credit Facilities

The Association has a $100,000 demand revolving operating loan available through TD Bank with an interest rate of prime, which is available for general corporate purposes. The balance drawn on this overdraft facility as at March 31, 2026 was $NIL (2025 - $NIL).

The Association has a $3,000,000 real estate secured operating loan available through TD Bank with an interest rate of prime plus 0.75%, which is available for short-term financing for capital renovations and improvements at the Ferris Lane property. The balance drawn on this credit facility as at March 31, 2026 was $NIL (2025 - $NIL).

The Association has a $3,000,000 mortgage loan available through TD Bank with an interest rate of prime plus 0.75%, which is to be used to repay balance owing on the above real estate secured operating loan. This facility allows for a single draw prior to August 31, 2026, after which time any amount not drawn is cancelled. The balance drawn on this credit facility as at March 31, 2026 was $NIL (2025 - $NIL).

The Association has Visa Business card(s) available through TD Bank with a maximum credit limit of $45,000 available to assist in financing day-to-day operations. The balance drawn on this credit facility as at March 31, 2026 was $1,512 (2025 - $9,161).

All of the credit facilities available through TD Bank, including the mortgages disclosed in note 9, are secured by:

- a general security agreement representing a first charge on all the Association's present and after acquired personal property;
- a general assessment of rents and leases executed by the Association for the following properties (50 Nottawasaga Street, Orillia, Ontario; 99-105 Ferris Lane, Barrie, Ontario; 15-21 Bradford Street, Barrie, Ontario; 128 and 134 Anne Street/140 Tiffin Street, Barrie, Ontario; 76 Nottawasaga Street, Orillia, Ontario)
- a continuing collateral mortgage, representing a first charge, in the principal amount of $7,400,000 on real property located at the following locations;
    - 128 and 134 Anne Street/140 Tiffin Street, Barrie, Ontario;
    - 99-105 Ferris Lane, Barrie, Ontario;
    - 15-21 Bradford Street, Barrie, Ontario;
    - 76 Nottawasaga Street, Orillia, Ontario;
    - 50 Nottawasaga Street, Orillia, Ontario.
- a assignment of fire and business insurance.

The credit facility agreement contains a financial covenant that at all times the Association must maintain a debt service coverage ratio of not less than 100%.

9. Long-term Debt

	2026	2025
TD Bank mortgage payable, interest at prime plus 0.75%, principal payments of $2,824 plus interest due monthly, maturing May 1, 2029, secured by land and buildings with a carrying amount of approximately $493,000 (2025 - $506,000)	$ **107,317**	$ 141,206
TD Bank mortgage payable, interest at prime plus 0.75% (2025 - 2.95%), principal payments of $2,909 plus interest due monthly (2025 - blended payments of $3,227 due monthly), maturing October 19, 2032 (2025 - October 19, 2025), secured by land and building with a carrying amount of approximately $471,000 (2025 - $488,000)	**229,812**	262,782
TD Bank mortgage payable, interest at prime plus 0.75%, principal payments of $7,601 plus interest due monthly, maturing February 22, 2036, secured by land and buildings with a carrying amount of approximately $8,286,000 (2025 - $4,996,000)	**904,837**	997,492
TD Bank mortgage payable, interest at prime plus 0.75%, principal payments of $2,779 plus interest due monthly, maturing April 30, 2035, secured by land and buildings with a carrying amount of approximately $801,000 (2025 - $826,000)	**302,929**	333,500
TD Bank mortgage payable, interest at prime plus 0.75%, principal payments of $1,241 plus interest due monthly, maturing August 17, 2031, secured by land and building with a carrying amount of approximately $NIL (2025 - $NIL)	**80,666**	95,509
	1,625,561	1,830,489
Less: current portion of long-term debt	**(208,262)**	(436,137)
Long-term debt	$ **1,417,299**	$ 1,394,352

9. Long-term Debt (continued)

See note 8 for details regarding security and credit facility terms for TD Bank mortgages.

Principal repayments on long-term debt for the next five years and thereafter are as follows:

2027	$ 208,262
2028	208,262
2029	208,262
2030	180,024
2031	174,373
Thereafter	646,378
	$ 1,625,561

10. Commitments

The Association has various operating leases for its premises and a vehicle, expiring at various times.

The minimum annual lease payments for the next three years are as follows:

2027	$ 276,084
2028	218,560
2029	20,455
	$ 515,099

11. Contingencies

i) The Association receives funding from Ontario Health Central, and is economically dependant upon them. The amount of funding provided to the Association is subject to final review and approval by Ontario Health Central. As at the date of these financial statements, funding for the fiscal years 2019 to 2026 has not been subject to this review process. Any future adjustments required as a result of a review will be accounted for at that time as an adjustment to the excess of revenues over expenses for the year on the Statement of Operations and General Fund Balance.

The Association also receives funding from the Ministry of Health. The amount of funding provided to the Association is subject to final review and approval by the Ministry. As at the date of these financial statements, funding for the fiscal years 2019 to 2026 has not been subject to this review process. Any future adjustments required as a result of a review will be accounted for at that time as an adjustment to the excess of revenues over expenses for the year on the Statement of Operations and General Fund Balance.

As at March 31, 2026, there is $4,953,740 (2025 - $5,747,445) included in current liabilities for amounts owing to the above government agencies for the years subject to review, of which $2,617,565 (2025 - $2,695,392) is payable to the Ministry of Health, $1,682,859 (2025 - $3,042,179) is payable to Ontario Health Central, $637,725 (2025 - $NIL) is payable to the County of Simcoe, and $15,591 (2025 - $9,874) is payable to CIRF.

ii) During the normal course of operations, various proceedings and claims are filed against the Association. The Association reviews the validity of these claims and proceedings and management believes any settlement would be adequately covered by its insurance policies and would not have a material effect on the financial position or future results of operations of the Association. Accordingly, no provision has been made in these financial statements for any liability that may result. Any losses will be recorded in the year of settlement.

12. Economic Dependence

The Association received 78% (2025 - 78%) of its revenue from two funders, Ontario Health Central and Ministry of Health.

13. Grant Revenues

The Association received grant revenue during the year from the following sources:

	2026	2025
Other agencies	$ 1,590,702	$ 1,854,326
Family Health Team	1,586,292	1,594,482
County of Simcoe	940,989	40,142
Ministry of Children, Community and Social Services	588,585	254,338
	$ 4,706,568	$ 3,743,288

14. Pension Plan

The Association contributes to a registered retirement savings plan for participating full time employees. The amounts are contributed each payroll period.

The total cost recorded for the Association's defined contribution plan is as follows:

	2026	2025
Current service cost	$ 588,299	$ 514,816

15. Financial Instrument Risk

Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Credit risk typically arises due to significant concentrations of accounts receivable from a particular industry, geographic region or limited number of customers. Management believes that credit risk is limited as the Association's accounts receivable is not made up of a limited number of counterparties and includes several balances from government agencies.

The Association's cash is all held at a major institution. The Association has cash deposits in financial institutions in excess of the amount insured by agencies of the federal government in the amounts of $100,000 at March 31, 2026.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Association is exposed to this risk through long-term debt which bears interest at a variable rate. Fluctuations in the banks' prime interest rates will result in fluctuations in the cash flow requirements of this financial instrument via increases or decreases in the related interest expense. The Association is also exposed to interest rate risk through fixed rate long-term debt that matures during the next fiscal year and will be refinanced.

Liquidity Risk

Liquidity risk is the risk that the Association encounters difficulty in meeting obligations associated with financial liabilities. Liquidity risk included the risk that, as a result of operational liquidity requirements, the Association will not have sufficient funds to settle a transaction on the due date; will be forced to sell financial assets at a value, which is less than what they are worth; or may be unable to settle or recover a financial asset. Liquidity risk arises from accounts payable and accrued liabilities, payable to government agencies and long-term debt.

There have been no changes to the Association's financial instrument exposure from the prior year.

16. Comparative Figures

Certain comparative amounts presented in the financial statements have been reclassified to conform to the current year's presentation. These reclassifications had no effect on the reported results of the operations.