

Atlantic Canada Airports Association

Financial Statements
(Unaudited)
December 31, 2024

May 2, 2025

Independent Practitioners' Review Engagement Report

To the Members of Atlantic Canada Airports Association

We have reviewed the accompanying financial statements of Atlantic Canada Airports Association that comprise the statement of financial position as at December 31, 2024, and the statements of operations and 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.

Practitioners' Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioners perform procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluate the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Atlantic Canada Airports Association as at December 31, 2024, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

ArsenaultBestCameronEllis

Chartered Professional Accountants

Atlantic Canada Airports Association

Statement of Financial Position

(Unaudited)

As at December 31, 2024

	2024 \$	2023 \$
Assets		
Current assets		
Cash	69,465	29,046
Accounts receivable (note 3)	62,297	142,524
Prepaid expenses	16,622	6,295
HST receivable	-	11,164
	<u>148,384</u>	<u>189,029</u>
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	25,272	61,706
HST payable	250	-
	<u>25,522</u>	<u>61,706</u>
Net Assets		
Unrestricted net assets	<u>122,862</u>	<u>127,323</u>
	<u>148,384</u>	<u>189,029</u>

Approved by the Board

Member

Member

Atlantic Canada Airports Association

Statement of Operations and Changes in Net Assets (Unaudited)

For the year ended December 31, 2024

	2024	2023
	\$	\$
Revenue		
Memberships and dues	123,000	121,200
Expenses		
Interest and bank charges	337	773
Management fees	86,555	77,490
Membership and fees	1,984	1,980
Office and printing	43	442
Professional fees	1,050	4,528
Research	6,295	5,475
Travel, meetings and conferences	26,756	24,107
Website	1,270	2,150
	124,290	116,945
Operating excess revenue (expenses)	(1,290)	4,255
Other income (expenses)		
Project revenue and expenses - World Routes (Schedule 5)	-	2
Project revenue and expenses - Software (Schedule 4)	(3,192)	348
Project revenue and expenses - Altitude East (Schedule 3)	-	1
Project revenue and expenses - Americas Routes (Schedule 6)	(1)	398
Project revenue and expenses - Europe Routes (Schedule 7)	-	117
Project revenue and expenses - Pay Equity (Schedule 2)	-	-
Project revenue and expenses - Economic Impact (Schedule 1)	22	-
	(3,171)	866
Excess revenue (expenses) for the year	(4,461)	5,121
Net assets - Beginning of year	127,323	122,202
Net assets - End of year	122,862	127,323

Atlantic Canada Airports Association

Statement of Cash Flows

(Unaudited)

For the year ended December 31, 2024

	2024	2023
	\$	\$
Cash provided by (used in)		
Operating activities		
Excess revenue (expenses) for the year	(4,461)	5,121
Net change in non-cash working capital items		
Accounts receivable	80,227	(60,571)
Prepaid expenses	(10,327)	1,705
HST receivable	11,164	(10,704)
Accounts payable and accrued liabilities	(36,434)	59,983
HST payable	250	-
Increase (decrease) in net cash	40,419	(4,466)
Net Cash - Beginning of year	29,046	33,512
Net Cash - End of year	69,465	29,046

Atlantic Canada Airports Association

Notes to Financial Statements

(Unaudited)

December 31, 2024

1. Nature of operations

Atlantic Canada Airports Association was incorporated under the laws of the Province of Nova Scotia as a not-for-profit entity, and as such, is not taxable under the provisions of the Income Tax Act.

Atlantic Canada Airports Association was formed to promote the safe, efficient and sustainable operation of airports in the Atlantic Provinces.

2. Summary of significant accounting policies

Basis of accounting

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

Cash

Cash consists of balances with financial institutions.

Revenue recognition

Atlantic Canada Airports Association follows the deferral method of accounting for revenue, whereby revenue related to expenses of future periods are deferred and recognized as revenue in the period in which the related expenses are incurred. Revenue is recognized as received or receivable if the amount can be reasonably estimated and collection is reasonably assured.

Contributed services

Volunteers contribute significant hours each year to assist the association in carrying out its service delivery activities. Because of the difficulty of determining their fair market value, contributed services are not recognized in the financial statements.

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 affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Items requiring the use of significant estimates include the valuation of accounts receivable. Actual results could differ from those estimates.

Atlantic Canada Airports Association

Notes to Financial Statements

(Unaudited)

December 31, 2024

2. Summary of significant accounting policies, continued

Financial instruments

(i) Measurement of financial instruments

The organization initially measures its financial assets and liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The organization subsequently measures all its financial assets and financial liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in excess revenue (expenses) in the period incurred.

Financial assets measured at amortized cost on a straight line basis include cash and accounts receivable.

Financial liabilities measured at amortized cost on a straight-line basis include accounts payable and accrued liabilities.

(ii) Impairment

For financial assets measured at cost or amortized cost, the organization determines whether there are indications of possible impairment. When there is an indication of impairment, and the organization determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows, a write-down is recognized in excess revenue (expenses). A previously recognized impairment loss may be reversed to the extent of the improvement. The carrying amount of the financial asset may not be 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 excess revenue (expenses).

3. Accounts receivable

	2024 \$	2023 \$
Accounts receivable	62,297	57,462
Government contributions receivable	-	85,062
	<hr/> 62,297	<hr/> 142,524

Atlantic Canada Airports Association

Notes to Financial Statements

(Unaudited)

December 31, 2024

4. Financial risk management

Transactions in financial instruments may result in an entity assuming or transferring to another party one or more of the financial risks described below. The required disclosures provide information that assists users of financial statements in assessing the extent of risk related to financial instruments.

(a) Liquidity risk

The organization's exposure to liquidity risk is dependent on the collection of accounts receivable and on the raising of funds to meet commitments and sustain operations. The organization controls liquidity risk by management of working capital, cash flows and availability of borrowing facilities.

(b) Credit risk

The organization is exposed to credit risk in connection with the collection of its accounts receivable and government contributions receivable. The organization mitigates this risk by performing continuous evaluation of its accounts receivable and government contributions receivable.

5. Comparative figures

Certain comparative figures presented for the 2023 fiscal year have been restated to conform with the financial statement presentation adopted in the current year. The changes do not affect the prior year excess revenue (expenses) for the year.

Atlantic Canada Airports Association

Schedule of Project Revenue and Expenses - Economic Impact

(Unaudited)

For the year ended December 31, 2024

	2024	2023
	\$	\$
Revenue		
Partner contributions	93,372	-
Expenses		
Management fees	93,350	-
Excess revenue	22	-

Atlantic Canada Airports Association

Schedule of Project Revenue and Expenses - Pay Equity
(Unaudited)

For the year ended December 31, 2024

	2024	2023
	\$	\$
Revenue		
Partner contributions	-	38,500
Expenses		
Management fees	-	38,500
Excess revenue	-	-

Atlantic Canada Airports Association

Schedule of Project Revenue and Expenses - Altitude East

(Unaudited)

For the year ended December 31, 2024

	2024	2023
	\$	\$
Revenue		
Government contributions	-	120,396
Partner contributions	-	79,875
	-	200,271
Expenses		
Management fees	-	58,416
Marketing	-	113,807
Networking	-	17,125
Tradeshaw	-	6,462
Travel	-	4,460
	-	200,270
Excess revenue	-	1

Atlantic Canada Airports Association

Schedule of Project Revenue Project Revenue and Expenses - Software

(Unaudited)

For the year ended December 31, 2024

	2024	2023
	\$	\$
Revenue		
Government contributions	102,705	101,575
Partner contributions	34,063	40,178
	<u>136,768</u>	<u>141,753</u>
Expenses		
Software	<u>139,960</u>	<u>141,405</u>
Excess revenue (expenses)	<u>(3,192)</u>	<u>348</u>

Atlantic Canada Airports Association

Schedule of Project Revenue and Expenses - World Routes

(Unaudited)

For the year ended December 31, 2024

	2024	2023
	\$	\$
Revenue		
Government contributions	116,840	133,142
Partner project contributions	45,135	43,203
	<u>161,975</u>	<u>176,345</u>
Expenses		
Management fees	-	9,695
Marketing	2,229	9,980
Networking	997	3,346
Tradeshow	151,841	148,574
Travel	6,908	4,748
	<u>161,975</u>	<u>176,343</u>
Excess revenue	<u>-</u>	<u>2</u>

Atlantic Canada Airports Association

Schedule of Project Revenue and Expenses - Americas Routes

(Unaudited)

For the year ended December 31, 2024

	2024	2023
	\$	\$
Revenue		
Government contributions	43,300	41,671
Partner contributions	15,606	15,320
	<u>58,906</u>	<u>56,991</u>
Expenses		
Management fees	-	3,036
Marketing	6,783	7,329
Networking	4,651	6,133
Tradeshaw	44,334	37,605
Travel	3,139	2,490
	<u>58,907</u>	<u>56,593</u>
Excess revenue (expenses)	<u>(1)</u>	<u>398</u>

Atlantic Canada Airports Association

Schedule of Project Revenue and Expenses - Europe Routes

(Unaudited)

For the year ended December 31, 2024

	2024	2023
	\$	\$
Revenue		
Government contributions	-	19,002
Partner contributions	6,195	5,990
	<u>6,195</u>	<u>24,992</u>
Expenses		
Management fees	-	1,384
Tradeshaw	6,195	15,990
Marketing	-	7,501
	<u>6,195</u>	<u>24,875</u>
Excess revenue	<u>-</u>	<u>117</u>