

CENTRE FOR SEXUALITY

FINANCIAL STATEMENTS

DECEMBER 31, 2022

CENTRE FOR SEXUALITY
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WITH COMPARATIVE INFORMATION FOR 2021

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INDEPENDENT AUDITOR'S REPORT

To the Directors of Centre for Sexuality

Opinion

We have audited the financial statements of Centre for Sexuality (the "Society"), which comprise the statement of financial position as at December 31, 2022, and the statements of operations, changes in fund balances and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Society as at December 31, 2022, and the results of its operations, changes in fund balances, and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Opinion

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 Society 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 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 ASNPO, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

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

INDEPENDENT AUDITOR'S REPORT, continued

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 Society's internal control.
- ♦ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ♦ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, 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 opinion. Our conclusions are based on the audit evidence obtained up to the date of auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.
- ♦ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

INDEPENDENT AUDITOR'S REPORT, continued

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.

Baker Tilly Catalyst LLP

**CALGARY, ALBERTA
MARCH 30, 2023**

**CHARTERED PROFESSIONAL
ACCOUNTANTS**

CENTRE FOR SEXUALITY
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

	2022	2021
Assets		
Current		
Cash	\$ 230,808	\$ 225,935
Short-term investments (Note 3)	907,528	706,337
Accounts receivable	13,800	170,453
Prepaid expenses	23,171	19,151
Goods and services tax receivable	14,105	7,734
	<u>1,189,412</u>	<u>1,129,610</u>
Capital assets (Note 4)	181,778	210,457
Asset under development (Note 5)	138,906	-
Security deposit	<u>11,624</u>	<u>11,624</u>
	<u>\$ 1,521,720</u>	<u>\$ 1,351,691</u>
Liabilities and fund balances		
Current		
Accounts payable and accrued liabilities (Note 6)	\$ 78,385	\$ 57,425
Salaries payable	8,547	5,256
Deferred operating contributions (Note 7)	889,500	919,756
Current portion of deferred lease inducement (Note 8)	<u>21,193</u>	<u>21,193</u>
	997,625	1,003,630
Deferred lease inducement (Note 8)	105,960	127,154
Deferred capital contributions (Note 7)	<u>145,418</u>	<u>-</u>
	<u>1,249,003</u>	<u>1,130,784</u>
Fund balances		
Internally restricted reserve (Note 3)	205,835	205,835
Investment in capital assets	175,266	210,457
Unrestricted net deficit	<u>(108,384)</u>	<u>(195,385)</u>
	<u>272,717</u>	<u>220,907</u>
	<u>\$ 1,521,720</u>	<u>\$ 1,351,691</u>

Commitments (Note 9)

Approved on behalf of the Board

BL Director

Zachary Little

Director

The accompanying notes are an integral part of the financial statements

CENTRE FOR SEXUALITY
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

	Community Outreach	Education	WiseGuyz	Training Centre	Government of Canada (Schedule 1)	2022 Total	2021 Total
Revenue							
Contract funding							
Government of Canada	\$ -	\$ -	\$ -	\$ -	\$ 762,038	\$ 762,038	\$ 39,420
Family and Community Support Services (Note 10)	407,986	45,000	239,394	-	-	692,380	703,130
Other Grants	17,099	311,051	114,537	177,192	-	619,879	513,779
United Way	-	336,000	119,000	-	-	455,000	495,000
City of Calgary	85,000	-	75,000	-	-	160,000	195,000
Anonymous donor	-	-	-	135,000	-	135,000	-
PHAC	122,054	-	-	-	-	122,054	127,931
	632,139	692,051	547,931	312,192	762,038	2,946,351	2,074,260
Other revenue							
Fundraising and donations	116,575	112,501	77,610	55,567	-	362,253	238,049
Training and resource centre	-	-	4,500	95,717	-	100,217	99,108
Casino revenue	-	31,944	-	-	-	31,944	36,780
	748,714	836,496	630,041	463,476	762,038	3,440,765	2,448,197
Expenditures							
Salaries and benefits - Programs	423,725	606,827	378,804	209,997	581,457	2,200,810	1,376,338
Program specific	50,596	100,326	52,957	76,010	38,035	317,924	136,183
General and administrative	35,684	65,707	39,066	59,998	11,714	212,169	100,431
Occupancy (Note 8)	56,385	24,651	22,941	23,291	32,977	160,245	149,315
Project development	25,250	5,161	11,098	15,835	91,905	149,249	272,385
Fundraising	109,240	1,475	27,008	-	-	137,723	59,946
Salaries and benefits - Administration	25,000	-	69,125	35,000	5,950	135,075	323,787
Amortization	2,397	11,912	13,605	7,540	-	35,454	37,088
Professional development	5,000	-	-	16,781	-	21,781	15,500
Professional fees	2,000	7,000	2,000	5,588	-	16,588	13,038
	735,277	823,059	616,604	450,040	762,038	3,387,018	2,484,011
Other income (expenditure)							
Government assistance	-	-	-	-	-	-	128,343
Loss on disposal of capital assets	(484)	(484)	(484)	(483)	-	(1,935)	(2,297)
	(484)	(484)	(484)	(483)	-	(1,935)	126,046
Excess of revenue over expenditures	\$ 12,953	\$ 12,953	\$ 12,953	\$ 12,953	\$ -	\$ 51,812	\$ 90,232

The accompanying notes are an integral part of the financial statements

CENTRE FOR SEXUALITY
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

	Invested in capital assets	Internally restricted reserve	Unrestricted net deficit	2022	2021
Fund balances (deficiency), beginning of year	\$ 210,457	\$ 205,835	\$ (195,385)	\$ 220,907	\$ 130,675
Excess (deficiency) of revenue over expenditures	(38,538)	-	90,350	51,812	90,232
Transfers between funds during the year (Note 11)	3,347	-	(3,347)	-	-
Fund balances (deficiency), end of year	<u>\$ 175,266</u>	<u>\$ 205,835</u>	<u>\$ (108,382)</u>	<u>\$ 272,719</u>	<u>\$ 220,907</u>

The accompanying notes are an integral part of the financial statements
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CENTRE FOR SEXUALITY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

	2022	2021
Cash flows from operating activities		
Excess of revenues over expenditures for the year	\$ 51,812	\$ 90,232
Adjustments for		
Amortization of capital assets	35,454	37,088
Amortization of deferred lease inducement	(21,193)	(21,193)
Loss on disposal of capital assets	1,935	2,297
Amortization of deferred capital contributions	1,149	-
	<u>69,157</u>	<u>108,424</u>
Change in non-cash working capital items		
Accounts receivable	156,653	(39,452)
Prepaid expenses	(4,020)	(3,397)
Accounts payable and accrued liabilities	20,960	(21,954)
Goods and services tax receivable	(6,371)	4
Salaries payable	3,291	(2,593)
Deferred contributions	(30,256)	335,076
	<u>209,414</u>	<u>376,108</u>
Cash flows from investing activities		
Purchase of asset under development	(138,906)	-
Purchase of capital assets	(9,862)	(17,009)
Purchase of short-term investments	(907,528)	(655,765)
Proceeds on sale of short-term investments	706,337	155,146
	<u>(349,959)</u>	<u>(517,628)</u>
Cash flows from financing activities		
Contributions received for acquisition of capital assets and assets under development	145,418	-
Increase (decrease) in cash	4,873	(141,520)
Cash, beginning of year	<u>225,935</u>	<u>367,455</u>
Cash, end of year	<u>\$ 230,808</u>	<u>\$ 225,935</u>
Cash consists of:		
Cash	\$ 197,464	\$ 225,452
Restricted cash	33,344	483
	<u>\$ 230,808</u>	<u>\$ 225,935</u>

The accompanying notes are an integral part of the financial statements

CENTRE FOR SEXUALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

1. Nature of operations

Centre for Sexuality (the "Society"), formerly Calgary Sexual Health Centre Society, is a non-profit organization incorporated under the Societies Act of Alberta that provides programs and services that address sexual health issues in a comprehensive way, including sexual health education in schools, individual counselling, and specialized programming for specific populations. The Society also operates a Training Centre, which provides educational workshops to professionals to better equip them to integrate healthy sexuality policy and practice into their work. As a registered charity under section 149(l) of the Income Tax Act, the Society is not subject to the payment of income taxes.

2. Significant accounting policies

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant policies are detailed as follows:

(a) Cash

Cash is defined as cash on hand and cash on deposit, net of cheques issued and outstanding at year-end.

(b) Financial instruments

(i) Measurement of financial instruments

The Society initially measures its financial assets and liabilities at fair value.

The Society subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash, short-term investments, and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, and salaries payable.

The Society has not designated any financial asset or financial liability to be measured at fair value.

CENTRE FOR SEXUALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

2. Significant accounting policies, continued

(b) Financial instruments, continued

(ii) Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in the statement of operations. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in the statement of operations.

(c) Fund accounting

The Society uses fund accounting to represent the core programs that the Society operates and includes: Community Outreach, Education, WiseGuyz, Training Centre, Women and Gender Equality ("WAGE"), Employment and Social Development Canada ("ESDC"), and Sexual and Reproductive Health ("SRH"). WAGE, ESDC, and SRH programs are funded by the Government of Canada, and are included in Schedule 1 to the financial statements.

(d) Revenue recognition

The Society follows the deferral method of accounting for contributions. Externally restricted contributions are recognized as revenue in the year in which the related expenditures are incurred. Unrestricted contributions are recognized as revenue when received or receivable when the amount to be received can be reasonably estimated and collection is reasonably assured. Revenue from deferred capital contributions is recognized under the applicable grant revenue at the same rate as the corresponding asset is amortized.

Deferred contributions represent donations and grants received in advance, intended for use with specific programs in the subsequent fiscal year.

CENTRE FOR SEXUALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

2. Significant accounting policies, continued

(e) Allocated expenditures

The Society engages in education and fundraising activities. The costs of each activity consist of salaries and consulting expenditures directly related to the activity.

The Society allocates certain of its salary and consulting expenditures by identifying the appropriate basis of allocating each component expenditure, and applies that basis consistently each year.

Management and administration salaries, and consulting expenditures are allocated proportionately, based on an estimate of time spent on the activity.

(f) Capital assets

Capital assets are recorded at cost. The Society provides for amortization using the following methods at rates designed to amortize the cost of the capital assets over their estimated useful lives. One half of the year's amortization is recorded in the year of acquisition. No amortization is recorded in the year of disposal. The annual amortization rates and methods are as follows:

Leasehold improvements	Straight-line	12 years
Computer equipment	Declining balance	30%
Office equipment	Declining balance	8%
Furniture and fixtures	Declining balance	20%
Computer software	Declining balance	100%

(g) Intangible assets

Intangible assets are currently reported as assets under development and are recorded at cost. The Society provides for amortization using the straight-line method at rates designed to amortize the cost of the intangible assets over their estimated useful lives. Assets under development are not amortized until substantially complete and ready for productive use.

CENTRE FOR SEXUALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

2. Significant accounting policies, continued

(h) Impairment of long-lived assets

The Society tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected undiscounted future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent carrying value exceeds its fair value.

(i) Deferred lease inducements

Lease incentives received, including rent-free periods and tenant inducements for leasehold improvements, are recognized on a straight-line basis over the term of the lease as a reduction in occupancy expenditures.

(j) Internally restricted reserve

The internally restricted reserve has been put in place by the Board of Directors of the Society to cover any unexpected costs to the Society in order to ensure its continued operations. The funds are internally restricted by means of deposit into Guaranteed Investment Certificates as described in Note 3 to these financial statements.

(k) Measurement uncertainty

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 expenditures during the period. Significant areas requiring the use of estimates include: useful lives of capital assets. Actual results may differ from management's best estimates as additional information becomes available in the future.

(l) Contributed services

A substantial number of volunteers contribute a significant amount of time each year. Due to the difficulty of determining the fair value, contributed services are not recognized in the financial statements.

CENTRE FOR SEXUALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

3. Short-term investments

Short-term investments include amounts which were put in place as an internally restricted reserve by the Society to fund any unexpected costs that may arise in the future. The breakdown between restricted and unrestricted investments are as follows:

	<u>2022</u>	<u>2021</u>
Internally restricted investments		
Guaranteed investment certificate bearing interest at 4.40% per annum, maturing October 4, 2023.	\$ 150,344	\$ -
Low interest savings account, bearing interest at 0.45% per annum.	55,491	50,573
Guaranteed investment certificate, matured during the year.	-	105,076
Guaranteed investment certificate, matured during the year.	-	50,186
	<u>205,835</u>	<u>205,835</u>
Unrestricted investments		
Guaranteed investment certificate bearing interest at 4.2% per annum, maturing December 20, 2023.	400,000	-
Low interest savings account, bearing interest at 0.45% per annum.	301,693	400,502
Guaranteed investment certificate, matured during the year.	-	100,000
	<u>701,693</u>	<u>500,502</u>
	<u>\$ 907,528</u>	<u>\$ 706,337</u>

CENTRE FOR SEXUALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

4. **Capital assets**

	Cost	Accumulated Amortization	2022 Net Book Value	2021 Net Book Value
Leasehold improvements	\$ 280,270	\$ 139,603	\$ 140,667	\$ 163,930
Computer equipment	94,998	62,390	32,608	36,595
Office equipment	40,416	32,178	8,238	8,955
Furniture and fixtures	3,092	2,827	265	331
Computer software	1,293	1,293	-	646
	<u>\$ 420,069</u>	<u>\$ 238,291</u>	<u>\$ 181,778</u>	<u>\$ 210,457</u>

5. **Asset under development**

	Cost	Accumulated Amortization	2022 Net Book Value
Asset under development	<u>\$ 138,906</u>	<u>\$ -</u>	<u>\$ 138,906</u>

The asset under development includes costs undertaken to date in developing online course content under the Sexual and Reproductive Health program. No amortization will be recorded on this asset until development is completed.

6. **Credit facilities**

The Society has credit cards authorized combined maximum credit limit of \$240,000, bearing interest at 19.99% per annum. \$18,118 is held on these credit cards as at December 31, 2022 (2021 - \$12,653).

An operating line of credit has been authorized by the bank to a maximum of \$50,000 and bears interest at the bank's prime lending rate plus 2.5% per annum. A general security agreement covering all assets of the Society has been pledged as security. No amount is outstanding on the line of credit as at the year end (2021 - \$nil).

CENTRE FOR SEXUALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

7. Deferred contributions

	2022 Balance, Beginning	Contributions	Contributions Utilized	2022 Balance, Ending
Deferred operating contributions				
CPHA	\$ 145,656	\$ 106,000	\$ (66,969)	\$ 184,687
Calgary Foundation	63,000	122,744	(63,999)	121,745
WAGE	101,261	190,471	(200,274)	91,458
U of C Wiseguyz	141,569	7,500	(60,467)	88,602
Canadian Women's Foundation	20,000	175,050	(130,208)	64,842
ESDC	-	64,410	(16,890)	47,520
RBC Silver Gummy	154,098	75,000	(182,351)	46,747
ACHF	-	164,779	(122,054)	42,725
FYrefly Pride Brunch	37,095	-	-	37,095
Casino	483	64,330	(31,944)	32,869
KPMG Foundation	-	30,000	-	30,000
YWCA Banff	-	30,000	-	30,000
Anonymous donor	-	159,983	(135,000)	24,983
FYrefly	25,000	-	(2,924)	22,076
Movember Foundation	-	30,914	(15,819)	15,095
Burns Memorial Fund	10,000	-	-	10,000
SRH	-	543,930	(544,874)	(944)
University of Western Ontario	66,579	-	(66,579)	-
City of Calgary Mental Health	85,000	-	(85,000)	-
Calgary Homeless Foundation	45,000	-	(45,000)	-
FYrefly WTRM	25,015	-	(25,015)	-
United Way	-	455,000	(455,000)	-
City of Calgary Crime Prevention	-	75,000	(75,000)	-
FCSS	-	692,380	(692,380)	-
	<u>919,756</u>	<u>2,987,491</u>	<u>(3,017,747)</u>	<u>889,500</u>
Deferred capital contributions				
SRH	-	138,906	-	138,906
WAGE	-	7,661	(1,149)	6,512
	<u>-</u>	<u>146,567</u>	<u>(1,149)</u>	<u>145,418</u>
	<u>\$ 919,756</u>	<u>\$ 3,134,058</u>	<u>\$ (3,018,896)</u>	<u>\$ 1,034,918</u>

Income recognized from deferred capital contributions is recorded under the Government of Canada grant revenues.

CENTRE FOR SEXUALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

8. Deferred lease inducement

In 2017, the Society received \$254,310 of leasehold improvements as an inducement to enter into a lease for office premises. The \$254,310 was recorded as a deferred lease inducement. The deferred lease inducement is being recognized on a straight-line basis over twelve years as a reduction of occupancy costs.

During the year, \$21,193 (2021 - \$21,193) was amortized against occupancy costs.

	<u>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 127,153	\$ 148,346
Amortization to reduce occupancy costs	<u>(21,193)</u>	<u>(21,193)</u>
	105,960	127,153
Less: current portion	<u>(21,193)</u>	<u>(21,193)</u>
Balance, end of year	<u>\$ 84,767</u>	<u>\$ 105,960</u>

9. Commitments

The Society is committed under a lease on premises. The estimated minimum annual payments, exclusive of occupancy costs, of these commitments are as follows:

2023	\$ 78,715
2024	78,715
2025	79,724
2026	84,770
2027	84,770
Thereafter	<u>155,412</u>
	<u>\$ 562,106</u>

CENTRE FOR SEXUALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

10. City of Calgary, Family and Community Support Services

During 2022, the Society recognized \$692,380 (2021 - \$654,380) from the City of Calgary, Family and Community Support Services ("FCSS"). Expenditures were mainly related to salaries and benefits and other expenditures including professional services, transportation, office expenditures, and insurance. \$30,000 (2021 - \$30,000) was recognized from FCSS Airdrie and \$15,000 (2021 - \$18,750) from FCSS Rocky View County for salaries and supplies.

11. Interfund transfers

The unrestricted fund transferred \$3,347 to the capital fund for the purchase of capital assets.

12. Comparative figures

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.

CENTRE FOR SEXUALITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022
WITH COMPARATIVE INFORMATION FOR 2021

13. Financial instruments

The Society is exposed to various financial risks through transactions in financial instruments. The following provides helpful information in assessing the extent of the Company's exposure to these risks.

(a) 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. The Society's main credit risk relates to its accounts receivable.

(b) Liquidity risk

Liquidity risk is the risk that the Society will encounter difficulty in meeting obligations associated with financial liabilities. The Society is exposed to this risk mainly in respect of its accounts payable and accrued liabilities, operating leases and salaries payable.

(c) 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 Society is exposed to interest rate risk on its fixed interest rate financial instruments. Fixed-rate financial instruments subject the Society to a fair value risk.

There has been no change to the risk exposures from 2021. Unless otherwise noted, it is management's opinion that the Society is not exposed to significant currency risk or other price risks arising from these financial instruments.

CENTRE FOR SEXUALITY
SCHEDULE OF GOVERNMENT OF CANADA PROGRAMS
FOR THE YEAR ENDED DECEMBER 31, 2022

	WAGE	ESDC	SRH	2022 Totals
Revenue				
Government of Canada	\$ 200,274	\$ 16,890	\$ 544,874	\$ 762,038
Expenditures				
Salaries & benefits - Programs	144,680	14,380	422,397	581,457
Project development	25,450	-	66,455	91,905
Program specific	23,210	575	14,250	38,035
Occupancy	7,740	737	24,500	32,977
General & administrative	(5,756)	198	17,272	11,714
Salaries & benefits - Administration	4,950	1,000	-	5,950
	200,274	16,890	544,874	762,038
Excess of revenues over expenditures				
	\$ -	\$ -	\$ -	\$ -

The SRH project received total funding in the year of \$683,780, for which \$138,906 was capitalized as funding for the asset under development (see Note 7).

The WAGE project received total funding in the year of \$207,935, for which \$7,661 was capitalized as funding for the purchase of computer hardware (see Note 7).