

COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION
Financial Statements

Year Ended March 31, 2025

COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION

Index to the Financial Statements

Year Ended March 31, 2025

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION

We have audited the accompanying financial statements of COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION, which comprise the statement of financial position as at March 31, 2025, and the statements of operations, net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Qualified Opinion

In our opinion, except for the 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 COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION as at March 31, 2025 and the results of its operations and its cash flows for the year then ended in accordance with Canadian standards for not-for-profit organizations.

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 entity 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

Basis for Qualified Opinion

In common with many not-for-profit organizations, COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION derives revenue from donations and fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Association. Therefore, we were not able to determine whether any adjustments might be necessary to donation and fundraising activities revenue, excess revenue over expenditures, and cash flows from operations for the years ended March 31, 2025 and 2024, current assets as at March 31, 2025 and 2024 and net assets for the years then ended.

Responsibilities of Management and Those Charged with Governance 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.

In preparing the 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 over-seeing the Organization's financial reporting process.

Auditor's Responsibility 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.

Auditor's Responsibility for the Audit of the Financial Statements continued...

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 will 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 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 Company'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 will 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Reynolds & Cantelo CPA Professional Corporation



Eric Reynolds CPA, CA
Licensed Public Accountant

Belleville, Ontario
June 18, 2025

COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION
STATEMENT OF FINANCIAL POSITION AS AT March 31, 2025

	Operating Fund \$	Capital Fund \$	Restricted Fund \$	Total 2025 \$	Total 2024 \$
Assets					
Current					
Cash	475,155	-	-	475,155	230,760
Term deposits (Note 4)	31,954	-	-	31,954	80,856
Accounts receivable, trade and other	64,178	-	-	64,178	164,462
Due from government	32,815	-	-	32,815	34,701
Due from (to) between funds	(333,941)	-	333,941	-	-
Prepaid expenses and other assets	27,916	-	-	27,916	20,312
	298,077	-	333,941	632,018	531,091
Long Term					
Funds held in trust (Note 14)	-	-	213,452	213,452	240,915
Long-term investments (Note 4)	94,515	-	-	94,515	39,857
Intangibles and goodwill	420	-	-	420	420
	94,935	-	213,452	213,872	241,335
Property, plant and equipment (Note 3)	-	134,172	-	134,172	144,909
	393,012	134,172	547,393	1,074,577	957,192
Liabilities					
Current liabilities					
Accounts payable and accrued liabilities	350,792	-	-	350,792	271,856
Due to government	-	-	-	-	3,624
Deferred Revenue (Note 6)	15,064	-	1,609	16,673	10,071
	365,856	-	1,609	367,465	285,551
Long Term					
Trust Accounts (Note 14)	-	-	213,452	213,452	240,915
Deferred contributions related to capital assets (Note 5)	-	30,501	-	30,501	32,106
	-	30,501	213,452	243,953	273,021
Net Assets					
Internally restricted - Invested in capital assets	-	103,671	-	103,671	112,804
- Other (Note 8)	-	-	332,332	332,332	259,828
Unrestricted net assets	27,156	-	-	27,156	25,988
	27,156	103,671	332,332	463,159	398,620
	393,012	134,172	547,393	1,074,577	957,192

See accompanying notes to the financial statements

Approved by:

Director: _____

Director: _____

COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION

STATEMENT OF OPERATIONS & CHANGES IN NET ASSETS

For the year ended March 31, 2025

	Operating Fund \$	Invested In capital assets \$	Internally restricted \$	Total 2025 \$	Total 2024 \$
Revenue					
Ministry of Children, Community & Social Services					
Operating subsidies	2,865,008	-	-	2,865,008	2,739,978
Passport revenue	373,222	-	-	373,222	367,465
Amortization of Deferred contributions					
On capital assets	-	1,605	-	1,605	4,652
Other Revenue	106,582	-	170,449	277,031	176,823
Fundraising	-	-	31,330	31,330	1,020
	3,344,812	1,605	201,779	3,548,196	3,289,938
Expenses:					
Salaries and wages	2,099,326	-	-	2,099,326	1,873,766
Employee benefits	337,979	-	-	337,979	304,479
Staff travel	53,022	-	2,635	55,657	51,202
Staff training	10,830	-	8,756	19,586	10,609
Purchased services - Client	77,136	-	23,977	101,113	225,388
Purchased services - Non- client	39,436	-	12,286	51,722	15,801
Building accomodation	126,814	-	35,190	162,004	113,728
Advertising and promotion	1,342	-	39,189	40,531	15,313
Office expenses	30,954	-	7,242	38,196	63,383
Insurance	20,216	-	-	20,216	20,359
Amortization of capital assets	-	14,886	-	14,886	18,958
Central administration (Note 7)	171,299	-	-	171,299	199,404
Passport expenses	371,142	-	-	371,142	364,253
	3,339,496	14,886	129,275	3,483,657	3,276,643
Interfund Transfers					
Investment in Capital Assets	(4,148)	4,148	-	-	-
Net interfund transfer	(4,148)	4,148	-	-	-
Excess of revenue over expenses					
for the year	1,168	(9,133)	72,504	64,539	13,295
Net Assets - beginning of the year	25,988	112,804	259,828	398,620	385,326
Net Assets, end of the year	27,156	103,671	332,332	463,159	398,621

See accompanying notes to the financial statements

COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION

Statement of Cash Flows for the year ended March 31, 2025

	2025	2024
	\$	\$
Cash flows from operating activities		
Excess (deficiency) of revenue over expenses	64,539	13,295
Items not affecting cash:		
Amortization of capital assets	14,886	18,958
Amortization of deferred contributions relating to capital assets	(1,605)	(4,652)
Interest earned on investments to be paid upon maturity	(5,255)	(2,961)
Changes in non-cash working capital:		
Accounts receivable	100,284	(104,708)
Due from government	9,403	(15,478)
Prepaid expenses and other assets	(7,604)	11,469
Accounts payable and accrued liabilities	78,937	(55,310)
Due to government	(11,141)	3,624
Deferred contributions	6,600	(5,365)
Net cash provided by (used in) operating activities	249,044	(141,128)
Cash flows from investing activities		
Purchase of property, plant and equipment	(4,148)	(15,786)
Proceeds from GIC's maturing	83,476	56,047
Purchase of GIC's	(83,977)	(58,341)
Net cash used in investing activities	(4,649)	(18,080)
Net increase (decrease) in cash and cash equivalents	244,395	(159,208)
Cash and cash equivalents at the beginning of the year	230,760	389,968
Cash and cash equivalents at the end of the year	475,155	230,760
Cash and cash equivalents consists of:		
Cash	475,155	230,760
	475,155	230,760

See accompanying notes to the financial statements

COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION
Notes to Financial Statements
Year Ended March 31, 2025

1. NATURE AND PURPOSE

Community Visions & Networking (Quinte) Association is a not-for-profit corporation and was initially incorporated under Letters Patent (Ontario) on August 2, 1978 and assumed its current name under supplementary Letters Patent (Ontario) on September 7, 1993. The Association is mandated to support people who are challenged, deaf, hard of hearing, or have a communication difficulty who require assistance to enhance their prospect to live inter-dependently and utilize their community.

2. SUMMARY OF SIGNICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit Associations. Outlined below are those policies considered particularly significant for the Company.

Use of Estimates

The preparation of financial statements, in conformity with Canadian accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reported period. Differences in actual results from prior estimates are taken into account at the time the differences are determined. Significant financial statement items that require the use of estimates are useful life of property plant and equipment, subsidy repayable and accrued

Revenue Recognition

The Association follows the deferral method of accounting for contributions. 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 if the amount to be received can be reasonably estimated and collection is reasonably assured

Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and short term cash deposits.

Property, plant and equipment

Property, plant and equipment are stated at acquisition cost. Gains or losses on disposal of individual assets are recognized in the year of disposal. Amortization of property, plant and equipment, which is based on estimated useful life, is calculated on the following basis and rates set out below.

<u>Asset</u>	<u>Rate</u>	<u>Basis</u>
Building	5%	declining balance method
Computer hardware	30%	declining balance method
Computer software	50%	declining balance method
Furniture and Equipment	20%	declining balance method
Leasehold improvements	5	years straight-line
Paving	5%	declining balance method

Employee Future Benefits

The Association is an employer member of the Nursing Homes & Related Industries Pension Plan (NHRIPP), which is a multi-employer, defined benefit pension plan. The Corporation has adopted defined contribution plan accounting principles for this plan as sufficient information is not available to apply defined benefit plan accounting principles.

COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION
Notes to Financial Statements
Year Ended March 31, 2025

2. SUMMARY OF SIGNICANT ACCOUNTING POLICIES Continued...

Income Taxes

The Association is a not-for profit corporation incorporated without share capital and as such, is exempt from income taxes.

Financial Instruments

The Association initially measures its financial assets and financial liabilities at fair value adjusted by transaction costs in the case where a financial asset or liability is subsequently measured at amortized cost

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

Financial assets measured at amortized cost include cash, accounts receivable, prepaid expenses and property, plant and equipment.

Financial liabilities measured at amortized cost include accounts payable, deferred revenue, subsidy repayable and due to government.

3. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated Amortization	2025 Net Book Value	2024 Net Book Value
	\$	\$	\$	\$
Land	21,273	-	21,273	21,273
Buildings	262,194	182,554	79,640	83,832
Furniture and Equipment	223,218	218,288	4,930	6,161
Computer equipment	91,510	77,558	13,952	14,896
Computer software	33,494	33,186	308	616
Paving	17,990	8,057	9,933	11,037
Leasehold improvements	130,034	125,898	4,136	7,094
	<u>779,713</u>	<u>645,541</u>	<u>134,172</u>	<u>144,909</u>

4. INVESTMENTS

	2025		2024	
	Cost	Market Value	Cost	Market Value
	\$	\$	\$	\$
<u>Short-term investments</u>				
GIC - 5.25 Non-Red. Aug 14, 2023 - Sept 14, 2024	-	-	8,984	9,280
GIC - 5.2% Non-Red. Feb 6, 2024 - Feb 28, 2024	-	-	21,109	21,268
GIC - 5.5% Non-Red. Dec 30, 2023 - Jan 20, 2025	-	-	8,248	8,374
GIC - 4.85% Non-red - Jan 12, 2023 - July 12, 2024	-	-	20,000	21,185
annual pay	-	-	10,000	10,188
GIC - 4.75% Non-red - Jan 12, 2023 - Jan 13, 2025	-	-	10,000	10,581
GIC - 5.30 Non-Red. Aug 14, 2023 - Aug 14, 2025	10,000	10,883	10,000	10,333
GIC - 5.30 Non-Red. Aug 14, 2023 - Aug 14, 2025	10,000	10,883	10,000	10,333
GIC - 5% Non-red Nov 14, 2022 - Nov 15, 2025, annual pay	10,000	10,188	-	-
	-	-		
	30,000	31,954	98,341	101,542

COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION
Notes to Financial Statements
Year Ended March 31, 2025

4. INVESTMENTS CONTINUED...

	2025		2024	
	Cost	Market Value	Cost	Market Value
	\$	\$	\$	\$
<u>Long-term investments</u>				
GIC - 5% Jan 13, 2023 - Feb 8, 2024	-	-	10,000	10,168
GIC - 4.65% Non-Red -July 17, 2024 - July 17, 2026	21,477	22,183	-	-
GIC - 4.1% Non-Red - Sept 14, 2024 - Sept 14, 2026	9,499	9,712	-	-
GIC - 3.6% Non-Red - Jan 20, 2025 - Jan 20, 2027	8,744	8,805	-	-
GIC - 3.6% Non-Red - Jan 14, 2025 - Jan 20, 2027	10,975	11,059		
GIC - 3% Non-red - Mar 8, 2022 - Mar 8, 2027	8,471	9,276	8,471	9,004
GIC - 3.35% Non-red - Nov 18, 2024 - Nov 18, 2028	11,003	11,138	-	-
GIC - 3.25% Non-red - Feb 28, 2025 - Feb 28, 2030	22,279	22,343	-	-
Total long-term investments	92,448	94,516	18,471	19,172

Note - prior year investment classification as short and long term have been adjusted in the current year to compare with the current year end classification.

5. DEFERRED CONTRIBUTIONS

Deferred contributions related to capital assets represent the restricted contributions related to building investments that occurred in the past. Deferred contributions are recognized as revenue on the same basis that the related capital assets are amortized. The changes in the deferred contributions balance are as follows:

	2025	2024
	\$	\$
Balance, beginning of the year	32,106	36,758
Add: Contributions received	-	-
Deduct: amount amortized as revenue in year	(1,605)	(4,652)
Balance, end of the year	30,501	32,106

6. DEFERRED CONTRIBUTIONS

Deferred revenue related to passport funding and prepaid rent	15,064	3,638
Deferred revenue related to funds held for clients and prepaid rent	1,609	6,433

7. CENTRAL ADMINISTRATION

	2025	2024
	\$	\$
The breakdown of Central Admin is:		
Wages and benefits	133,681	167,727
Purchased services - Non- client	29,497	16,529
Office expenses	2,410	5,964
Staff training	-	(59)
Building accomodation	2,343	1,598
Travel	861	5,383
Insurance	2,507	2,262
	171,299	199,404

COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION
Notes to Financial Statements
Year Ended March 31, 2025

8. RESTRICTIONS ON NET ASSETS

The Board of Directors has restricted \$72,504 (2024 - \$8,603) of current year received non-ministry funding. This internally restricted amount is not available for other purposes without approval by the Board of Directors. An additional \$0 from prior year non-ministry funding has been internally restricted as well.

9. PENSION AGREEMENTS

The Association makes contributions to the NHRIPP, which is a multi-employer plan, on behalf of its staff. The plan is a target-benefit plan which specifies the amount of the retirement benefit to be received by the employees based on their length of service and rates of pay. Employees and employers contribute jointly to the plan.

9. PENSION AGREEMENTS Continued...

Contributions for employees with a normal retirement age of 65 are being made at a rate of 4% (2024 - 4%) The amount contributed to NHRIPP for 2024 was approximately \$54,959 (2024 - \$43,265) for current service and is included as an expense on the " Statement of Operations". Because NHRIPP is a multi-employer plan, any pension plan surpluses or deficits are a joint responsibility of the Association and their employees. As a result, the Association does not recognize any share of the NHRIPP pension surplus or deficit.

10. CONTINGENCY

Government subsidies are provided by the Ontario Ministry of Children, Community and Social Services and the Association is required to report as specified in the relevant agreement. The Association has not yet reported regarding the current year. Any adjustments required to revenue on final Ministry approval will be recorded in the then current fiscal year.

11. COMMITMENTS

The Association pays \$1,400 monthly for the property that it rents, there is no formal lease agreement.

Future rent payments for 8 rental units for clients on a month to month basis.

	Monthly	Annual
	\$	\$
2024	8,411	100,932

Future rent payments for 2 buildings on a month to month basis

2023	1,400	16,800
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Notes continued on the next page.

COMMUNITY VISIONS & NETWORKING (QUINTE) ASSOCIATION
Notes to Financial Statements
Year Ended March 31, 2025

12. FINANCIAL RISKS

The Association is exposed to various risks through its financial instruments. The following analysis provides a measure of the risks at March 31, 2025.

Credit Risk

The Association does not provide credit to its customers in the normal course of operations and there is not subject to credit risk

Liquidity Risk

Liquidity risk is the risk that the Association will encounter difficulty in meeting obligations associated with financial liabilities. The Association manages this risk by reviewing its expected future cash flow requirements

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is comprised of currency risk, interest rate risk and other price risk. The Association is not subject to this credit risk due to the nature of its investments.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows associated with the financial instruments will fluctuate due to changes in market interest rates.

The Association's exposure to interest rate risk arises from its interest bearing assets.

The Association manages interest rate risk exposure by purchasing Guaranteed Investment Certificates with varying terms to maturity. The varying of maturities helps to enhance the average portfolio yield while reducing the sensitivity of the portfolio to the impact of interest rate fluctuations.

Other Price Risk

Other price risk refers to the risk that the fair value of financial instruments or future cash flows associated with the instruments will fluctuate because of changes in market prices (other than those arising from currency risk or interest rate risk), whether those changes are caused by factors specific to the individual instrument or its issuer, or factors affecting all similar instruments traded in the market.

The Association is not exposed to other price risk.

Change in Risk

There were no changes to the Association's risk exposure during the year.

13. ECONOMIC DEPENDENCE

The Association's revenue is primarily derived from subsidies provided from the Ontario Ministry of Children, Community and Social Services. Accordingly, it is economically dependent on this source of revenue for its existence and the continuation of its operations

14. TRUST ACCOUNTS

Internally restricted accounts specifically for the use of the person they are in trust for only and under no certain terms are these accounts for any other use. Upon death, the organization will honor the person's wishes for their estate.