

**CATHOLIC COMMUNITY SERVICES OF
YORK REGION**

FINANCIAL STATEMENTS

MARCH 31, 2025



37 Main Street
Toronto, Ontario M4E 2V5

Tel. 416-690-6800
Fax. 416-690-9919

Web Page:
www.krienslarose.com

CATHOLIC COMMUNITY SERVICES OF YORK REGION

FINANCIAL STATEMENTS

MARCH 31, 2025

INDEX	PAGE
Independent Auditors' Report	1 - 3
Statement of Financial Position	4 - 5
Statement of Operations	6
Statement of Changes in Net Assets	7
Statement of Cash Flows	8
Notes to the Financial Statements	9 - 18

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Catholic Community Services of York Region

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of the Catholic Community Services of York Region, which comprise the statement of financial position as at March 31, 2025, and the statements of operations, changes in net assets 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 adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of fundraising activities described in the Basis for Qualified Opinion paragraph, the accompanying financial statements present fairly, in all material respects, the financial position of Catholic Community Services of York Region as at March 31, 2025, and the results of its operations and its cash flows for the year then ended, in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many charitable organizations, the Organization derives revenue from fundraising, the completeness of which is not susceptible to satisfactory audit procedures. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Organization. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenues, excess of revenues over expenses and cash flows for the years ended March 31, 2025 and March 31, 2024, current assets as at March 31, 2025 and March 31, 2024, and net assets balances as at the beginning and the end of the years ended March 31, 2025 and March 31, 2024. Our audit opinion on the financial statements for the year ended March 31, 2024 was modified accordingly because of the possible effects of this limitation in scope.

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 Catholic Community Services of York Region 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.

INDEPENDENT AUDITORS' REPORT (Continued)

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 overseeing the Organization's financial reporting process.

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.

INDEPENDENT AUDITORS' REPORT (Continued)

- 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.

KRIENS~LAROSE, LLP

KRIENS~LAROSE, LLP

**Chartered Professional Accountants
Licensed Public Accountants**

Toronto, Ontario
July 28, 2025

CATHOLIC COMMUNITY SERVICES OF YORK REGION
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

Page 4

	2025	2024
	\$	\$
ASSETS		
CURRENT		
Cash (Note 5)	1,045,293	1,324,636
Investments (Note 2)	42,799	18,464
Grant and other receivables (Note 3)	732,291	279,464
Cash - Forum (Note 4)	68,570	68,570
Prepaid expenses	286,267	118,158
	2,175,220	1,809,292
INTERNALLY RESTRICTED INVESTMENTS (Note 5)	325,733	1,072,680
EQUIPMENT (Note 6)	92,552	155,606
	2,593,505	3,037,578

See accompanying notes to the financial statements

CATHOLIC COMMUNITY SERVICES OF YORK REGION
STATEMENT OF FINANCIAL POSITION
 AS AT MARCH 31, 2025

Page 5

	2025 \$	2024 \$
LIABILITIES		
CURRENT		
Accounts payable - Forum (Note 4)	68,570	68,570
Accounts payable and accrued liabilities	482,515	708,920
Deferred contributions (Note 8)	176,752	425,796
	727,837	1,203,286
DEFERRED CAPITAL CONTRIBUTIONS (Note 9)	-	56,674
	727,837	1,259,960
NET ASSETS		
INTERNALLY RESTRICTED (Note 5)	1,401,958	1,313,908
GENERAL FUND	463,710	463,710
	1,865,668	1,777,618
	2,593,505	3,037,578

Approved by the Board

Utilia Amaral

Chair, CCSYR Board

See accompanying notes to the financial statements

CATHOLIC COMMUNITY SERVICES OF YORK REGION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2025

Page 6

	2025 General Fund \$	2025 Reserve Fund \$	2025 Total \$	2024 Total \$
REVENUES				
Immigration Refugees and Citizenship Canada	9,215,857	-	9,215,857	8,639,200
Ministry of Labour, Training and Skills Development (MLTSD) (Note 10)	811,189	-	811,189	548,866
Catholic Charities	695,648	-	695,648	546,658
Fundraising - bingo/donations	99,797	-	99,797	85,990
Other	64,622	39,736	104,358	95,643
Amortization of deferred capital contribution (Note 9)	56,674	-	56,674	111,654
Counselling	41,468	-	41,468	27,793
Ministry of Employment and Social Development	24,000	-	24,000	-
Women and Gender Equality Canada	28,422	-	28,422	-
Programs	19,581	-	19,581	26,401
The Regional Municipality of York	-	-	-	48,668
Ontario Trillium Foundation	-	-	-	17,904
	11,057,258	39,736	11,096,994	10,148,777
EXPENSES				
Salaries and wages (Note 12)	7,496,582	-	7,496,582	6,584,367
Building occupancy	1,508,061	-	1,508,061	1,349,600
Employee benefits (Note 12)	1,229,987	-	1,229,987	1,050,359
Equipment maintenance	123,063	-	123,063	103,492
Conference workshops and meetings	112,765	-	112,765	137,432
Communications	95,647	-	95,647	184,552
Contract services	79,243	-	79,243	88,704
HST	78,618	-	78,618	72,867
Amortization	73,389	-	73,389	111,654
Travel - mileage	48,271	-	48,271	72,264
Promotional materials	40,649	-	40,649	54,434
Program office supplies	28,245	-	28,245	12,888
Membership fees and literature	28,619	-	28,619	56,591
Volunteer program	22,837	-	22,837	22,143
Staff development	20,931	-	20,931	41,220
Bank charges and interest	17,989	-	17,989	15,625
Community programs	4,048	-	4,048	14,186
	11,008,944	-	11,008,944	9,972,378
Excess of revenues over expenses for the year	48,314	39,736	88,050	176,399

See accompanying notes to the financial statements

CATHOLIC COMMUNITY SERVICES OF YORK REGION
STATEMENT OF CHANGES IN NET ASSETS
 FOR THE YEAR ENDED MARCH 31, 2025

Page 7

		2025		2024
	Internally Restricted \$	Unrestricted \$	Total \$	Total \$
Net assets, beginning of year	1,313,908	463,710	1,777,618	1,601,219
Excess of revenues over expenses for the year	39,736	48,314	88,050	176,399
Interfund transfer (Note 5)	48,314	(48,314)	-	-
Net assets, end of year	1,401,958	463,710	1,865,668	1,777,618

See accompanying notes to the financial statements

CATHOLIC COMMUNITY SERVICES OF YORK REGION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2025

Page 8

	2025 \$	2024 \$
CASH FROM OPERATING ACTIVITIES		
Cash receipts from Immigration, Refugees and Citizenship Canada	8,731,808	8,558,122
Cash receipts from Catholic Charities	695,648	546,658
Cash receipts from Ministry of Labour, Training and Skills Development (MLTSD)	603,801	548,866
Cash from Municipality of York Region	-	48,668
Cash receipts from Ontario Trillium Foundation	-	17,904
Other cash receipts	285,230	252,738
Cash receipts from Women and Gender Equality Canada	28,752	-
Cash paid to suppliers and employees	(11,336,859)	(9,428,774)
	(991,620)	544,182
CASH FROM INVESTING ACTIVITIES		
Net change in investments	722,612	(290,173)
Purchase of equipment	(10,335)	(38,128)
	712,277	(328,301)
Change in cash	(279,343)	215,881
Cash, beginning of year	1,393,206	1,177,325
Cash, end of year	1,113,863	1,393,206
Cash consist of:		
Cash	1,045,293	1,324,636
Cash - Forum	68,570	68,570
Cash, end of year	1,113,863	1,393,206

See accompanying notes to the financial statements

PURPOSE OF THE ORGANIZATION

Catholic Community Services of York Region (The Agency) is a social service agency serving individuals and families in York Region within the values and traditions of the Catholic Church. The Agency assists people with social and personal needs in order to strengthen and enhance individual and family functioning and to empower them to live as independent, healthy and socially responsible people. The Agency serves all people regardless of religion, culture, race or creed.

As a registered charitable organization, Catholic Community Services of York Region is exempt from income taxes

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Handbook and include the following significant accounting policies:

Financial Instruments

The Agency initially measures its financial assets and financial liabilities at fair value. The Agency subsequently measures all its financial assets and financial liabilities at amortized cost. Changes in fair value are recognized in the statement of operations. The financial assets measured at amortized cost include cash and accounts receivable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Use of Estimates

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 and disclosure of contingent assets and liabilities at the reporting date and the reported amounts of revenues and expenses for the reporting period. Actual results could differ from these estimates. Significant financial statement items that require the use of estimates are allowance for doubtful accounts and accrued liabilities. These estimates are reviewed periodically and adjustments are made, as appropriate, in the statement of operations in the year they become known.

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Related Party Transactions

Related party transactions in the normal course of business are recorded at the exchange amount which is the amount of consideration exchanged in the transaction. Related party transactions outside the normal course of business are recorded at either the exchange amount or the carrying amount depending on the substance of the transaction. Carrying amount is defined as the recorded amount of the item transferred.

For transactions with related parties involving financial instruments they are initially and subsequently recorded at cost unless the financial instrument is an equity instrument quoted in an active market. Cost is defined depending on the existence or absence of repayment terms. If there are repayment terms then cost is the undiscounted cash flows from excluding any interest element. If there are no repayment terms then cost is determined to be either the exchange amount or the carrying amount depending on the substance of the transaction.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand and fixed income investments with maturities of less than 90 days.

Prepaid Expenses

Prepaid expenses are recorded for goods and services to be received in the next fiscal year, which were paid for in the current fiscal year.

Equipment and Amortization

Equipment is stated at acquisition cost. Amortization is provided on the following basis at the following annual rates:

Equipment	3 years straight-line
Furniture and fixtures	5 years straight-line
Leasehold improvements	Term of the lease

Where equipment no longer has any long-term service potential to the Agency, the excess of their net carrying amount over any residual value is recognized as an expense in the statement of operations.

Deferred Contributions

Deferred contributions represent unspent resources externally restricted for operating funding that will be spent in a subsequent period.

Continued...

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition

The Agency follows the deferral method of accounting for revenue. Restricted contributions are recognized as revenue in the period in which the related expenses 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. Endowment contributions are recognized as direct increases in net assets.

Counselling fees

Counselling fees are recognized as revenue once the related service has been provided and the fee collection is reasonably assured.

Investment Income

Interest is recognized as revenue when earned on an accrual basis. Unrealized gain or loss on investments, being the difference between book value and fair value, are recognized on an annual basis.

Other Income

Other income is recognized as revenue when the amount can be reasonably estimated and collection is reasonably assured.

Donated Property and Services

During the year volunteers contribute numerous hours to the Agency in carrying out certain aspects of its service delivery activities. Because of these services are not normally purchased by the Agency, and because of the difficulty of determining their fair value, donated services are not recognized in these statements.

2. INVESTMENTS

	2025	2024
	\$	\$
GICs, 4.55% to 4.80%, maturing April, 2025 and July, 2025.	42,799	-
GICs, 4.0%, maturing August, 2024 and March, 2025	-	18,464

The GICs may only be cashed on each anniversary date of the initial investment

3. GRANTS AND OTHER RECEIVABLES

	2025	2024
	\$	\$
Immigration, Refugees and Citizenship Canada Grant	565,127	81,078
HST rebate	100,959	94,169
Other receivables	66,205	104,217
	732,291	279,464

4. CASH - FORUM

In a previous fiscal year a Forum for Children, Youth and Families was formed, the funds provided by members of the Forum were held by Catholic Community Services of York Region. The Forum was disbanded and \$68,570 was held with the intent to provide the funds to a organization carrying out similar goals as the Forum, or to return an equal portion to each of the Forum's members. As at March 31, 2025 the funds have not been disbursed to the intended parties.

5. INTERNALLY RESTRICTED INVESTMENTS

The reserve fund was established to provide for any emergency expenditures or replacement of assets that the Board of Directors determine necessary. The reserve fund is funded from operations at the discretion of the Board. The fund's assets are as follows:

	2025	2024
	\$	\$
GICs, 3.0% to 4.15% maturing July, 2026 to November, 2027	325,733	-
GICs, 2.0% to 5.0% , maturing May, 2024 to October, 2024	-	1,072,680
Cash in bank	1,027,911	241,228
	1,353,644	1,313,908

The investments are pledged as security for the Agency's operating loan facility with its bank to a limit of \$300,000.

The Board of Directors approved the transfer of \$48,314 (2024: \$250,000) from the General Fund to the Internally Restricted Fund in the 2025 fiscal year.

In May, 2025 GICs totaling \$900,000 were purchased from cash to be segregated as an investment for the internally restricted fund.

6. EQUIPMENT

	2025		2024	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
	\$	\$	\$	\$
Leasehold improvements	2,616,258	2,616,258	2,605,923	2,605,122
Office equipment	530,852	486,373	530,852	448,795
Furniture and fixtures	569,532	521,459	569,532	496,784
	3,716,642	3,624,090	3,706,307	3,550,701
Net book value	92,552		155,606	

Continued...

7. **BANK INDEBTEDNESS**

The Agency has an operating loan facility agreement with its bank to a limit of \$300,000. The facility bears interest at the prime lending rate plus 1%.

The facility is secured by a General Security Agreement and the internally restricted investments described in note # 4.

8. **DEFERRED CONTRIBUTIONS**

Deferred contributions represents funding received less the costs incurred to date for programs which were not completed as at March 31, 2025. Certain funds received for projects from various funders must be returned to the funder if not expended or absent permission for the purpose for which they were received or permission from the funder to carry these funds forward to be expended in the following year. Any funds to be returned or carried forward are reflected on the statement of financial position as deferred contributions.

The change in the deferred contributions balance is as follows:

	2025 \$	2024 \$
Balance, beginning of year	425,796	408,885
Contributions received or receivable during the year	10,526,072	9,888,790
Amounts recognized as revenue during the year	(10,775,116)	(9,871,879)
Balance, end of year	176,752	425,796

Deferred contributions consists of the following:

Immigration, Refugees and Citizenship Canada	153,755	153,755
Ministry of Employment and Social Development	22,667	-
Women and Gender Equality Canada	330	-
Minister of Labour, Immigration, Training and Skills	-	207,388
Sherbourne Health	-	25,500
Research	-	25,232
F.K. Morrow	-	7,320
Ministry of Citizenship	-	6,601
	176,752	425,796

Continued...

9. DEFERRED CAPITAL CONTRIBUTIONS

Deferred capital contributions represent the unamortized restricted grants and donations relating the purchase of equipment. These contributions are amortized over the life of the related assets. The changes in the balance for the year is as follows:

	2025	2024
	\$	\$
Balance at beginning of the year	56,674	168,328
Add: additions during the year	-	-
Less: amounts recognized as revenue	(56,674)	(111,654)
Balance at end of year	-	56,674

10. MINISTRY OF LABOUR, TRAINING AND SKILLS DEVELOPMENT

The Agency received funding from the Ministry of Labour, Training and Skills Development (MLTSD) for the following grants:

Core funding	245,000
Enhance Ukrainian project	244,462
Africa Asylum Seeker project	321,727
	811,189

Net expenditures allocated by the Agency in connection with Labour, Training and Skills Development (MLTSD) programs for the 2025 fiscal year are as follows:

	Core Funding	Enhance Ukrainian Project	Africa Asylum Seeker project
Salaries and wages	187,814	184,693	242,803
Employee's benefits	38,769	32,173	34,390
Administration	14,630	22,774	49,525
Community programs	3,787	4,822	2,965
Total	245,000	244,462	329,683

Continued...

11. COMMITMENTS

The Agency has entered into a various long-term operating lease agreements. Future minimum payments under such lease obligations to the expiry of the lease are due as follows:

Building space	
2026	1,127,012
2027	1,127,012
2028	1,138,512
2029	384,112
2030	384,112
Future	672,196
	<hr/>
	4,832,956
	<hr/>
Office Equipment	
2026	14,748
2027	14,748
2028	14,748
2029	14,748
2030	3,687
	<hr/>
	62,679
	<hr/>
HR/Health and Safety Services	
2026	17,840
2027	17,840
2028	17,840
2029	17,840
2030	17,840
	<hr/>
	89,200
	<hr/>

In the event that the Agency's funding from their major funders is not renewed, the Agency has the right to terminate their Richmond Hill office lease upon three months notice by providing the the landlord with three months prior written notice.

The Agency has a tenant's termination right in the event the Richmond Hill Welcome Centre's funding agreement is not renewed. The lease extension terms were designed to coincide with the renewal terms of the funding agreement.

Continued...

12. RELATED PARTY TRANSACTIONS

Two employees of the Agency are related to individuals charged with governance. During the fiscal year, the Agency paid salaries and wages of \$62,385 and employee benefits of \$3,987 to the related employees.

The transactions were carried out in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed upon by the parties. The exchange amount is determined based on the costs incurred.

There are no amounts due to or from the related employees as at March 31, 2025.

13. FINANCIAL INSTRUMENTS

The Agency is exposed to various risks through its financial instruments. The following presents the Agency's risk exposures and concentrations at March 31, 2025.

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Agency's credit risk would occur with their accounts receivable. Actual exposure to credit losses has been minimal in prior years. The allowance for doubtful accounts is \$0 (2024: \$0).

Liquidity Risk

Liquidity risk is the risk the Agency will encounter difficulties in meeting obligations associated with financial liabilities. The Agency is exposed to this risk as they depend on Government and other funding for their operations, the funding represents 97% (2024: 95%) of their revenue. In order to reduce this risk the Agency seeks to continue to receive funding on an annual basis and set aside funds to fulfil their obligations. There has been no change in the risk assessment from the prior period.

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 comprises three types of risks: currency risk, interest rate risk and other price risk.

Currency Risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Agency is not exposed to foreign currency risk.

13. FINANCIAL INSTRUMENTS (Continued)

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 Agency has a low interest rate risk.

Other Price Risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Agency is not exposed to other price risk.