Delta Family Resource Centre

Financial Statements

December 31, 2025

Clarkson Rouble LLP
Chartered Professional Accountants

Independent Auditors' Report

To the Members

Delta Family Resource Centre

Qualified Opinion

We have audited the financial statements of **Delta Family Resource Centre** (the Organization), which comprise the statement of financial position as at **December 31, 2025**, the statements of operations, changes in fund balances and cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

In our opinion, except for the 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 December 31, 2025, and its financial performance 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 not-for-profit organizations, **Delta Family Resource Centre** derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. 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 the donation and fundraising revenue, excess of revenues over expenses, and cash flows from operations for the years ended December 31, 2025 and 2024, current assets as at December 31, 2025 and 2024, and net assets as at January 1 and December 31 for both the 2025 and 2024 years. Our audit opinion on the financial statements for the year ended December 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 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 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.

- 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.

Clarkson Rouble LLP

Mississauga, Ontario
May 27, 2026

Clarkson Rouble LLP
Chartered Professional Accountants
Licensed Public Accountants

Delta Family Resource Centre

Statement of Financial Position
As at December 31

	2025	2024
Assets		
Current		
Cash - Operating Fund	$ 3,071,464	$ 2,796,209
Cash - Reserve Fund (Note 2)	164,136	164,136
Grants receivable	-	599,651
Accounts receivable	13,645	9,807
HST recoverable	89,401	161,876
Prepaid expenses	27,639	27,750
	3,366,285	3,759,429
Capital assets (Note 3)	58,628	49,381
	$ 3,424,913	**$ 3,808,810**
Liabilities		
Current		
Accounts payable and accrued liabilities	$ 293,085	$ 265,258
Funds held in trust	847,453	1,227,429
Deferred operating grant contributions (Note 4)	1,724,786	1,849,856
	2,865,324	3,342,543
Net Assets		
Invested in capital assets	58,628	49,381
Unrestricted operating and reserve fund (Note 2)	500,961	416,886
	559,589	466,267
	$ 3,424,913	**$ 3,808,810**

See accompanying notes to financial statements

On behalf of the Board:

Director

Director

Delta Family Resource Centre

Statement of Operations
Year Ended December 31

	2025	2024
Revenue		
City of Toronto (Notes 5)	$ 1,161,526	$ 2,436,607
Provincial government (Note 5)	2,118,992	2,315,626
Federal government (Note 5)	515,773	331,891
United Way (Note 5)	617,936	645,809
Foundation grants (Note 5)	990,150	260,371
Other grants (Note 5)	84,928	410,378
Fundraising, donations and other income	115,932	257,685
Donations-in-kind (Note 1f)	79,000	45,051
	5,684,237	6,703,418
Expenses		
Salaries and related benefits	3,229,902	3,483,551
Staff training and travel	44,568	44,470
Rent and utilities	377,562	394,444
Equipment and maintenance	127,364	69,438
Program expenses	222,385	432,268
Partner expenses	812,319	955,741
Office and insurance	155,159	192,116
Audit and legal	104,157	58,797
Promotion	27,647	36,294
Purchased services	474,932	956,723
	5,575,995	6,623,842
Excess of revenue over expenses before amortization	**108,242**	**79,576**
Amortization (Note 6)	14,920	7,938
Excess of revenue over expenses	**$ 93,322**	**$ 71,638**

See accompanying notes to financial statements