



Financial Statements

Alzheimer Society of B.C.

March 31, 2015

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Independent Auditor's Report

Grant Thornton LLP
Suite 1600, Grant Thornton Place
333 Seymour Street
Vancouver, BC
V6B 0A4

T +1 604 687 2711
F +1 604 685 6569
www.GrantThornton.ca

To the Members of
Alzheimer Society of B.C.

We have audited the accompanying financial statements of Alzheimer Society of B.C. (the "Society"), which comprise the statement of financial position as at March 31, 2015 and the statements of revenues and expenses, changes in net assets, and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility 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.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Society's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Society's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for qualified opinion

In common with many not-for-profit organizations, the Society derives revenue from special events, the completeness of which is not always susceptible to satisfactory audit verification. Accordingly, verification of Walk for Memories revenues was limited to the amounts recorded in the records of the Society. Therefore, we were not able to determine whether any adjustments might be necessary to special events revenues, excess of revenues over expenses, and cash flows from operating activities for the years ended March 31, 2015 and 2014, current assets as at March 31, 2015 and 2014, and unrestricted net assets as at April 1, 2014 and 2013 and March 31, 2015 and 2014. Our audit opinion on the financial statements for the year ended March 31, 2014 was modified accordingly because of the possible effects of this limitation in scope.

Qualified opinion

In our opinion, except for possible effects of the matter described in the *Basis for qualified opinion* paragraph, the financial statements present fairly, in all material respects, the financial position of Alzheimer Society of B.C. as at March 31, 2015 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.

Vancouver, Canada
June 23, 2015



Chartered Accountants

Alzheimer Society of B.C.

Statement of Revenues and Expenses

Year ended March 31, 2015

	2015			2014		
	Operating	Research	Total	Operating	Research	Total
Revenues						
Corporate / pharmaceutical	\$ 43,238	\$ -	\$ 43,238	\$ 65,514	\$ -	\$ 65,514
Individual giving	418,154	9,525	427,679	391,451	7,300	398,751
Employee / organizations	140,840	4,668	145,508	152,235	4,713	156,948
Gaming - direct access	250,000	-	250,000	250,000	-	250,000
Grants and foundations	1,690,901	66,210	1,757,111	1,563,117	65,350	1,628,467
Bequests	1,970,651	302,874	2,273,525	1,952,190	27,000	1,979,190
Major gifts	438,444	27,010	465,454	333,033	79,000	412,033
Special events (Note 10)	2,110,456	267,987	2,378,443	2,207,342	335,110	2,542,452
Investment income	152,694	-	152,694	99,712	-	99,712
National revenue (Note 12)	601,771	86,167	687,938	510,654	16,741	527,395
Miscellaneous	27,821	-	27,821	31,150	-	31,150
	7,844,970	764,441	8,609,411	7,556,398	535,214	8,091,612
Expenses						
Advocacy	419,831	-	419,831	267,975	-	267,975
Communication	564,214	-	564,214	406,490	-	406,490
Fund development (Note 9)	1,018,430	-	1,018,430	886,100	-	886,100
Improving B.C. Dementia Care	1,364,858	-	1,364,858	1,286,165	-	1,286,165
National operation assessment (Note 12)	258,002	-	258,002	283,460	-	283,460
Provincial operations	868,492	-	868,492	755,037	-	755,037
Research	-	515,388	515,388	-	515,472	515,472
Special events (Note 10)	667,309	-	667,309	608,899	-	608,899
Support, education and regional services	2,301,196	-	2,301,196	2,294,697	-	2,294,697
	7,462,332	515,388	7,977,720	6,788,823	515,472	7,304,295
Excess of revenues over expenses before amortization	382,638	249,053	631,691	767,575	19,742	787,317
Amortization of deferred capital contributions	37,892	-	37,892	37,892	-	37,892
Amortization of property and equipment	(111,574)	-	(111,574)	(114,205)	-	(114,205)
Excess of revenues over expenses	\$ 308,956	\$ 249,053	\$ 558,009	\$ 691,262	\$ 19,742	\$ 711,004

See accompanying notes to the financial statements.

Alzheimer Society of B.C.

Statement of Financial Position

March 31 2015 2014

Assets

Current

Cash	\$ 2,466,951	\$ 941,871
Investments (Note 3)	8,836,459	6,416,454
Receivables (Note 4)	65,565	4,618,685
Prepaid expenditures	<u>75,571</u>	<u>84,176</u>

11,444,546 12,061,186

Property and equipment (Note 5)

403,866 222,738

\$ 11,848,412 \$ 12,283,924

Liabilities

Current

Payables and accruals	\$ 590,786	\$ 293,532
Deferred lease charges	5,205	7,560
Deferred revenue (Note 6)	<u>5,521,198</u>	<u>6,781,853</u>

6,117,189 7,082,945

Deferred capital contributions (Note 7)

32,337 65,569

Deferred lease charges

9,091 14,296

6,158,617 7,162,810

Net assets

Unrestricted	3,123,636	3,029,040
Invested in property and equipment	371,529	157,169
Research	1,372,187	1,123,134
Endowment funds (Note 8)	<u>822,443</u>	<u>811,771</u>

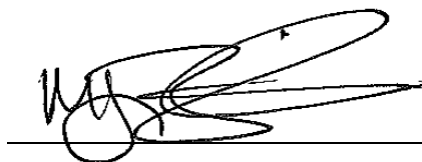
5,689,795 5,121,114

\$ 11,848,412 \$ 12,283,924

Commitments (Note 13)

On behalf of the Board

 Director

 Director

Alzheimer Society of B.C.

Statement of Changes in Net Assets

Year ended March 31, 2015

					2015	2014
	Unrestricted	Invested in Property and Equipment	Research	Endowment Funds (Note 8)	Total	Total
Balance, beginning of year	\$ 3,029,040	\$ 157,169	\$ 1,123,134	\$ 811,771	\$ 5,121,114	\$ 4,365,415
Excess (deficiency) of revenues over expenses	382,638	(73,682)	249,053	-	558,009	711,004
Transfer	(288,042)	288,042	-	-	-	-
Change in fair value of investments held in endowment funds	-	-	-	23,574	23,574	56,491
Investment income on endowment funds	-	-	-	15,174	15,174	13,460
Endowment distributions	-	-	-	(28,076)	(28,076)	(25,256)
Balance, end of year	\$ 3,123,636	\$ 371,529	\$ 1,372,187	\$ 822,443	\$ 5,689,795	\$ 5,121,114

See accompanying notes to the financial statements.

Alzheimer Society of B.C.

Statement of Cash Flows

Year ended March 31

2015

2014

Cash flows provided by (used in)

Operating

Excess of revenues over expenses	\$ 558,009	\$ 711,004
Adjustments to determine cash flows		
Amortization of deferred capital contributions	(37,892)	(37,892)
Amortization of property and equipment	111,574	114,205
	<u>631,691</u>	<u>787,317</u>
Change in non-cash working capital items		
Receivables	553,120	4,133
Prepaid expenditures	8,605	(42,467)
Payables and accruals	297,254	8,162
Deferred lease charges	(7,560)	4,989
Deferred revenue	2,739,345	(170,758)
	<u>4,222,455</u>	<u>591,376</u>

Financing

Endowment distributions	<u>(28,076)</u>	<u>(25,256)</u>
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Investing

Purchase of property and equipment	(292,702)	(33,240)
Increase in deferred capital contributions	4,660	-
Increase in investments	<u>(2,381,257)</u>	<u>(2,946,921)</u>
	<u>(2,669,299)</u>	<u>(2,980,161)</u>

Increase (decrease) in cash	1,525,080	(2,414,041)
Cash, beginning of year	<u>941,871</u>	<u>3,355,912</u>
Cash, end of year	<u>\$ 2,466,951</u>	<u>\$ 941,871</u>

Supplemental information

Non-cash item		
Grant included in receivables and deferred revenue	\$ -	\$ 4,000,000

Alzheimer Society of B.C.

Notes to the Financial Statements

March 31, 2015

1. Purpose of the Society

The Alzheimer Society of B.C. (the "Society") exists to alleviate the personal and social consequences of Alzheimer's disease and related dementias, promote public awareness, and search for the causes and cures. The Society depends on public contributions as well as support for its special events to raise annually the funds necessary to continue its activities.

The Society is incorporated under the Society Act of British Columbia as a not-for-profit organization and is a registered charity under the Income Tax Act.

2. Summary of significant accounting policies

Basis of presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

Fund accounting and revenue recognition

The Society follows the deferral method of accounting for contributions. Contributions are recorded as revenue when received or receivable except when the donor has specified that they are intended for a specific use or a future period, in which case they are deferred and recognized in the period the related expenditures are incurred. Deferred capital contributions are amortized to revenue on a basis consistent with the amortization of the capital assets acquired. Contributions are recognized when receivable if the amount can be reasonably estimated and collection is reasonably assured. Endowment contributions and endowment interest are recognized as direct increases in net assets.

The Society maintains its accounts in accordance with the restrictions on the use of resources as designated by donors or the board of directors.

(a) Operating fund

Revenues and expenses relating to program delivery, administration and special projects are reported in the operating fund.

The Society is the named beneficiary in life insurance policies and charitable remainder trusts. Proceeds are recorded as revenue when the amounts are received.

(b) Research fund

Revenues and expenses relating to research activities are reported in the research fund. Research expenditures approved by the board of directors on an annual basis for the following year are not to exceed the funds available at the end of the current year.

Contributed services

Volunteers contribute their time each year to assist the Society in carrying out its program activities. Due to the difficulty of determining their fair value, contributed services are not recognized in these financial statements.

Alzheimer Society of B.C.

Notes to the Financial Statements

March 31, 2015

2. Summary of significant accounting policies (continued)

Non-cash donations

As part of its fund development, the Society receives non-cash donations consisting mainly of items for auctions. The fair value of these donations totals approximately \$4,105 (2014 - \$5,258). The donations have not been recognized in the statement of revenues and expenses.

Cash and cash equivalents

Cash and cash equivalents consists of unrestricted cash on hand and balances held with banks.

Property and equipment

Property and equipment are recorded at cost. Amortization is provided on a straight-line basis over the estimated useful lives of the assets as follows:

Computer and office equipment	5 years
Leasehold improvements	5 - 10 years

No amortization is provided on construction in progress.

Deferred lease charges

Deferred lease charges are amortized on a straight-line basis over the lease term of 5 years.

Financial instruments

The Society initially measures its financial assets and financial liabilities at fair value. The Society subsequently measures all of its financial assets and financial liabilities at amortized cost, with the exception of investments which are subsequently measured at fair value.

Financial assets measured at amortized cost include cash and receivables.

Financial assets measured at fair value include investments.

Financial liabilities measured at amortized cost include payables and accruals.

Program costs

The Society engages in support and education, advocacy, research, and fund development programs. The costs of each program include costs of personnel, rent and utilities, and other expenses that are directly related to providing these programs. The Society also incurs a number of general support expenses in its provincial office that are common to the administration of the organization and each of its programs.

The Society allocates certain of its general support expenditures by identifying the appropriate basis of allocating each component expense and applies that basis consistently each year. Corporate governance costs are not allocated. General support expenses such as provincial office rent and utilities, postage and courier and information technology support are allocated proportionately on the basis of number of personnel in each program area. Executive management costs are allocated proportionally on the basis of estimated time spent supporting each program.

Alzheimer Society of B.C.

Notes to the Financial Statements

March 31, 2015

2. Summary of significant accounting policies (continued)

Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that could 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 reporting period. Significant areas requiring the use of management estimates relate to the determination of fair market value of non-cash donations and the determination of useful lives of property and equipment for calculating amortization. Actual results could differ from those estimates.

3. Investments	2015	2014
Fixed income investments	\$ 8,077,794	\$ 5,669,748
Money market funds/other	88,488	17,364
Equity funds	525,472	549,660
Preferred shares	144,705	179,682
	\$ 8,836,459	\$ 6,416,454

4. Receivables	2015	2014
Credit card transactions	\$ 6,938	\$ 16,020
Ministry of Health	-	4,499,998
Breakfast to Remember	25,500	68,800
Walk for Memories	11,771	20,499
GST receivable	20,401	13,368
Other receivables	955	-
	\$ 65,565	\$ 4,618,685

5. Property and equipment			2015	2014
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer equipment	\$ 447,293	\$ 324,113	\$ 123,180	\$ 159,428
Office equipment	120,426	84,174	36,252	50,692
Leasehold improvements	31,531	25,570	5,961	12,618
Construction in progress	238,473	-	238,473	-
	\$ 837,723	\$ 433,857	\$ 403,866	\$ 222,738

Alzheimer Society of B.C.

Notes to the Financial Statements

March 31, 2015

6. Deferred revenue	<u>2015</u>	<u>2014</u>
Forget Me Not Golf Tournament	\$ 295,500	\$ 245,315
Projects funded by Direct Access grant	250,000	250,000
Ascent for Alzheimer's	20,327	30,091
Grant for First Link - Ministry of Health	4,934,832	6,000,000
Grant for First Link - other	-	234,347
Dementia & Personhood Project	-	16,925
Scotia Hockey	20,539	5,175
	<u>\$ 5,521,198</u>	<u>\$ 6,781,853</u>

As at March 31, 2014, the deferred grant for First Link – Ministry of Health of \$6,000,000 comprised \$2,000,000 received on March 25, 2013 and \$4,000,000 received on March 28, 2014. As directed by the Ministry of Health, these non-recurring grants are to be used specifically to advance the First Link program in B.C. and must be used in full by August 31, 2018. Accordingly, the deferred grant is recognized as revenue based on expenses incurred in the First Link program. During the year ended March 31, 2015, \$1,065,168 was recognized in revenue (2014 - \$Nil). All deferred funds have been invested in short-term investments.

7. Deferred capital contributions	<u>2015</u>	<u>2014</u>
Balance, beginning of year	\$ 65,569	\$ 103,461
Contributions	4,660	-
Amortization	<u>(37,892)</u>	<u>(37,892)</u>
Balance, end of year	<u>\$ 32,337</u>	<u>\$ 65,569</u>

8. Endowment funds

Endowments consist of donations made to the Society where the principal gift is required to be maintained intact in perpetuity. The investment income generated from the endowments must be used in accordance with purposes established by the donors. Distributions are made from investment income. The purposes of these endowments include:

- providing scholarships for training in Alzheimer and related dementia care (David Macaree Memorial);
- supporting the development of materials and resources to carry out early stage support across B.C. (H. Clark Bentall);
- supporting research focusing on early onset Alzheimer disease (Nell Brown);
- supporting advocacy and support and education services (Grace Bowden);
- supporting the Society's general support and education services (Steve and Eva Floris); and
- supporting the Society in providing programs and services for caregivers (Theodore and Helen Bourque).

Alzheimer Society of B.C.

Notes to the Financial Statements

March 31, 2015

8. Endowment funds (continued)

Endowments are as follows:

	2015						2014	
	David Macaree Memorial	H. Clark Bentall	Nell Brown	Grace Bowden	Steve and Eva Floris	Theodore and Helen Bourque	Total	Total
Balance, beginning of year	\$ 49,611	\$ 51,509	\$ 44,970	\$ 54,934	\$ 186,543	\$ 424,204	\$ 811,771	\$ 767,076
Realized / unrealized gain	1,441	1,496	1,306	1,595	5,417	12,319	23,574	56,491
Investment income	927	963	841	1,027	3,487	7,929	15,174	13,460
Distributions	(1,400)	(1,803)	(1,574)	(1,923)	(6,529)	(14,847)	(28,076)	(25,256)
Balance, end of year	\$ 50,579	\$ 52,165	\$ 45,543	\$ 55,633	\$ 188,918	\$ 429,605	\$ 822,443	\$ 811,771

9. Allocation of expenses

Fund development expenses reported in the statement of revenues and expenses of \$1,018,430 (2014 - \$886,100) are reported after an allocation of \$10,486 (2014 - \$10,407) to support, education and regional services representing the cost of developing specific funding proposals which serve to educate key stakeholders on Alzheimer's disease and related dementias.

Executive management, information technology and general support expenses of \$536,529 (2014 - \$462,707) have been allocated as follows:

	2015	2014
Advocacy	\$ 39,276	\$ 76,718
Communication	51,934	57,650
Fund development	177,263	107,236
Provincial operations	75,961	67,509
Research	16,968	16,968
Support, education and regional services	175,127	136,626
	\$ 536,529	\$ 462,707

Alzheimer Society of B.C.

Notes to the Financial Statements

March 31, 2015

10. Special events

During the year, the Society received funds by hosting special fundraising events. Funds raised by the special events are as follows:

	2015			2014		
	Revenues	Expenses	Total	Revenues	Expenses	Total
Walk for Memories	\$ 648,523	\$ 150,635	\$ 497,888	\$ 619,869	\$ 116,426	\$ 503,443
Forget Me Not Golf Tournament	587,886	82,711	505,175	602,229	57,851	544,378
Breakfast to Remember	170,693	33,563	137,130	223,870	26,700	197,170
Grouse Grind	98,407	21,958	76,449	113,110	16,013	97,097
Ascent for Alzheimer's	93,464	23,186	70,278	85,012	11,501	73,511
Coffee Break	21,841	468	21,373	31,115	877	30,238
Scotia Hockey	605,252	347,651	257,601	623,783	364,132	259,651
Other events	152,377	7,137	145,240	243,464	15,399	228,065
	<u>\$ 2,378,443</u>	<u>\$ 667,309</u>	<u>\$ 1,711,134</u>	<u>\$ 2,542,452</u>	<u>\$ 608,899</u>	<u>\$ 1,933,553</u>

A total of \$267,987 (2014 - \$335,110) of the funds raised by special events has been designated for research purposes, including \$252,587 (2014 - \$272,189) of the net proceeds of the Forget Me Not Golf Tournament.

11. Service club gaming revenues

The Society received donations of gaming revenues from various community service clubs of \$26,586 (2014 - \$23,030). These amounts are included in operating fund revenues.

12. Related party transactions

All funds received by Alzheimer Society of Canada ("ASC") are distributed to the provincial Alzheimer Society in the province and/or territory from which funds originated, including individual donations designated to research. The ASC board expense budget, including research, the capacity fund and executive leadership council expenditures, are supported through provincial Alzheimer Society assessments.

Alzheimer Society of B.C.

Notes to the Financial Statements

March 31, 2015

12. Related party transactions (continued)

During the year, the Society received net donations of \$687,938 (2014 - \$527,395) from ASC as follows:

	<u>2015</u>	<u>2014</u>
Direct mail	\$ 693,143	\$ 662,228
Memorial donations	54,277	28,700
Health partners	64,794	41,905
General donations	75,286	50,870
Bequests	62,921	88,641
Major gifts	32,300	17,500
Research	86,167	16,741
	<u>1,068,888</u>	<u>906,585</u>
Less direct mail expenses	<u>380,950</u>	<u>379,190</u>
	<u>\$ 687,938</u>	<u>\$ 527,395</u>

During the year, the Society incurred expenditures of \$758,002 (2014 - \$783,460) to ASC, including a national operation assessment of \$258,002 (2014 - \$283,460) and research grants and expenditures of \$500,000 (2014 - \$500,000).

Payables and accruals includes \$179,835 (2014 - \$34,637) payable to ASC.

13. Commitments

(a) Premises

The Society has lease commitments for premises, excluding operating expenses, over the next five years as follows:

2016	\$ 594,167
2017	562,404
2018	312,835
2019	262,131
2020	124,094
	<u>\$ 1,855,631</u>

(b) Construction

Pursuant to a construction agreement with a contractor, the Society has committed \$211,000 to phase 2 of the renovations of the provincial office premises.

(c) Alzheimer Society of Canada

Pursuant to the Memorandum of Understanding with ASC, the board of directors is committed to funding research grants and expenditures of \$600,000 and a national operating assessment of \$276,698 for the year ending March 31, 2016.

Alzheimer Society of B.C.

Notes to the Financial Statements

March 31, 2015

14. Alzheimer Research Foundation of B.C.

The Society controls the Alzheimer Research Foundation of B.C. (the "Foundation"). The Foundation raises funds to facilitate, promote and carry out research into the cause, treatment and cure of Alzheimer's disease. The Foundation is incorporated under the Society Act of British Columbia and is a registered charity under the Income Tax Act. The Society appoints the Foundation's board of directors and, according to the Foundation's bylaws, it is the intention of the Foundation to confine the Foundation's charitable activities to making gifts to "qualified donees" as defined in the Income Tax Act.

The Foundation has not been consolidated in the Society's financial statements. Financial statements of the Foundation are available on request.

During the year ended March 31, 2015, the Foundation contributed \$5,000 (2014 - \$25,000) to the Society.

15. Externally-held endowment funds

Funds held by the Vancouver Foundation and Victoria Foundation are permanent externally-held endowments, only the interest income of which is available for the benefit of the Society. These endowments are not included in the financial statements.

The fair market value of funds held by the Vancouver Foundation and Victoria Foundation for the benefit of the Society as of March 31, 2015 are \$843,521 (2014 - \$790,170) and \$12,596 (2014 - \$10,285), respectively. During the year, the Society received interest of \$27,331 (2014 - \$26,438) from the Vancouver Foundation.

16. Financial instruments

The carrying amount of financial assets measured at amortized cost is \$2,532,516 as at March 31, 2015 (2014 - \$5,560,556).

The carrying amount of financial assets measured at fair value is \$8,836,459 as at March 31, 2015 (2014 - \$6,416,454).

The carrying amount of financial liabilities measured at amortized cost is \$590,786 as at March 31, 2015 (2014 - \$293,532).

Market risk

Market risk is the potential for financial loss to the Society from changes in the values of its financial instruments due to changes in interest rates, equity prices and other price risks. The investments of the Society are subject to normal market fluctuations and to the risk inherent in investment in capital markets.

Alzheimer Society of B.C.

Notes to the Financial Statements

March 31, 2015

16. Financial instruments (continued)

Market risk (continued)

Interest rate risk

The Society's short-term investments include fixed income investments and money market funds. Fixed income investments bear fixed interest rates which reduces the future effects on earnings should interest rates change materially, while money market funds are exposed to future changes in interest rates. Interest rates are monitored to manage the risk.

Fixed income investments bear interest from 1.15% to 1.90% and mature between April 2015 and January 2016.

Equity price risk

Equity price risk is the risk that the value of financial instruments will fluctuate due to changes in market prices. The Society is exposed to equity price risk on its investments in equity securities.

Other price risk

Other price risk is the risk that the fair value or future cash flows of financial instruments will fluctuate because of changes in market prices, other than those arising from interest rates. All investments represent a risk of loss of capital. Investments held by the Society are susceptible to other price risk arising from uncertainties about future prices of the investments. The maximum risk resulting from the investments is determined by the fair value of their total investments. The Society actively manages market risk through its investment policy that outlines the objectives, constraints, and parameters related to its investment activities. The Finance Committee and management regularly review investments to ensure all activities adhere to the investment policy.

Liquidity risk

Liquidity risk is the risk that the Society cannot meet a demand for cash or fund its obligations as they come due. Maximum exposure to liquidity risk is \$590,786 (2014 - \$293,532), which is due to be paid in full before March 31, 2016.

Liquidity risk is managed by investing the majority of the Society's assets in investments that are traded in an active market and can be readily liquidated. In addition, the Society retains sufficient cash positions to maintain liquidity.

Credit risk

The Society is exposed to the risk that the counterparty defaults or becomes insolvent. Financial instruments that potentially subject the Society to concentrations of credit risk are receivables. Investments in pooled funds that hold debt securities are also exposed to such risks. The Society limits the credit risk of investments in money market funds and bond funds by adhering to the investment policy in place which limits exposure to such investments. The maximum exposure to credit risk in terms of receivables is \$65,565 (2014 - \$4,618,685).

The Society manages credit risk on receivables by monitoring debtor balances on a month to month basis by the Finance Committee and management.
