

4-H Alberta
Consolidated Financial Statements
For the year ended December 31, 2021

4-H Alberta Contents

For the year ended December 31, 2021

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Management's Responsibility

To the Board of Directors of 4-H Alberta:

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian accounting standards for not-for-profit organizations and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

The Board of Directors and Audit Committee are composed primarily of Directors who are neither management nor employees of the Association. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial information included in the annual report. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Board is also responsible for recommending the appointment of the Association's external auditors.

MNP LLP is appointed by the Board to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Board and management to discuss their audit findings.

Director

Director

To the Board of Directors of 4-H Alberta:

Qualified Opinion

We have audited the consolidated financial statements of 4-H Alberta and its subsidiaries (the "Association"), which comprise the consolidated statement of financial position as at December 31, 2021, and the consolidated statements of operations, changes in net assets and cash flows for the year then ended, and notes to the consolidated 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 consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Association as at December 31, 2021, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under Statements section of our report. We are independent of the Association in accordance with the ethical requirements that are those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial relevant to our audit of the consolidated 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 opinion.

In common with many not-for-profit organizations, 4-H Alberta derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of donation revenue was limited to the amounts recorded in the records of the Association. Our independent auditors' report on the financial statement at the year-ended December 31, 2021 was modified accordingly because of the possible effects of those limits in scope.

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

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated 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 Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 consolidated 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 consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Association to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Lethbridge, Alberta

May 9, 2022

MNP LLP

Chartered Professional Accountants

4-H Alberta
Consolidated Statement of Financial Position
As at December 31, 2021

| | 2021 | <i>2020</i> <i>(Restated)</i> |
|--|-------------------|----------------------------------|
| Assets | | |
| Current | | |
| Unrestricted cash (Note 4) | 2,199,292 | 815,911 |
| Accounts receivable (Note 5) (Note 11) | 171,440 | 451,312 |
| Marketable securities (Note 6) | 8,762,388 | 8,493,009 |
| Prepaid expenses and deposits | 30,616 | 29,330 |
| Inventory | 38,838 | - |
| | 11,202,574 | 9,789,562 |
| Capital assets (Note 7) | 911,844 | 937,919 |
| Restricted cash (Note 4) | 2,193,848 | 1,477,022 |
| | 14,308,266 | 12,204,503 |
| Liabilities | | |
| Current | | |
| Bank indebtedness (Note 8) | 15,206 | 3,858 |
| Accounts payable and accruals | 613,751 | 306,408 |
| Deferred revenues (Note 9) | 1,560,205 | 1,212,141 |
| Deposits | 9,150 | 8,000 |
| | 2,198,312 | 1,530,407 |
| Subsequent event (Note 13) | | |
| Net Assets | | |
| Unrestricted | 404,247 | 1,318,859 |
| Internally restricted | 11,705,707 | 9,355,237 |
| | 12,109,954 | 10,674,096 |
| | 14,308,266 | 12,204,503 |

Approved on behalf of the Board of Directors

 Director

 Director

4-H Alberta
Consolidated Statement of Operations
For the year ended December 31, 2021

| | 2021 | 2020 (Restated) |
|---|------------------|--------------------|
| Revenue | | |
| Grant | 1,089,755 | 750,000 |
| Program and membership fees | 802,144 | 649,593 |
| Sponsorship, donation and fundraising | 791,429 | 632,930 |
| Investment dividends | 417,250 | 330,555 |
| Scholarship | 229,793 | 79,086 |
| 4-H Centre | 133,421 | 23,519 |
| Mineral rights | 128,583 | 84,141 |
| Recycling | 113,866 | 52,067 |
| Casino | 47,674 | - |
| Interest | 2,687 | 4,113 |
| Management investment and other admin | - | 2,623 |
| Summer staff | - | 8,680 |
| Other | - | 1,503 |
| Total revenue | 3,756,602 | 2,618,810 |
| Expenses | | |
| Salaries and benefits | 1,561,183 | 979,491 |
| Program and membership fees | 394,646 | 236,228 |
| Scholarships | 314,801 | 247,827 |
| Consulting, professional and legal | 231,784 | 339,196 |
| Sponsorship, donation and fundraising | 216,384 | 135,622 |
| RADF University of Alberta distribution | 215,801 | 232,000 |
| 4-H Centre | 137,030 | 100,091 |
| Recycling | 78,398 | 36,267 |
| Management investment and other admin fees | 73,932 | 70,426 |
| Administrative | 72,235 | 43,414 |
| Insurance | 60,878 | 45,389 |
| Travel | 18,833 | 12,606 |
| Board of directors | 11,202 | 12,474 |
| Fund development | 1,908 | 812 |
| Advertising | 867 | 7,891 |
| Interest | 6 | 70 |
| Summer staff wages | - | 24,711 |
| Amortization | 86,220 | 78,551 |
| Total expenses | 3,476,108 | 2,603,066 |
| Excess of revenue over expenses before other items | 280,494 | 15,744 |

Continued on next page

4-H Alberta
Consolidated Statement of Operations
For the year ended December 31, 2021

| | 2021 | <i>2020</i> <i>(Restated)</i> |
|---|------------------|----------------------------------|
| Excess of revenue over expenses before other items <i>(Continued from previous page)</i> | 280,494 | 15,744 |
| Other items | | |
| Gain on change in fair market value of investments | 394,840 | 504,849 |
| Gain on disposal of marketable securities | 109,007 | 156,933 |
| Wage subsidy <i>(Note 11)</i> | 651,517 | 436,581 |
| | 1,155,364 | 1,098,363 |
| Excess of revenue over expenses | 1,435,858 | 1,114,107 |

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

4-H Alberta
Consolidated Statement of Changes in Net Assets
For the year ended December 31, 2021

| | <i>Unrestricted Funds</i> | <i>Capital Fund</i> | <i>Restricted Funds</i> | <i>2021</i> | <i>2020</i> |
|--|-------------------------------|---------------------|-----------------------------|-------------------|-------------------|
| | | | | | <i>(Restated)</i> |
| Net assets, beginning of year, as previously stated | 1,318,859 | 572,919 | 9,100,335 | 10,992,113 | 9,627,367 |
| Correction of an error (Note 3) | - | - | (318,017) | (318,017) | (67,378) |
| Net assets, as restated | 1,318,859 | 572,919 | 8,782,318 | 10,674,096 | 9,559,989 |
| Excess (deficiency) of revenue over expenses | (1,172,218) | (83,289) | 2,691,365 | 1,435,858 | 1,114,107 |
| | 146,641 | 489,630 | 11,473,683 | 12,109,954 | 10,674,096 |
| Internal transfers | 257,606 | 60,145 | (317,751) | - | - |
| Net assets, end of year | 404,247 | 549,775 | 11,155,932 | 12,109,954 | 10,674,096 |

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

4-H Alberta
Consolidated Statement of Cash Flows
For the year ended December 31, 2021

| | 2021 | 2020 <i>(Restated)</i> |
|---|-----------|---------------------------|
| Cash provided by (used for) the following activities | | |
| Operating | | |
| Excess of revenue over expenses | 1,435,858 | 1,114,107 |
| Amortization | 86,220 | 78,551 |
| Gain on disposal of marketable securities | (109,007) | (156,933) |
| Gain on change in fair value of marketable securities | (394,840) | (504,849) |
| | 1,018,231 | 530,876 |
| Changes in working capital accounts | | |
| Accounts receivable | 279,872 | (377,849) |
| Inventory | (38,838) | - |
| Prepaid expenses and deposits | (1,286) | 145,399 |
| Accounts payable and accruals | 307,344 | 12,915 |
| Deferred revenue | 348,064 | 527,414 |
| Deposits | 1,150 | (863) |
| | 1,914,537 | 837,892 |
| Investing | | |
| Purchase of capital assets | (60,144) | (23,697) |
| Purchase of marketable securities | - | (100,000) |
| Proceeds on disposal of marketable securities | 605,718 | 678,189 |
| Management fees | 45,998 | 58,053 |
| Investment income | (417,250) | (330,555) |
| | 174,322 | 281,990 |
| Increase in cash resources | 2,088,859 | 1,119,882 |
| Cash resources, beginning of year | 812,053 | 223,984 |
| Interfund adjustments | (716,826) | (531,813) |
| Cash resources, end of year | 2,184,086 | 812,053 |
| Cash resources are composed of: | | |
| Unrestricted cash | 2,199,292 | 815,911 |
| Bank indebtedness | (15,206) | (3,858) |
| | 2,184,086 | 812,053 |

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

1. Incorporation and nature of the organization

4-H Alberta (the "Association") is a registered charity organization and thus is exempt from income taxes under the provisions of the Income Tax Act ("the Act").

The Association was established in 1977 under the previous name, the 4-H Foundation, to build and operate the Alberta 4-H Centre. The Association was formed to provide a place to host camps and meetings for a wide range of groups. The Association has the ability to accept assets of community groups that wish to conclude operations. Additionally, named funds are established for individuals and families that would like to create a legacy to support future generations.

The Association is also responsible for the governance, oversight, administration and delivery of the 4-H program in Alberta.

2. Significant accounting policies

The consolidated financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO) and include the following significant accounting policies:

Revenue recognition

The Association uses the restricted fund method of accounting for contributions. Restricted contributions are recognized as revenue in the restricted fund in the year in which they are received. Unrestricted contributions are recognized in the general fund as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Member and program fees, recycling, summer staff, and investment income is recognized as revenue when earned.

Rental revenue is recognized as rent becomes due in accordance with contractual arrangements.

Mineral rights income is recognized as funds becomes due in accordance with contractual arrangements.

Grant revenue is recorded as revenue in accordance with the contractual grant agreements.

Contributed materials and services

Contributions of materials are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the materials are used in the normal course of the Association's operations and would otherwise have been purchased.

The Association would not be able to carry out its activities without the services of many volunteers who contribute a significant number of hours of service each year. Because of the difficulty in compiling these hours, contributed services are not recognized in the financial statements.

Cash

Cash and cash equivalents include balances with banks and short-term investments with maturities of three months or less.

Marketable securities

Marketable securities with prices quoted in an active market are measured at fair value while those that are not quoted in an active market are measured at cost less impairment. Changes in fair value are recorded immediately in the excess of revenues over expenses.

Inventory

Inventory is valued at the lower of cost and net realizable value. Cost is determined by the weighted average method. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and selling costs.

2. Significant accounting policies *(Continued from previous page)*

Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution if fair value can be reasonably determined.

Amortization is provided using the straight-line method at rates intended to amortize the cost of assets over their estimated useful lives. Mineral rights are assessed annually for indications of impairment.

| | Term |
|------------------------|----------------|
| Buildings | 10 to 40 years |
| Computer equipment | 2 years |
| Equipment | 5 to 20 years |
| Furniture and fixtures | 5 to 20 years |
| Leasehold improvements | 10 to 40 years |

Fund accounting

The Association follows the deferral method of accounting for contributions and reports using fund accounting, and maintains 20 funds. Unrestricted funds are used for operations and activities of the Association and are allocated to the areas of greatest need by the Board or CEO. The restricted funds consist of the following:

The Program Fund reports program registration fees, membership fees, and sponsor funds obtained to support 4-H Alberta provincial programs and resource development.

The Capital Fund reports the Association's capital projects undertaken and maintains the assets, liabilities, revenues and expenses related to the Association's property and equipment.

The Scholarship Fund reports the Association's donations to establish scholarships and bursaries. The scholarships and bursaries are available to 4-H members, present and former, seeking post-secondary education. If a donation is large enough and a request is made by the donor, a scholarship specific to that donation will be created.

The Gaming Fund reports the Association's proceeds from casinos and raffles managed by the Association, as required by the Alberta Gaming Commission. Funds from this account can only be spent in areas designated in each application.

The Hansen-Ness Memorial Fund was established to use the revenues from this fund for the benefit of rural farm young people in the form of scholarships for students graduating from high school and entering a post-secondary institution.

The Norma Jean Gray Scholarship Fund reports donations received in recognition of Norma Jean Gray's work as a home economist with Alberta Agriculture. The fund was established to provide awards to 4-H club members on the basis of financial need and 4-H involvement.

The Healy Estate Fund was established so that 4-H Alberta could receive the residue of the Keith Garnet Healy Estate and manage the funds of behalf of the Coronation Healy Estate Committee.

The RADF Legacy Fund was established for the purpose of implementing the Rural Development Strategy as set out in a Collaborative Agreement effective June 19, 2015. The funds will be used to (i) fund and deliver the Program; (ii) fund certain activities of 4-H; and (iii) at the conclusion of the Program, fund a monetary donation to the University and 4-H.

Measurement uncertainty

The preparation of consolidated 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 and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues and expenses in the periods in which they become known.

2. Significant accounting policies *(Continued from previous page)*

Government assistance

Claims for assistance under various government grant programs are recorded either as revenue, or a reduction in the related expense account in the year in which eligible expenditures are incurred.

Financial instruments

The Association recognizes financial instruments when the Association becomes party to the contractual provisions of the financial instrument.

Arm's length financial instruments

Financial instruments originated/acquired or issued/assumed in an arm's length transaction ("arm's length financial instruments") are initially recorded at their fair value.

At initial recognition, the Association may irrevocably elect to subsequently measure any arm's length financial instrument at fair value. The Association has not made such an election during the year.

The Association subsequently measures investments in equity instruments quoted in an active market and all derivative instruments, except those designated in a qualifying hedging relationship or that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, at fair value. Fair value is determined by published price quotations. Investments in equity instruments not quoted in an active market and derivatives that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, are subsequently measured at cost less impairment. With the exception of financial liabilities indexed to a measure of the Association's performance or value of its equity and those instruments designated at fair value, all other financial assets and liabilities are subsequently measured at amortized cost.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in excess of revenue over expenses. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

Financial asset impairment

The Association assesses impairment of all its financial assets measured at cost or amortized cost. The Association groups assets for impairment testing when available information is not sufficient to permit identification of each individually impaired financial asset in the group; there are numerous assets affected by the same factors; no asset is individually significant, etc. Management considers whether the issuer is having significant financial difficulty; whether there has been a breach in contract, such as a default or delinquency in interest or principal payments; etc in determining whether objective evidence of impairment exists. When there is an indication of impairment, the Association determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year.

The Association reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets at the statement of financial position date; and the amount expected to be realized by exercising any rights to collateral held against those assets.

Any impairment, which is not considered temporary, is included in current year excess of revenue over expenses.

The Association reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in excess of revenue over expenses in the year the reversal occurs.

3. Correction of an error

During the year the Association determined that the 2020 fiscal year deferred casino funds revenue was understated by \$68,016 and deferred grants and sponsorship revenue was understated by \$250,000. For 2020 the impact of this correction has resulted in an increase in deferred revenue casino funds of \$68,016, an increase in deferred grants and sponsorship funds of \$250,000 a decrease in restricted net assets of \$67,378, and a decrease in income of \$250,638 for 2020 fiscal year end.

4-H Alberta
Notes to the Consolidated Financial Statements
For the year ended December 31, 2021

4. Cash

Included in cash are restricted funds held by the Association. Included in restricted cash are the funds attributed to Program, Scholarship, Gaming, Hansen-Ness Memorial, Norma Jean Grey Scholarship, Healy Estate and RADF Legacy Fund.

5. Accounts receivable

| | <i>2021</i> | <i>2020</i> |
|---------------------------------|----------------|-------------|
| Accounts receivable | 168,704 | 96,168 |
| Canadian Emergency Wage Subsidy | - | 349,858 |
| GST recoverable | 2,736 | 5,286 |
| | 171,440 | 451,312 |

6. Marketable securities

| | <i>2021</i> | <i>2020</i> |
|------------------------------|------------------|-------------|
| Marketable securities - Cost | 7,003,705 | 7,129,166 |
| Fair value adjustment | 1,758,683 | 1,363,843 |
| | 8,762,388 | 8,493,009 |

7. Capital assets

| | <i>Cost</i> | <i>Accumulated amortization</i> | <i>2021 Net book value</i> | <i>2020 Net book value</i> |
|------------------------|------------------|-------------------------------------|------------------------------------|------------------------------------|
| Mineral rights | 365,000 | - | 365,000 | 365,000 |
| Land | 95,104 | - | 95,104 | 95,104 |
| Buildings | 1,606,561 | 1,267,413 | 339,148 | 387,295 |
| Equipment | 624,653 | 592,025 | 32,628 | 5,607 |
| Leasehold improvements | 261,382 | 198,204 | 63,178 | 74,100 |
| Furniture and fixtures | 266,379 | 260,395 | 5,984 | 1,462 |
| Computer equipment | 28,914 | 18,112 | 10,802 | 9,351 |
| | 3,247,993 | 2,336,149 | 911,844 | 937,919 |

8. Bank indebtedness

| | <i>2021</i> | <i>2020</i> |
|--------------------------|---------------|-------------|
| ATB Financial Mastercard | 15,206 | 3,858 |

The Association has an operating line available with authorization to a maximum of \$330,000 (2020 - \$330,000), bearing interest at prime plus 1.00%, and is secured by a general security agreement. At December 31, 2021 the balance was \$nil. The loan is due on demand and is subject to annual review. Prime rate was 2.45% at December 31, 2021.

The ATB General fund Mastercard is authorized to a maximum of \$40,000 (2020 - \$30,000) and bears interest at 19.90% (2020 - prime plus 2%).

4-H Alberta
Notes to the Consolidated Financial Statements
For the year ended December 31, 2021

9. Deferred revenues

| | 2021 | 2020 <i>(Restated)</i> |
|-----------------------------|------------------|---------------------------|
| Program and membership fees | 499,325 | 795,895 |
| Grants and sponsorships | 958,500 | 348,230 |
| Casino funds | 102,380 | 68,016 |
| | 1,560,205 | 1,212,141 |

10. Financial instruments

The Association, as part of its operations, carries a number of financial instruments. It is management's opinion that the Association is not exposed to significant interest rate, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Credit concentration

As at December 31, 2021, three customers (2020 - one) accounted for 88% (2020 - 78%) of the consolidated accounts receivable. The Association believes that there is no unusual exposure associated with the collection of these receivables. The Association performs regular credit assessments of its customers and provides allowances for potentially uncollectible accounts receivable.

11. Government Assistance

During the year, the Association recognized \$651,517 (2020 - \$425,624) in Canada Emergency Wage Subsidy ("CEWS") and Temporary Wage Subsidy \$nil (2020 - \$10,958) as wage subsidy income. The assistance was introduced in response to the COVID-19 pandemic, to provide eligible employers with a subsidy to cover a portion of wage costs paid to eligible employees during prescribed claim periods. There are no unfulfilled conditions related to amounts recognized. However, amounts claimed under these programs are subject to validation and detailed verification by the Federal Government. As at December 31, 2021, \$nil (2020- \$349,484) remains outstanding in accounts receivable.

12. Significant event

The recent outbreak of the coronavirus, also known as "COVID-19", has spread across the globe and is impacting worldwide economic activity. Conditions surrounding the coronavirus continue to rapidly evolve and government authorities have implemented emergency measures to mitigate the spread of the virus. The outbreak and the related mitigation measures may have an adverse impact on the global economic conditions as well as on the Association's business activities. The extent to which the coronavirus may impact the Association's business activities will depend on future developments, such as the ultimate geographic spread of the disease, the duration of the outbreak, and the effectiveness of actions taken in Canada and other countries to contain and treat the disease. These events are highly uncertain and as such, the Association cannot determine if there will be any financial impact at this time.

13. Subsequent event

After year end on March 31, 2022 an amount was received from the 4-H Council for \$57,778 as it ceased operations.