

**COMMUNITY LIVING PRINCE EDWARD
FINANCIAL STATEMENTS
AS AT MARCH 31, 2025**

COMMUNITY LIVING PRINCE EDWARD
TABLE OF CONTENTS
AS AT MARCH 31, 2025

| | <u>Page</u> |
|---|-------------|
| INDEPENDENT AUDITOR'S REPORT | 1 - 2 |
| FINANCIAL STATEMENTS | |
| Statement of Financial Position | 3 |
| Statement of Fund Balances | 4 |
| Statement of Operations | 5 |
| Statement of Cash Flows | 6 |
| Notes to Financial Statements | 7-22 |
| Schedule of Operating Fund Revenue and Expenditures by Program | 23 |
| Schedule of Revenue and Expenditures - MCCSS Residential Services | 24 |
| Schedule of Revenue and Expenditures - Children's Services | 25 |
| Schedule of Revenue and Expenditures - MCCSS Non-Residential Services | 26 |

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Community Living Prince Edward

Qualified Opinion

We have audited the financial statements of Community Living Prince Edward (the Organization), which comprise the statement of financial position as at March 31, 2025, and the statements of fund balances, operations and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2025, 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.

Basis for Qualified Opinion

In common with many charitable organizations, the Organization derives revenue from the general public in the form of donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Organization and we were not able to determine whether, as at and for the years ended March 31, 2025 and March 31, 2024, any adjustments might be necessary to donations revenue, excess of revenue over expenditures, assets and fund balances.

Note 2(g) describes the tangible capital asset amortization policy with respect to the Organization's Dedicated Supportive Housing projects. The Organization has not provided for the amortization of these tangible capital assets in accordance with Canadian accounting standards for not-for-profit organizations. Had these projects been amortized, in keeping with the Organization's amortization policy for other tangible capital assets, amortization expense would have decreased by \$18,517 (2024 - \$30,177), accumulated amortization would have increased to \$872,496 (2024 - \$844,351) and excess of expenditures over revenue and net assets would have increased for the year by \$18,517 (2024 - \$30,177).

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 Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified 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 Canadian accounting standards for not-for-profit organizations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing these financial statements, management is responsible for assessing the Organization'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 Organization, or to cease operations, or has no realistic alternative but to do so.

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

**INDEPENDENT AUDITOR'S REPORT
(CONT'D)**

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 Organization'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 Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Wilkinson & Company LLP

BELLEVILLE, Canada
June 26, 2025

Chartered Professional Accountants
Licensed Public Accountants

WILKINSON & COMPANY LLP - CHARTERED PROFESSIONAL ACCOUNTANTS

Telephone 613-966-5105 • Toll Free 1-888-728-3890 • Fax 613-962-7072
888 Sidney Street, Belleville, Ontario K8N 4Z5 • www.wilkinson.net

COMMUNITY LIVING PRINCE EDWARD
STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2025

| | 2025 | | | |
|---|-------------------------|-----------------------|---------------------|---------------------|
| | Operating Fund \$ | Capital Fund \$ | 2025 Total \$ | 2024 Total \$ |
| ASSETS | | | | |
| CURRENT | | | | |
| Cash | 1,296,535 | | 1,296,535 | 969,479 |
| Short-term investments - Note 3 | | 427,773 | 427,773 | 412,696 |
| Accounts receivable - Other | 613,720 | | 613,720 | 360,436 |
| Prepaid expenses and deposits | | | | 145,655 |
| Due from (to) other funds - Note 14 | 1,651,327 | (1,651,327) | | |
| Assets held for sale - Note 5 | | | | 134,647 |
| | 3,561,582 | (1,223,554) | 2,338,028 | 2,022,913 |
| TANGIBLE CAPITAL ASSETS - Note 6 | 32,850 | 3,972,224 | 4,005,074 | 3,210,575 |
| OTHER | | | | |
| Restricted cash | 138,581 | 136,689 | 275,270 | 199,568 |
| | 3,733,013 | 2,885,359 | 6,618,372 | 5,433,056 |
| LIABILITIES AND NET ASSETS | | | | |
| CURRENT | | | | |
| Accounts payable and accrued liabilities | 1,468,491 | | 1,468,491 | 1,052,626 |
| Government remittances payable | 110,372 | | 110,372 | 204,188 |
| Accrued vacation/overtime pay | 577,830 | | 577,830 | 550,879 |
| Deferred revenue | 119,151 | | 119,151 | 46,540 |
| Due to Ministry - Note 4 | 78,825 | 27,780 | 106,605 | 28,927 |
| Current portion of long-term debt | | 41,791 | 41,791 | 51,037 |
| | 2,354,669 | 69,571 | 2,424,240 | 1,934,197 |
| DEFERRED CAPITAL | | | | |
| CONTRIBUTIONS - Note 8 | NIL | 751,209 | 751,209 | 899,127 |
| LONG-TERM DEBT - Note 9 | NIL | 229,638 | 229,638 | 272,220 |
| | 2,354,669 | 1,050,418 | 3,405,087 | 3,105,544 |
| NET ASSETS | | | | |
| Invested in tangible capital assets - Note 15 | 32,850 | 2,949,586 | 2,982,436 | 2,122,838 |
| Internally restricted | 1,613,733 | | 1,613,733 | 1,489,890 |
| Externally restricted | | 2,539,373 | 2,539,373 | 1,581,066 |
| Unrestricted | (268,239) | (3,654,018) | (3,922,257) | (2,866,282) |
| | 1,378,344 | 1,834,941 | 3,213,285 | 2,327,512 |
| COMMITMENTS - Note 11 | | | | |
| APPROVED ON BEHALF OF THE BOARD | | | | |
| <i>Linda C. Conley</i> Director | | | | |
| <i>Susan Fresh</i> Director | | | | |
| | 3,733,013 | 2,885,359 | 6,618,372 | 5,433,056 |

The accompanying notes form an integral part of these financial statements

WILKINSON 

**COMMUNITY LIVING PRINCE EDWARD
STATEMENT OF FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 2025**

| 2025 | | | | | | | | | | |
|---|--|----------------------------------|---------------------|-----------------|--|----------------------------------|---------------------|-----------------|------------------------------|------------------------------|
| | Operating Fund | | | | Capital Fund | | | | 2025 Total \$ | 2024 Total \$ |
| | Invested in Tangible Capital Assets | Internally Restricted | Unrestricted | Subtotal | Invested in Tangible Capital Assets | Externally Restricted | Unrestricted | Subtotal | | |
| BALANCE - BEGINNING OF YEAR | 49,060 | 1,489,890 | (216,819) | 1,322,131 | 2,073,778 | 1,581,066 | (2,649,463) | 1,005,381 | 2,327,512 | 2,206,012 |
| EXCESS OF REVENUE OVER EXPENDITURES FOR YEAR | (22,460) | 123,843 | (39,592) | 61,791 | (128,748) | 980,509 | | 851,761 | 913,552 | 121,500 |
| MINISTRY RECOVERY | | | | NIL | | (27,780) | | (27,780) | (27,780) | |
| TRANSFER TO MINISTRY OF HOUSING - CAPITAL RESERVE | | | (5,578) | (5,578) | | 5,578 | | 5,578 | NIL | NIL |
| NET CHANGE IN INVESTMENT IN TANGIBLE CAPITAL ASSETS - Note 15(b) | 6,250 | | (6,250) | NIL | 1,004,555 | | (1,004,555) | NIL | NIL | NIL |
| BALANCE - END OF YEAR | 32,850 | 1,613,733 | (268,239) | 1,378,344 | 2,949,585 | 2,539,373 | (3,654,018) | 1,834,940 | 3,213,284 | 2,327,512 |

The accompanying notes form an integral part of these financial statements



**COMMUNITY LIVING PRINCE EDWARD
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2025**

| | 2025 | | | |
|---|---------------------------|-------------------------|-----------------------|-----------------------|
| | Operating Fund | Capital Fund | 2025 Total | 2024 Total |
| | \$ | \$ | \$ | \$ |
| REVENUE | | | | |
| Provincial grants (MCCSS) | 13,716,010 | | 13,716,010 | 12,819,100 |
| Municipal grants | 256,839 | | 256,839 | 256,839 |
| Rents collected | 665,037 | | 665,037 | 576,896 |
| Amortization of deferred capital contributions | | 147,918 | 147,918 | 147,918 |
| Gain on disposal of tangible capital assets | | 965,432 | 965,432 | 30,094 |
| Interest | 426 | 15,077 | 15,503 | 16,560 |
| Other fees | 240,647 | | 240,647 | 209,853 |
| Miscellaneous | 247,550 | | 247,550 | 471,983 |
| | 15,126,509 | 1,128,427 | 16,254,936 | 14,529,243 |
| EXPENDITURES | | | | |
| Salaries | 9,588,286 | | 9,588,286 | 8,928,415 |
| Benefits | 1,519,076 | | 1,519,076 | 1,402,777 |
| Other direct operating expenditures | 3,925,502 | | 3,925,502 | 3,684,940 |
| Interest on long-term debt | 9,394 | | 9,394 | 10,230 |
| Amortization of tangible capital assets | 22,460 | 276,666 | 299,126 | 381,381 |
| | 15,064,718 | 276,666 | 15,341,384 | 14,407,743 |
| EXCESS OF REVENUE OVER EXPENDITURES FOR YEAR | 61,791 | 851,761 | 913,552 | 121,500 |

The accompanying notes form an integral part of these financial statements

**COMMUNITY LIVING PRINCE EDWARD
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2025**

| | 2025 | 2024 |
|---|------------------|-------------|
| | \$ | \$ |
| OPERATING ACTIVITIES | | |
| Excess of revenue over expenditures for year | 913,552 | 121,500 |
| Adjustment for items which do not affect cash - | | |
| Amortization of tangible capital assets | 299,126 | 381,381 |
| Gain on disposal of tangible capital assets | (965,432) | (30,094) |
| Amortization of deferred capital contributions | (147,918) | (147,918) |
| | 99,328 | 324,869 |
| Net change in non-cash working capital balances related to operations | 391,659 | (43,672) |
| CASH FLOWS PROVIDED FROM OPERATING ACTIVITIES | 490,987 | 281,197 |
| INVESTING ACTIVITIES | | |
| Purchase of tangible capital assets | (1,093,625) | (220,929) |
| Proceeds on disposal of tangible capital assets | 1,100,080 | 34,785 |
| Redemption of short-term investments | 425,006 | 407,679 |
| Purchase of short-term investments | (425,006) | (407,679) |
| Change in accrued interest on short-term investments | (15,076) | (16,560) |
| CASH FLOWS USED IN INVESTING ACTIVITIES | (8,621) | (202,704) |
| FINANCING ACTIVITIES | | |
| Repayment of long-term debt | (51,828) | (61,794) |
| Deferred capital contributions | | 124,879 |
| Ministry recovery | (27,780) | |
| CASH FLOWS PROVIDED FROM (USED IN) FINANCING ACTIVITIES | (79,608) | 63,085 |
| NET INCREASE IN CASH AND CASH EQUIVALENTS FOR YEAR | | |
| CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR | 1,169,047 | 1,027,469 |
| CASH AND CASH EQUIVALENTS - END OF YEAR | 1,571,805 | 1,169,047 |
| REPRESENTED BY: | | |
| Cash | 1,296,535 | 969,479 |
| Cash - restricted | 275,270 | 199,568 |
| | 1,571,805 | 1,169,047 |

The accompanying notes form an integral part of these financial statements

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

1. PURPOSE OF THE ORGANIZATION

Community Living Prince Edward is a non-profit organization incorporated under the Ontario Corporations Act without share capital and is engaged in the provision of comprehensive community-based care and support to individuals in the area of Prince Edward County who are identified as having an intellectual disability.

The Organization is a registered charity, and accordingly, is not subject to income tax.

2. ACCOUNTING POLICIES

Outlined below are those accounting policies adopted by the Organization considered to be particularly significant:

(a) Basis of Accounting

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations except as outlined in the Basis for Qualified Opinion on our Independent Auditor's Report.

(b) Accounting 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, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Significant items subject to such estimates and assumptions include valuation of accounts receivable, deferred revenue and the estimated useful life of buildings and equipment. Actual results could differ from those estimates.

(c) Financial Instruments

(i) Measurement of Financial Instruments

The Organization initially measures its financial assets and liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument.

The Organization subsequently measures all its financial assets and financial liabilities at amortized costs.

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, government remittances payable, accrued vacation/overtime pay and due to Ministry.

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

2. ACCOUNTING POLICIES (Cont'd)

(c) Financial Instruments (Cont'd)

(ii) Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a write-down is reflected in excess (deficiency) of revenue over expenditures. When events occurring after the impairment confirm that a reversal is necessary, the reversal is recognized in excess (deficiency) of revenue over expenditures, up to the amount previously recognized as impaired.

(d) Fund Accounting

The Organization uses fund accounting procedures which result in a self-balancing set of accounts for each fund established by legal, contractual or voluntary actions. Details of the operations of each fund are set out in the supplementary schedules. The Organization maintains the following funds:

The Operating Fund reports the general activities of the Organization's Administration.

The Capital Fund reports the tangible capital assets of the Organization together with their related financing.

(e) Short-Term Investments

Short-term investments are acquired substantially for their income earning potential and are initially recorded at their acquisition cost. Short-term investments are subsequently adjusted to fair value as at the date of the statement of financial position, and the corresponding unrealized gains and losses are recorded in income.

(f) Assets Held for Sale

Assets held for sale consist of land and buildings held for sale by the Organization. Assets held for sale are recorded at the lower of the carrying value at the time in change of use and the fair-value, less selling costs.

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

2. ACCOUNTING POLICIES (Cont'd)

(g) Tangible Capital Assets and Amortization

Tangible capital assets not financed by operating budgets are recorded at cost within the capital fund. Provision for amortization depends upon whether the assets were originally purchased with Ministry of Municipal Affairs and Housing funds or Ministry of Children, Community and Social Services funds.

The buildings at Maple Street and Richmond Street, originally financed by the Ministry of Municipal Affairs and Housing, are now financed by the Ministry of Children, Community and Social Services (Dedicated Supportive Housing). The buildings at Johnson Street and Upper Lake Street are also financed by the Ministry of Children, Community and Social Services (Dedicated Supportive Housing). Amortization is equal to the principal reduction on the mortgage payable each year for these four buildings and is shown as an operating expense.

Tangible capital assets are stated at acquisition cost. Gains or losses on the disposal of individual assets are recognized in earnings in the year of disposal. Amortization of tangible capital assets, which is based on estimated useful life, is calculated on the following bases and at the rates set out below:

| Asset | Basis | Rate |
|-------------------------|---------------|-------------|
| Buildings | Straight-line | 30 years |
| Furniture and equipment | Straight-line | 5 years |
| Specialized equipment | Straight-line | 3 years |
| Parking area | Straight-line | 5 years |

(h) Leases

Leases are classified as capital or operating leases. A lease that transfers substantially all of the benefits and risks incident to the ownership of property is classified as a capital lease. All other leases are accounted for as operating leases wherein rental payments are expensed as incurred. At the inception of a capital lease, an asset and an obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the property's fair value at the beginning of such lease.

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

2. ACCOUNTING POLICIES (Cont'd)

(i) Revenue Recognition

The Organization follows the deferral method of accounting for contributions which consist mainly of government grants.

Under various Province of Ontario Acts and Regulations thereto, the Organization is funded primarily in accordance with budget arrangements established by the Ministry of Children, Community and Social Services. Operating grants are recorded as revenue in the period to which they relate. Grants approved but not received at the end of an accounting period are accrued. Where a portion of a grant relates to a future period, it is deferred and recognized in that subsequent period. Contributions restricted for the purchase of tangible capital assets are deferred and amortized into revenue on a straight-line basis at a rate corresponding with the amortization rate for the related tangible capital asset.

Rental income from tangible capital assets is recognized on an earned basis. The aggregate cost of incentives provided to lessees is recognized as a reduction of rental income over the lease term on a straight-line basis.

(j) Client Monies

Client monies are maintained in client bank accounts over which Organization staff may exercise some level of custodial or agency responsibilities. Such funds are not reported in these financial statements.

(k) Allocation of Certain Revenues

Interest income and HST recoveries have been allocated to Organization activities and a portion of interest income has been allocated to Central Administration by the Board of Directors.

(l) Web-Based Subscriptions

Payments for web-based subscriptions are accounted for using the simplification approach under Accounting Guideline AcG-20 and recognized as an expense as services are received.

(m) Contributed Services

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

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

2. ACCOUNTING POLICIES (Cont'd)

(n) Cash and Cash Equivalents

Cash and equivalents consist of cash on deposit and bank term deposits in money market instruments with maturity dates of less than three months from the date they are acquired.

(o) Restricted Cash

Restricted cash consists of monies that have been received on behalf of clients. Clients may request these funds at their discretion.

3. SHORT-TERM INVESTMENTS

As disclosed in Note 2(e) to these financial statements, short-term investments are recorded at acquisition cost. The short-term investments consist as follows:

| | 2025 | 2024 |
|--|----------------|----------------|
| | \$ | \$ |
| Guaranteed investment certificate bearing interest at 2.50%, maturing December 2025 | 207,835 | |
| Guaranteed investment certificate bearing interest at 2.00%, maturing December 2025 | 217,171 | |
| Guaranteed investment certificate bearing interest at 4.25%, matured December 2024 | 199,362 | |
| Guaranteed investment certificate bearing interest at 4.25%, matured December 2024 | 208,317 | |
| <u>Accrued interest as at year-end</u> | <u>2,767</u> | <u>5,017</u> |
| | 427,773 | 412,696 |

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

4. DUE TO MINISTRY

Amounts due to Ministry generated from year-to-year on programs funded by the Ministry of Children, Community and Social Services may be repayable to the Ministry at their discretion. The balances due to the Ministry are payable on demand.

5. ASSETS HELD FOR SALE

During the prior year it was determined that the below assets were surplus to the Organization's needs and therefore Ministry approval was obtained to dispose of them by sale.

| | 2025 | | 2024 | |
|---|-------------|-----------------------------|----------------|-----------------------------|
| | Cost | Accumulated amortization | Cost | Accumulated amortization |
| | \$ | \$ | \$ | \$ |
| Land: | | | | |
| McKinley Road | | | 30,000 | |
| Mowbray Road | | | 30,000 | |
| Building: | | | | |
| McKinley Road | | | 240,221 | 193,469 |
| Mowbray Road | | | 167,673 | 139,778 |
| | NIL | NIL | 467,894 | 333,247 |
| Cost less accumulated amortization | \$ | NIL | \$ | 134,647 |

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

6. TANGIBLE CAPITAL ASSETS

(a) Capital Fund

| | 2025 | | | 2024 |
|---------------------|-------------------|---|---------------------------------|---------------------------------|
| | Cost \$ | Accumulated Amortization \$ | Net Book Value \$ | Net Book Value \$ |
| Land: | | | | |
| Maple Street | 39,000 | | 39,000 | 39,000 |
| Richmond Street | 42,000 | | 42,000 | 42,000 |
| Philip Street | 50,000 | | 50,000 | 50,000 |
| Nicholas Street | 43,000 | | 43,000 | 43,000 |
| Lake Street | 46,300 | | 46,300 | 46,300 |
| London Avenue | 60,000 | | 60,000 | 60,000 |
| Spencer Street | 135,000 | | 135,000 | 135,000 |
| Curtis Street | 130,000 | | 130,000 | 130,000 |
| Inkerman Avenue | 80,000 | | 80,000 | 80,000 |
| George Wright Blvd, | 225,000 | | 225,000 | |
| Rick Hotston Centre | 33,000 | | 33,000 | 33,000 |
| Ontario Street | 30,000 | | 30,000 | 30,000 |
| Elizabeth Street | 30,000 | | 30,000 | 30,000 |
| Johnson Street | 30,000 | | 30,000 | 30,000 |
| Upper Lake Street | 45,000 | | 45,000 | 45,000 |
| | 1,018,300 | NIL | 1,018,300 | 793,300 |
| Buildings: | | | | |
| Maple Street | 292,288 | 232,008 | 60,280 | 73,954 |
| Richmond Street | 217,322 | 191,351 | 25,971 | 37,256 |
| Philip Street | 251,600 | 231,250 | 20,350 | 25,556 |
| Nicholas Street | 230,890 | 204,453 | 26,437 | 27,538 |
| Lake Street | 237,919 | 215,288 | 22,631 | 23,615 |
| London Avenue | 936,001 | 198,407 | 737,594 | 768,794 |
| Spencer Street | 397,823 | 92,693 | 305,130 | 318,390 |
| Curtis Street | 358,755 | 71,752 | 287,003 | 298,962 |
| Inkerman Avenue | 366,343 | 86,009 | 280,334 | 292,546 |
| George Wright Blvd. | 862,375 | 28,746 | 833,629 | |
| Rick Hotston Centre | 154,283 | 141,101 | 13,182 | 18,325 |
| Ontario Street | 180,123 | 127,409 | 52,714 | 58,718 |
| Elizabeth Street | 275,975 | 178,931 | 97,044 | 106,243 |
| Johnson Street | 390,753 | 260,422 | 130,331 | 151,076 |
| Upper Lake Street | 358,425 | 358,425 | | 12,249 |
| | 5,510,875 | 2,618,245 | 2,892,630 | 2,213,222 |
| | 6,529,175 | 2,618,245 | 3,910,930 | 3,006,522 |

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

6. TANGIBLE CAPITAL ASSETS (Cont'd)

(a) Capital Fund (Cont'd)

| | 2025 | | 2024 |
|--------------------------|------------------|-------------------------------------|---------------------------|
| | Cost | Accumulated Amortization | Net Book Value |
| | \$ | \$ | \$ |
| Balance carried forward | 6,529,175 | 2,618,245 | 3,910,930 |
| Furniture and equipment: | | | |
| Maple Street | 18,007 | 18,007 | |
| Richmond Street | 53,355 | 33,687 | 19,668 |
| Philip Street | 50,770 | 50,770 | 30,339 |
| Nicholas Street | 64,804 | 64,804 | |
| Lake Street | 63,353 | 63,353 | |
| Rick Hotston Centre | 53,359 | 53,359 | |
| Ontario Street | 78,349 | 78,348 | |
| Johnson Street | 40,000 | 40,000 | |
| Upper Lake Street | 114,667 | 114,667 | |
| | 536,664 | 516,995 | 19,668 |
| Specialized equipment | 466,405 | 424,779 | 41,626 |
| | 7,532,244 | 3,560,019 | 3,972,224 |
| | | | 3,161,515 |

(b) Operating Fund

| | 2025 | | 2024 |
|-----------------------|----------------|-------------------------------------|---------------------------|
| | Cost | Accumulated Amortization | Net Book Value |
| | \$ | \$ | \$ |
| Parking area | 35,703 | 26,442 | 9,261 |
| Specialized equipment | 665,314 | 641,725 | 23,589 |
| | 701,017 | 668,167 | 32,850 |
| | | | 49,060 |

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

7. CREDIT FACILITIES

The Organization has a credit facility agreement with the Bank of Montreal whereby it can draw on a demand operating loan to a maximum of \$550,000. The loan bears interest at prime plus 2% and is secured by a general security agreement. Any unused portion of the \$550,000 operating loan may be cancelled or restricted by the bank without notice. At year-end the balance was \$Nil (2024 - \$Nil).

8. DEFERRED CAPITAL CONTRIBUTIONS

Deferred capital contributions related to tangible capital assets represent the unamortized amount of grants received for the purchase of tangible capital assets. The amortization of capital contributions is recorded as revenue in the statement of operations.

| | 2025 | | |
|------------------------------------|----------------------------------|--------------------------------|------------------------------|
| | Operating Fund \$ | Capital Fund \$ | 2025 Total \$ |
| Balance - beginning of year | | 899,127 | 899,127 |
| Additional contributions received | | | 922,166 |
| Less: Amounts amortized to revenue | | (147,918) | (147,918) |
| Balance - end of year | NIL | 751,209 | 751,209 |
| | | | 899,127 |

9. LONG-TERM DEBT

The Organization's long-term debt consists of:

| | 2025 | 2024 |
|--|----------------|----------------|
| | \$ | \$ |
| Mortgage payable, bearing interest at 4.69%, repayable in monthly blended instalments of \$1,895 until maturity in September 2028. The mortgage is secured by land and building (Maple Street and Richmond Street), which as at March 31, 2025 had a net book value of \$167,251 (2024 - \$192,416). | 73,296 | 92,153 |
| Mortgage payable, bearing interest at 2.27%, repayable in monthly blended instalments of \$1,321 until maturity in April 2027. The mortgage is secured by land and building (Johnson Street), which as at March 31, 2025 had a net book value of \$160,330 (2024 - \$181,372). | 32,225 | 47,164 |
| | 105,521 | 139,317 |

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

9. LONG-TERM DEBT (Cont'd)

| | 2025 | 2024 |
|--|-----------------|-------------|
| | \$ | \$ |
| Balance carried forward | 105,521 | 139,317 |
| Mortgage payable, bearing interest at 2.22%, repayable in monthly blended instalments of \$2,158 until maturity in September 2024. The mortgage is secured by land and building (Upper Lake Street), which as at March 31, 2025 had a net book value of \$42,476 (2024 - \$57,798). The mortgage was repaid in full during the year. | 12,866 | |
| Mortgage payable, bearing interest at prime plus 0.50%, repayable in monthly blended instalments of \$1,376 until maturity in June 2030. The mortgage is secured by land and building (London Avenue), which as at March 31, 2025 had a net book value of \$797,594 (2024 - \$828,794). | 165,908 | 171,074 |
| <u>Less: Current portion of long-term debt</u> | 271,429 | 323,257 |
| | (41,791) | (51,037) |
| | 229,638 | 272,220 |

Principal payments required in each of the next five years are estimated to be as follows:

| | \$ |
|------------|----------------|
| 2026 | 41,791 |
| 2027 | 43,491 |
| 2028 | 31,072 |
| 2029 | 19,757 |
| 2030 | 9,098 |
| Thereafter | 126,220 |
| | 271,429 |

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

10. FUND BALANCES

The Organization operates comprehensive community-based care and support to individuals for different branches of the Provincial Government. Included in these financial statements are references to the "Ministry". This reference relates to the Ministry of Children, Community and Social Services. Under the terms of funding, the Organization is required to refund any surplus from its general account in a given year. The Organization records any amounts repayable to the Ministry as due to Ministry. Any adjustments the Ministry may make to this payable are recognized in the current year revenue from the Ministry.

11. COMMITMENTS

- (a) The Organization leases office space at an annual rent of \$74,932 under an offer to lease which expires on October 31, 2032. The Organization is responsible for all costs, charges, expenses and outlays of any nature whatsoever, including realty and business taxes, utilities and a proportionate share of common area maintenance charges. These additional costs are included in the annual rent at an amount of \$53,354 (2024 - \$64,270).
- (b) The Organization has a technology agreement with a monthly payment of \$5,775 plus HST, expiring October 2026.
- (c) The Organization holds three lease agreements for office equipment, one at a quarterly amount of \$594 plus HST, expiring in September 2025, the second at a monthly amount of \$55 plus HST, expiring in April 2027, and the third at a quarterly amount of \$231 plus HST, expiring in September 2027.
- (d) The Organization entered into agreements to lease vehicles as follows:
 - (i) One van leased from May 2021 to April 2024, with an annual lease payment of \$7,157 plus HST.
 - (ii) One van leased from July 2024 to June 2028, with an annual lease payment of \$7,129 plus HST.
 - (iii) One van leased from August 2024 to July 2028, with an annual lease payment of \$7,406 plus HST.

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

11. COMMITMENTS (Cont'd)

The future minimum lease payments required in each of the next five years are estimated to be as follows:

| | \$ |
|------|----------------------------|
| 2026 | 162,427 |
| 2027 | 134,130 |
| 2028 | 93,414 |
| 2029 | 86,162 |
| 2030 | 81,744 |
| | <hr/> 557,877 <hr/> |

12. RESTRICTIONS ON NET ASSETS

Externally Restricted

Externally restricted net assets consist of contributions that have been donated or grants received from governments specifically for future capital purchases. Any income earned may be used for the advancement of the work of the Organization.

Internally Restricted

These funds have been restricted by the Board of Directors to be expended in the future as the Board sees fit.

13. UNRESTRICTED

The unrestricted net assets reflect funds set aside for future uses.

14. DUE TO (FROM) OTHER FUNDS

As at March 31, 2025, the Operating Fund had a receivable from the Capital Fund in the amount of \$1,651,327 (2024 - \$1,481,093). There are no conditions or terms of repayment for this inter-fund loan.

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

15. INVESTED IN TANGIBLE CAPITAL ASSETS

(a) Invested in tangible capital assets is calculated as follows:

| | 2025 | | | |
|--------------------------------|---------------------------|-------------------------|-----------------------|-----------------------|
| | Operating Fund | Capital Fund | 2025 Total | 2024 Total |
| | \$ | \$ | \$ | \$ |
| Tangible capital assets | 32,850 | 3,972,224 | 4,005,074 | 3,210,575 |
| Assets held for sale | | | | 134,647 |
| Amounts financed by: | | | | |
| Deferred capital contributions | | (751,209) | (751,209) | (899,127) |
| Mortgage payable | | (271,429) | (271,429) | (323,257) |
| | 32,850 | 2,949,586 | 2,982,436 | 2,122,838 |

(b) Change in net assets invested in the Capital Fund tangible capital assets is calculated as follows:

| | 2025 | 2024 |
|---|------------------|------------------|
| | \$ | \$ |
| Excess of revenue over expenditures: | | |
| Amortization of deferred capital contributions | 147,918 | 147,918 |
| Amortization of tangible capital assets | (276,666) | (282,009) |
| | (128,748) | (134,091) |
| Net changes in investment in tangible capital assets: | | |
| Purchase of tangible capital assets | 1,087,375 | 159,437 |
| Proceeds on disposal of tangible capital assets | (1,100,080) | |
| Gain on disposal of tangible capital assets | 965,432 | |
| Amounts funded by deferred capital contributions | | (124,879) |
| Repayment of mortgage principal | 51,828 | 61,794 |
| | 1,004,555 | 96,352 |

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

15. INVESTED IN TANGIBLE CAPITAL ASSETS (Cont'd)

(c) Change in net assets invested in the Operating Fund tangible capital assets is calculated as follows:

| | 2025 | 2024 |
|---|-----------------|-----------------|
| | \$ | \$ |
| Excess of revenue over expenditures: | | |
| Amortization of tangible capital assets | (22,460) | (99,372) |
| | | |
| Net changes in investment in tangible capital assets: | | |
| Purchase of tangible capital assets | 6,250 | 61,493 |
| Proceeds on disposal of tangible capital assets | (34,785) | (34,785) |
| Gain on disposal of tangible capital assets | 30,094 | 30,094 |
| | | |
| | 6,250 | 56,802 |

16. ECONOMIC DEPENDENCE

The Organization relies on the Government of Ontario for substantially all of its income, and accordingly, is economically dependent for the continuation of its operations on funding from this source.

17. WEB-BASED SUBSCRIPTIONS

During the year, total web-based subscriptions of \$80,613 (2024 - \$52,975) were expensed, which is included in other direct operating expenditures on the statement of operations, as described in Note 2(l) to these financial statements.

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

18. FINANCIAL RISKS AND CONCENTRATION OF RISK

The Organization has a comprehensive risk management framework to monitor, evaluate and manage the principal risks assumed with financial instruments. The risks that arise from transacting financial instruments include interest rate risk, liquidity risk and credit risk.

(a) Interest Rate Risk

Interest rate risk is the potential for financial loss caused by fluctuations in fair value or future cash flows of financial instruments because of changes in market interest rates.

The Organization is exposed to interest rate risk as it holds short-term investments with a carrying value of \$427,773 (\$412,696) as discussed in Note 3 to these financial statements. As interest rates increase or decrease, the market value of the short-term investments will fluctuate. The estimated impact of a 1% change in interest rates the Organization's income is \$4,277 (2024 - \$4,126). This risk is mitigated as the Organization intends to hold these short-term investments to maturity.

The Organization is exposed to interest rate risk on its long-term debt, as discussed in Note 9 to these financial statements. As interest rates change, the Organization may not be able to renew the mortgages at similar rates. Long-term debt with fixed rates held by the Organization at year end totalled \$105,521 (2024 - \$152,183).

There have been no significant changes from the previous period in the exposure to risk or policies, procedures and methods used to measure the risk.

(b) Liquidity Risk

Liquidity risk is the risk that the Organization will not be able to meet all cash outflow obligations as they come due.

The Organization mitigates this risk by monitoring cash activities and expected outflows.

Management is of the opinion that the Organization will be able to meet all of its cash flow obligations as they come due and is not subject to significant liquidity risk.

There have been no significant changes from the previous period in the exposure to risk or policies, procedures and methods used to measure the risk.

**COMMUNITY LIVING PRINCE EDWARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

18. FINANCIAL RISKS AND CONCENTRATION OF RISK (Cont'd)

(c) Credit Risk

Credit risk is the risk of financial loss to the Organization if a debtor fails to make payments of interest and principal when due.

The Organization is exposed to this risk relating to its debt holdings in its investment portfolio. This risk is mitigated through the Organization's investment policy which is risk averse and consists of only fixed income instruments. All fixed income portfolios are monitored by management on a monthly basis and all purchases and sales are reported to the Board of Directors.

Accounts receivable are short-term in nature and are not subject to material credit risk. The maximum exposure to credit risk and concentration of this risk is limited to the carrying value of these instruments.

There have been no significant changes from the previous period in the exposure to risk or policies used to measure risk. It is management's opinion that the Organization is not exposed to significant credit risk from these financial instruments.

19. COMPARATIVE FIGURES

In addition, in order to conform with the financial statement presentation adopted for the current year, certain of the comparative figures have been regrouped.

COMMUNITY LIVING PRINCE EDWARD
SCHEDULE OF OPERATING FUND REVENUE AND EXPENDITURES BY PROGRAM
FOR THE YEAR ENDED MARCH 31, 2025

| | 2025 | | | | | | | | | | |
|--|---|---|---|--|---|-----------------------------|---|---------------------------------------|---|-----------------------------|-----------------------------|
| | Central Administration \$ | MCCSS Residential Services \$ (Schedule 2) | Municipal Resource Teacher \$ | MCCSS | | | Dedicated Supportive Housing \$ | General Organization \$ | Special Program Grants \$ | 2025 Total \$ | 2024 Total \$ |
| | | | | Children Services \$ (Schedule 3) | Non-Residential Services \$ (Schedule 4) | SSAH/ ACSD \$ | | | | | |
| REVENUE | | | | | | | | | | | |
| Provincial grants - operating (MCCSS) | | 10,508,123 | | 957,981 | 1,430,866 | 725,738 | 93,302 | | | 13,716,010 | 12,819,100 |
| Municipal grants | | | 256,839 | | | | | | | 256,839 | 256,839 |
| Rents collected | | 625,598 | | | | | 39,439 | | | 665,037 | 576,896 |
| Gain on sale of tangible capital assets | | | | | | | | | | | 30,094 |
| Fundraising initiatives | | | | | | | | | | | |
| Interest | | 426 | | | | | | | | 426 | |
| Other fees | | | | | | | | 240,647 | | 240,647 | 209,853 |
| Miscellaneous | | 75,450 | | | 16,588 | 59,346 | | | 96,166 | 247,550 | 471,983 |
| | 75,876 | 11,133,721 | 256,839 | 957,981 | 1,447,454 | 785,084 | 132,741 | 240,647 | 96,166 | 15,126,509 | 14,364,765 |
| EXPENDITURES | | | | | | | | | | | |
| Salaries | 1,020,261 | 7,159,636 | 222,192 | 156,771 | 990,776 | | 19,518 | | 19,132 | 9,588,286 | 8,928,415 |
| Benefits | 119,358 | 1,100,974 | 67,333 | 34,054 | 194,699 | | | | 2,658 | 1,519,076 | 1,402,777 |
| Other direct operating expenditures | 158,482 | 1,855,630 | 42,944 | 731,170 | 112,523 | 794,785 | 61,688 | 112,283 | 55,997 | 3,925,502 | 3,684,940 |
| Allocation of administration | (1,222,225) | 1,043,152 | | 35,986 | 143,086 | | | | | | |
| Interest on long-term debt | | | | | | | 4,873 | 4,521 | | 9,394 | 10,230 |
| Amortization of tangible capital assets | | 22,460 | | | | | | | | 22,460 | 99,372 |
| | 75,876 | 11,181,852 | 332,469 | 957,981 | 1,441,084 | 794,785 | 86,079 | 116,804 | 77,787 | 15,064,718 | 14,125,734 |
| EXCESS OF REVENUE OVER EXPENDITURES | | | | | | | | | | | |
| | NIL | (48,131) | (75,630) | NIL | 6,370 | (9,701) | 46,662 | 123,843 | 18,379 | 61,791 | 239,031 |

The accompanying notes form an integral part of these financial statements

SCHEDULE 2

COMMUNITY LIVING PRINCE EDWARD
SCHEDULE OF REVENUE AND EXPENDITURES
MCCSS RESIDENTIAL SERVICES
FOR THE YEAR ENDED MARCH 31, 2025

| 2025 | | | | |
|--|----------------------|----------------------|-------------------|--------------|
| | Adults' | BPS - Other | | |
| | Community | Developmental | | |
| | Accommodation | Service | 2025 | 2024 |
| | F600 | F724 | Total | Total |
| | \$ | \$ | \$ | \$ |
| REVENUE | | | | |
| Provincial grants - operating (MCCSS) | 10,476,219 | 31,904 | 10,508,123 | 9,938,824 |
| Rents collected | 625,598 | | 625,598 | 537,302 |
| Miscellaneous | | | | 158,746 |
| | 11,101,817 | 31,904 | 11,133,721 | 10,634,872 |
| EXPENDITURES | | | | |
| Salaries | 7,134,751 | 24,885 | 7,159,636 | 6,970,159 |
| Benefits | 1,093,955 | 7,019 | 1,100,974 | 1,082,208 |
| Other direct operating expenditures | 1,855,630 | | 1,855,630 | 1,570,680 |
| Allocation of administration | 1,043,152 | | 1,043,152 | 1,003,278 |
| Amortization of tangible capital assets | 22,460 | | 22,460 | 99,372 |
| | 11,149,948 | 31,904 | 11,181,852 | 10,725,697 |
| EXCESS OF EXPENDITURES OVER REVENUE | (48,131) | NIL | (48,131) | (90,825) |

The accompanying notes form an integral part of these financial statements

SCHEDULE 3

**COMMUNITY LIVING PRINCE EDWARD
SCHEDULE OF REVENUE AND EXPENDITURES
CHILDREN'S SERVICES
FOR THE YEAR ENDED MARCH 31, 2025**

| 2025 | | | | | |
|--|---|--|---------------|----------------|---------------|
| MCCSS Children Assessment & Counselling | MCCSS Out-of-Home Respite Services | MCCSS CSN Individual Placements | 2025 Total | 2024 Total | 2024 Total |
| F719 | F235 | F240 | \$ | \$ | \$ |
| REVENUE | | | | | |
| Provincial grants - operating (MCCSS) | 170,089 | 84,777 | 703,115 | 957,981 | 768,244 |
| EXPENDITURES | | | | | |
| Salaries | 120,575 | 36,196 | 156,771 | 141,184 | |
| Benefits | 23,845 | 10,209 | 34,054 | 32,156 | |
| Other direct operating expenditures | 8,660 | 29,895 | 692,615 | 731,170 | 555,134 |
| Allocation of administration | 17,009 | 8,477 | 10,500 | 35,986 | 38,975 |
| | 170,089 | 84,777 | 703,115 | 957,981 | 767,449 |
| EXCESS OF REVENUE OVER EXPENDITURES | | | | | |
| | NIL | NIL | NIL | NIL | 795 |

The accompanying notes form an integral part of these financial statements

SCHEDULE 4

**COMMUNITY LIVING PRINCE EDWARD
SCHEDULE OF REVENUE AND EXPENDITURES
MCCSS NON-RESIDENTIAL SERVICES
FOR THE YEAR ENDED MARCH 31, 2025**

| | 2025 | 2024 |
|--|------------------|-------------|
| | \$ | \$ |
| REVENUE | | |
| Provincial grants - operating (MCCSS) | 1,430,866 | 1,372,066 |
| <u>Miscellaneous</u> | <u>16,588</u> | 1,101 |
| | 1,447,454 | 1,373,167 |
| EXPENDITURES | | |
| Salaries | 990,776 | 735,546 |
| Benefits | 194,699 | 89,685 |
| Other direct operating expenditures | 112,523 | 358,012 |
| <u>Allocation of administration</u> | <u>143,086</u> | 137,206 |
| | 1,441,084 | 1,320,449 |
| EXCESS OF REVENUE OVER EXPENDITURES | 6,370 | 52,718 |

The accompanying notes form an integral part of these financial statements