COMMUNITY LIVING BELLEVILLE AND AREA
FINANCIAL STATEMENTS
AS AT MARCH 31, 2026

WILKINSON

COMMUNITY LIVING BELLEVILLE AND AREA
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AS AT MARCH 31, 2026

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INDEPENDENT AUDITOR'S REPORT

To the Board of Governors of Community Living Belleville and Area

Qualified Opinion

We have audited the financial statements of Community Living Belleville and Area (the Organization), which comprise the statement of financial position as at March 31, 2026, and the statements of net assets, 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, 2026, 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 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, 2026 and March 31, 2025, any adjustments might be necessary to donations revenue, excess of revenues over expenditures, assets and fund balances.

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

Emphasis of Matter - Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention to Note 2 to the financial statements, which describes the basis of accounting for the Organization's Dedicated Supportive Housing program operations. The financial statement figures are prepared to assist the Organization to comply with the financial reporting guidelines prescribed by the Ministry of Children, Community and Social Services ("MCCSS"). As a result, the financial statement figures for Dedicated Supportive Housing may not be suitable for another purpose. Our report regarding the operations of Community Living Belleville and Area's Dedicated Supportive Housing operations is intended solely for the members of Community Living Belleville and Area and the Ministry of Children, Community and Social Services, and accordingly should not be distributed to or used by parties other than the Organization or the Ministry of Children, Community and Social Services.

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.

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

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 23, 2026

Chartered Professional Accountants
Licensed Public Accountants

COMMUNITY LIVING BELLEVILLE AND AREA
STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2026

	2026			
	Community Living Belleville and Area $	Dedicated Supportive Housing $	2026 Total $	2025 Total $
ASSETS				
CURRENT				
Cash	**513,452**		**513,452**	453,428
Accounts receivable	**250,442**	**21,086**	**271,528**	536,707
Receivable from MCCSS				191
Prepaid expenses and deposits	**34,255**		**34,255**	37,550
	798,149	**21,086**	**819,235**	1,027,876
CAPITAL RESERVE FUND - Note 10		**228,163**	**228,163**	224,943
TANGIBLE CAPITAL ASSETS - Note 3	**4,971,479**	**65,533**	**5,037,012**	5,063,660
TRUST FUNDS FOR PEOPLE SUPPORTED - Note 4	**943,374**		**943,374**	880,457
	5,914,853	**293,696**	**6,208,549**	6,169,060
	6,713,002	**314,782**	**7,027,784**	7,196,936
LIABILITIES				
CURRENT				
Accounts payable and accrued liabilities	**309,915**	**11,231**	**321,146**	247,418
Accrued wages and benefits	**819,757**		**819,757**	1,016,333
Deferred revenue	**72,303**		**72,303**	141,027
Payable to MCCSS - Note 12	**116,401**	**2,747**	**119,148**	121,148
Current portion of long-term debt		**63,318**	**63,318**	79,895
	1,318,376	**77,296**	**1,395,672**	1,605,821
DEFERRED CAPITAL CONTRIBUTIONS - Note 7	**1,697,923**		**1,697,923**	1,578,538
LONG-TERM DEBT - Note 5		**4,545**	**4,545**	71,131
TRUST FUNDS FOR PEOPLE SUPPORTED - Note 4	**943,374**		**943,374**	880,457
	3,959,673	**81,841**	**4,041,514**	4,135,947
NET ASSETS				
Capital Reserve Fund - Note 10		**228,163**	**228,163**	224,943
Investment in tangible capital assets - Note 8	**3,273,556**		**3,273,556**	3,336,426
Unrestricted	**(520,227)**	**4,778**	**(515,449)**	(500,380)
	2,753,329	**232,941**	**2,986,270**	3,060,989
APPROVED ON BEHALF OF THE BOARD OF GOVERNORS				
_____ President				
_____ Secretary-Treasurer				
	6,713,002	**314,782**	**7,027,784**	7,196,936

The accompanying notes form an integral part of these financial statements

COMMUNITY LIVING BELLEVILLE AND AREA
STATEMENT OF NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2026

	2026				
	Investment in Tangible Capital Assets $ (Note 8)	**Unrestricted $**	**Dedicated Supportive Housing $**	**2026 Total $**	2025 Total $
BALANCE - BEGINNING OF YEAR	**3,336,426**	**(505,158)**	**4,778**	**2,836,046**	2,928,112
EXCESS OF EXPENDITURES OVER REVENUE FOR YEAR	**(126,384)**	**48,445**		**(77,939)**	(92,066)
NET CHANGE IN INVESTMENT IN TANGIBLE CAPITAL ASSETS	**63,514**	**(63,514)**		**NIL**	NIL
BALANCE - END OF YEAR	**3,273,556**	**(520,227)**	**4,778**	**2,758,107**	2,836,046

The accompanying notes form an integral part of these financial statements

COMMUNITY LIVING BELLEVILLE AND AREA
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2026

	2026			
	Community Living Belleville and Area $	**Dedicated Supportive Housing $**	**2026 Total $**	2025 Total $
REVENUE				
MCCSS funding				
Community homes allocation	**14,848,588**		**14,848,588**	14,770,373
Ontario Disability Support Program	**1,390,171**		**1,390,171**	1,345,064
Government subsidies		**166,761**	**166,761**	173,986
Incontinence grants	**25,325**		**25,325**	28,359
Ministry of Health	**211,581**		**211,581**	210,381
Fees for service	**198,903**		**198,903**	198,903
GST/HST rebates	**137,277**		**137,277**	122,857
Gain on disposal of tangible capital assets				2,396
Miscellaneous income	**174,237**	**11**	**174,248**	220,279
Rental income		**58,340**	**58,340**	69,144
United Way grant	**35,000**		**35,000**	35,000
Amortization of deferred capital contributions	**107,370**		**107,370**	72,961
	17,128,452	**225,112**	**17,353,564**	17,249,703
EXPENSES - Schedules 1 and 2	**17,206,391**	**225,112**	**17,431,503**	17,341,769
EXCESS OF EXPENDITURES OVER REVENUE FOR YEAR	**(77,939)**	**NIL**	**(77,939)**	(92,066)

The accompanying notes form an integral part of these financial statements

COMMUNITY LIVING BELLEVILLE AND AREA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2026

	2026			
	Community Living Belleville and Area $	**Dedicated Supportive Housing $**	**2026 Total $**	2025 Total $
OPERATING ACTIVITIES				
Excess of expenditures over revenue for year	**(77,939)**		**(77,939)**	(92,066)
Adjustment for items which do not affect cash -				
Amortization of tangible capital assets	**233,754**	**83,163**	**316,917**	318,422
Gain on disposal of tangible capital assets				(2,396)
Amortization of deferred capital contributions	**(107,370)**		**(107,370)**	(72,961)
	48,445	**83,163**	**131,608**	150,999
Net change in non-cash working capital				
Accounts receivable	**265,714**	**(535)**	**265,179**	(140,264)
Receivable from MCCSS		**191**	**191**	(75)
Prepaid expenses and deposits	**2,654**	**641**	**3,295**	(19,176)
Accounts payable and accrued liabilities	**76,772**	**(3,044)**	**73,728**	(34,857)
Accrued wages and benefits	**(196,576)**		**(196,576)**	(105,588)
Deferred revenue	**(68,724)**		**(68,724)**	103,992
Payable to MCCSS	**(4,747)**	**2,747**	**(2,000)**	(15,343)
	75,093	**NIL**	**75,093**	(211,311)
CASH FLOWS PROVIDED FROM (USED IN) OPERATING ACTIVITIES	**123,538**	**83,163**	**206,701**	(60,312)
INVESTING ACTIVITIES				
Purchase of tangible capital assets	**(290,269)**		**(290,269)**	(174,026)
Proceeds on disposal of tangible capital assets				3,659
CASH FLOWS USED IN INVESTING ACTIVITIES	**(290,269)**	**NIL**	**(290,269)**	(170,367)
FINANCING ACTIVITIES				
Repayment of long-term debt		**(83,163)**	**(83,163)**	(101,061)
Increase in deferred capital contributions	**226,755**		**226,755**	41,851
CASH FLOWS PROVIDED FROM (USED IN) FINANCING ACTIVITIES	**226,755**	**(83,163)**	**143,592**	(59,210)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS FOR YEAR	**60,024**	**NIL**	**60,024**	(289,889)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	**453,428**	**NIL**	**453,428**	743,317
CASH AND CASH EQUIVALENTS - END OF YEAR	**513,452**	**NIL**	**513,452**	453,428
REPRESENTED BY:				
Cash	**513,452**	**NIL**	**513,452**	453,428

The accompanying notes form an integral part of these financial statements

COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

1. PURPOSE OF THE ORGANIZATION

Community Living Belleville and Area (the Organization) exists to provide quality supports to people with intellectual disabilities and to facilitate their full inclusion in community life. The Organization is also mandated to educate the larger community and to advocate wherever necessary on behalf of people with intellectual disabilities and their families.

Dedicated Supportive Housing

The financial statement figures related to Community Living Belleville and Area's Dedicated Supportive Housing program operations are prepared to assist the Organization comply with financial reporting guidelines prescribed by the Ministry of Children, Community and Social Services ("MCCSS"), as disclosed in the Emphasis of Matter section of our Independent Auditor's Report. The objectives of the Dedicated Supportive Housing program are:

a) To provide and operate housing accommodation with or without any public space, recreational facilities, and commercial space or buildings appropriate thereto and primarily for persons with emotional, intellectual or developmental disabilities.

b) To provide necessary and ancillary facilities, services and programs to meet the needs of people in accordance with federal and provincial legislation and funding programs.

c) To provide necessary and ancillary facilities, services and programs to meet the related needs of people with emotional, intellectual or developmental disabilities.

2. ACCOUNTING POLICIES

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

Unless otherwise indicated, the following policies pertain to the overall operations of Community Living Belleville and Area. Where policies relate specifically to the operations of the Dedicated Supportive Housing program, distinction has been made to this effect.

(a) Basis of Accounting

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

COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

2. ACCOUNTING POLICIES (Cont'd)

(b) 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 (MCCSS). Operating grants are recorded as revenue in the period to which they relate unless they pertain to capital assets. 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.

Dedicated Supportive Housing

Rental revenues and federal and provincial government subsidies are recorded in the year earned. Contributions for capital reserve are recognized as revenue in the Capital Reserve Fund as received.

(c) Accounting Estimates

Community Living Belleville and Area and Dedicated Supportive Housing

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(d) Tangible Capital Assets and Amortization

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	Declining balance	2.5%
Furnishing and equipment	Declining balance	10-20%
Computer equipment	Declining balance	30%
Sewage systems	Declining balance	2.5%
Vehicles	Declining balance	30%
Leasehold improvements	Declining balance	20%
Solar panels	Declining balance	30%

COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

2. ACCOUNTING POLICIES (Cont'd)

(d) Tangible Capital Assets and Amortization (Cont'd)

Dedicated Supportive Housing

Major renewals, maintenance, and repairs are paid for from the Organization's operating revenues and are expensed against operations as incurred. Expenditures approved by the MCCSS are paid for out of the Capital Reserve Fund.

Amortization of tangible capital assets is provided on the sinking fund basis whereby amortization claimed in the financial statements is equal to the principal paid on the mortgage during the year.

Although this capitalization and amortization policy is not in accordance with Canadian generally accepted accounting principles, it is in accordance with the MCCSS directives and is considered appropriate for federal and provincial Non-Profit Housing Corporations.

(e) Government Financial Assistance

The Organization has various programs which are eligible for operating subsidies from MCCSS. The Province of Ontario employs a cost recovery system for the funding of these programs. Under the system, the Organization claims the amount relating to net allowable operating costs.

While these claims for operating costs are recorded as income in the current year, the reimbursement for the costs is dependent ultimately upon their acceptance by MCCSS.

(f) Financial Instruments

(i) Measurement of Financial Instruments

The Organization subsequently measures all its financial assets and financial liabilities at amortized cost except for equities quoted in an active market, which are subsequently measured at fair value. Changes in fair value are recognized in income.

Financial assets measured at amortized cost include accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, accrued wages and benefits, payable to MCCSS and long-term debt.

(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 recorded in net income. When events occurring after the impairment confirm that a reversal is necessary, the reversal is recognized in net income up to the impairment amount previously recognized.

COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

2. ACCOUNTING POLICIES (Cont'd)

(g) Deferred Capital Contributions

Grants, donations and other revenues received relating to the purchase of tangible capital assets are deferred and amortized over future periods. The amortization period is based on the period used to amortize the corresponding capital assets.

(h) Income Taxes

Community Living Belleville and Area qualifies as a charitable organization as defined in the Federal and Ontario Income Tax Acts and, accordingly is not subject to federal and provincial income taxes.

Dedicated Supportive Housing

Dedicated Supportive Housing qualifies for tax exempt status under the Income Tax Act of Canada as a non-profit organization. No provision for income taxes is recorded in the accounts.

(i) Trust Funds for People Supported

Investments are recorded at fair market value at the date of the balance sheet and the corresponding unrealized gains/losses are recorded in the statement of operations for the year.

(j) Capital Reserve Fund

A reserve for future capital replacement is appropriated annually from operations. The MCCSS provides annual funding of amounts to the Organization's Capital Reserve Fund. Approved expenditures paid from the Capital Reserve Fund are accordingly neither capitalized nor reflected as operating expenditures.

Dedicated Supportive Housing

Although this accounting practice is not in accordance with Canadian generally accepted accounting principles, it is in accordance with the MCCSS directives and is considered appropriate accounting procedures for federal and provincial Non-Profit Housing Corporations.

(k) Cash and Equivalents

Community Living Belleville and Area and Dedicated Supportive Housing

Cash and equivalents consist of cash on deposit.

COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

3. TANGIBLE CAPITAL ASSETS

	2026		2025	
	Cost	**Accumulated amortization**	Cost	Accumulated amortization
	$	**$**	$	$
Land and improvements	**898,662**	**7,350**	898,662	4,466
Buildings	**5,484,846**	**1,903,298**	5,371,729	1,811,463
Furnishings and equipment	**1,387,894**	**1,146,015**	1,354,818	1,108,366
Computer equipment	**426,514**	**413,078**	426,514	407,319
Sewage systems	**21,596**	**10,694**	21,596	10,415
Vehicles	**1,322,291**	**1,144,599**	1,203,480	1,077,968
Leasehold improvements	**765,798**	**711,456**	740,533	682,897
Solar panels	**110,775**	**110,407**	110,775	110,249
	10,418,376	**5,446,897**	10,128,107	5,213,143
Cost less accumulated amortization	**$ 4,971,479**		$ 4,914,964	

Dedicated Supportive Housing

	2026		2025	
	Cost	**Accumulated amortization**	Cost	Accumulated amortization
	$	**$**	$	$
Land, buildings and improvements	**1,733,122**	**1,667,714**	1,733,122	1,584,710
Development costs	**280,521**	**280,411**	280,521	280,272
Laundry equipment	**9,459**	**9,456**	9,459	9,452
Stoves and fridges	**12,636**	**12,633**	12,636	12,629
Furnishings and equipment	**21,685**	**21,676**	21,685	21,664
	2,057,423	**1,991,890**	2,057,423	1,908,727
Cost less accumulated amortization	**$ 65,533**		$ 148,696	

COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

4. TRUST FUNDS FOR PEOPLE SUPPORTED

A portion of the trust funds held for people supported are held in investments. Investments in bonds, equities, mutual funds and investment trusts are recorded at fair market value as at the balance sheet date. The market value of investments as at year-end were as follows:

	2026 Market value $	2025 Market value $
Bonds and GIC - interest at 1.95%, maturing January 2027	**112,515**	100,677
Equities	**134,827**	120,767
Investment trusts	**3,380**	3,876
	250,722	225,320

5. LONG-TERM DEBT

	2026 $	2025 $
Dedicated Supportive Housing		
Mortgage payable to Canada Mortgage and Housing Corporation. This mortgage was repaid in full during the year		19,487
Mortgage payable to Scotiabank bearing interest at 5.65%, repayable in blended monthly payments of $3,372 to March 2027 and secured by a charge against properties located on Highway 2, Mitchell Side Road and Beatty Side Road in Thurlow Ward of the City of Belleville, Hastings County.	**35,992**	73,297
Mortgage payable to Canada Mortgage and Housing Corporation bearing interest at 3.29%, repayable in blended monthly payments of $2,324 to June 2027 and secured by a charge against properties located on Highway 62 and Foxton Road in Thurlow Ward of the City of Belleville, Hastings County.	**31,871**	58,242
	67,863	151,026
Less: Current portion included in liabilities	**(63,318)**	(79,895)
	4,545	71,131

COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

5. LONG-TERM DEBT (Cont'd)

Principal payments due within the next two (2) years are estimated to be as follows:

	$
2027	63,318
2028	4,545
	67,863

6. ECONOMIC DEPENDENCE

The Organization relies on the Ministry of Children, Community and Social Services ("MCCSS") for substantially all of its income, and accordingly, is economically dependent for the continuation of its operations on funding from this source.

7. DEFERRED CAPITAL CONTRIBUTIONS

Deferred capital contributions represent the unamortized amount of donations and grants for the purchase of tangible capital assets. The amortization of deferred capital contributions is recorded as revenue on the statement of operations at the same rate that amortization is recorded on the related tangible capital assets.

As at March 31, 2026, changes in deferred capital contributions were as follows:

	2026 **$**	2025 $
Balance - beginning of year	**1,578,538**	1,609,648
Additional contributions received:		
Partner Facility Renewal funding	**107,943**	41,851
Donations	**118,812**	
	1,805,293	1,651,499
Less: Amount recognized as revenue	**(107,370)**	(72,961)
Balance - end of year	**1,697,923**	1,578,538

COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

8. INVESTMENT IN TANGIBLE CAPITAL ASSETS

(a) Investment in tangible capital assets at March 31, 2026 represents the following:

	2026	2025
	$	$
Tangible capital assets, at cost	**10,418,376**	10,128,107
Accumulated amortization of tangible capital assets	**(5,446,897)**	(5,213,143)
Deferred capital contributions	**(1,697,923)**	(1,578,538)
	3,273,556	3,336,426

(b) Change in investment in tangible capital assets is calculated as follows:

	2026	2025
	$	$
Amortization of deferred capital contributions	**107,370**	72,961
Amortization of tangible capital assets	**(233,754)**	(217,361)
Gain on disposal of tangible capital assets		2,396
	(126,384)	(142,004)

(c) Net change in investment in tangible capital assets:

	2026	2025
	$	$
Purchase of tangible capital assets	**290,269**	174,026
Amounts funded by:		
Proceeds on disposal of tangible capital assets		(3,659)
Increase in deferred capital contributions	**(226,755)**	(41,851)
	63,514	128,516

9. CAPITAL DISCLOSURES

Community Living Belleville and Area and Dedicated Supportive Housing

The Organization's objectives with respect to capital management are to maintain a minimum capital base that allows the Organization to continue with and execute their overall purpose as outlined in Note 1 to these financial statements. The Board of Governors perform periodic reviews of the Organization's capital needs to ensure they remain consistent with the risk tolerance that is acceptable to the Organization.

10. CAPITAL RESERVE FUND

Dedicated Supportive Housing

The MCCSS provides funding for future capital expenditures through a Capital Reserve Fund. During the year, additions to the Capital Reserve Fund included a $9,301 (2025 - $9,301) subsidy from the Ministry. Interest of $5,845 (2025 - $8,519) was received on invested funds during the year and $11,926 (2025 - $Nil) was allocated to authorized expenditures.

Approved transactions in the Fund during the year were comprised as follows:

	2026 **$**	2025 $
Balance - beginning of the year	**224,943**	207,123
Less: Authorized expenditures	**11,926**	
	213,017	207,123
Plus: Replacement Reserve Allowance	**9,301**	9,301
Interest earned	**5,845**	8,519
Balance - end of year	**228,163**	224,943

11. INSURANCE COVERAGE

Dedicated Supportive Housing

The MCCSS requires the nature and extent of insurance coverage to be disclosed. The insurance coverage is as follows:

Class of insurance	**2026** **$**
General liability	**5,000,000**
Errors and omissions	**1,500,000**
Automobile	**5,000,000**
Directors and officers liability	**5,000,000**
Crime	**100,000**
Board member's accident	**100,000**
Legal expenses	**100,000**
Property	**20,485,388**

COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

12. ANNUAL RECONCILIATION REPORT

Community Living Belleville and Area must prepare a report to the Ministry of Children, Community and Social Services called an Annual Reconciliation Report (ARR) using rules that do not comply with Canadian generally accepted accounting principles (GAAP). The ARR reconciles funding advanced to the Organization with actual expenditures in the year. For the year ended March 31, 2026, the ARR has a surplus of $107,957 which derives from funds restricted for Capital items and Complex Special Needs programs, as well as a balance of $11,191 which remains outstanding from prior years and is included in the total payable of $119,148. The differences in the balances between the GAAP statements and the ARR include payments for tangible capital assets, accrued vacation payable and long-term debt that are not permitted to be expensed according to GAAP.

13. CONTINGENCIES

The Organization has been named in litigation matters, the outcome of which are indeterminable. Accordingly, no provision has been provided for these matters in these financial statements. Should any loss result from these claims, not covered by insurance, such loss would be charged to operations in the year of resolution.

14. COMPARATIVE FIGURES

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

SCHEDULE 1

COMMUNITY LIVING BELLEVILLE AND AREA
STATEMENT OF OPERATIONS - EXPENSES
FOR THE YEAR ENDED MARCH 31, 2026

	2026				2025			
	Salaries and Benefits $	**General $**	**Recoveries $**	**2026 Total $**	Salaries and Benefits $	General $	Recoveries $	2025 Total $
Administration	**1,382,884**	**615,399**	**(99,258)**	**1,899,025**	1,502,081	667,082	(110,404)	2,058,759
Amortization of tangible capital assets		**233,754**		**233,754**		217,361		217,361
Board expenses		**3,977**		**3,977**		3,023		3,023
Building and property	**50,218**	**201,401**	**(4,302)**	**247,317**	41,035	194,705	(197)	235,543
Transition to A Home of Our Own	**34,104**	**18,175**	**(8,900)**	**43,379**	139,604	28,682	(20,555)	147,731
Community Development and Outreach	**62,760**	**738**		**63,498**	56,721	525		57,246
Community Participation Supports	**387,739**	**28,189**	**(108,274)**	**307,654**	346,475	27,268	(65,508)	308,235
Training	**29,603**	**73,684**	**(147)**	**103,140**	18,960	117,554		136,514
	1,947,308	**1,175,317**	**(220,881)**	**2,901,744**	2,104,876	1,256,200	(196,664)	3,164,412
Associate Family	**154,208**	**1,661,341**	**(134,483)**	**1,681,066**	159,779	1,681,213	(132,130)	1,708,862
600 - 2 Janlyn Cr. (Out-of-Home Respite)	**176,588**	**20,377**	**(1,872)**	**195,093**	172,244	22,849		195,093
605 - 191 Haig Rd. (Families First)	**146,844**	**30,276**	**(153,770)**	**23,350**	81,500	26,646	(82,623)	25,523
620 - Adult Respite	**86**	**39,491**	**(44,685)**	**(5,108)**	9,645	56,451	(76,057)	(9,961)
810 - 128 Birch St.	**497,645**	**69,042**	**(36,710)**	**529,977**	480,064	68,298	(24,602)	523,760
815 - 9223 Hwy #62 (Gordon)	**761,814**	**148,490**	**(121,118)**	**789,186**	790,008	69,937	(53,068)	806,877
820 - 4866 Hwy #2 (Allan)	**750,610**	**69,506**	**(45,833)**	**774,283**	703,527	58,459	(18,041)	743,945
825 - 8542 Hwy #62 (Velleman)	**705,435**	**69,231**	**(25,085)**	**749,581**	673,780	86,298	(39,207)	720,871
830 - 575 Scuttlehole Rd. (Hambly)	**720,823**	**73,510**	**(33,290)**	**761,043**	706,129	88,112	(39,555)	754,686
835 - 695 Mitchell Rd. (Lavery)	**733,355**	**71,577**	**(30,501)**	**774,431**	718,469	66,906	(13,912)	771,463
840 - 5103 Hwy #2 (Leuty)	**961,872**	**83,680**	**(42,580)**	**1,002,972**	932,319	76,558	(33,849)	975,028
845 - 393 Beatty Rd. (Woods)	**695,726**	**81,351**	**(37,973)**	**739,104**	681,533	68,065	(33,036)	716,562
850 - 212 Foxton Rd. (Vader)	**652,961**	**73,293**	**(34,781)**	**691,473**	665,996	94,601	(56,435)	704,162
855 - 353 Harrington Rd. (Acton)	**746,082**	**88,074**	**(52,586)**	**781,570**	755,995	90,108	(58,590)	787,513
865 - 1301 Airport Pkwy. (Belanger)	**730,553**	**79,124**	**(34,026)**	**775,651**	687,002	76,120	(12,931)	750,191
870 - 630 Casey Rd. (Carr)	**775,979**	**88,273**	**(29,022)**	**835,230**	797,780	85,327	(24,535)	858,572
875 - 97 Sills Rd. (Knudsen)	**751,453**	**80,215**	**(14,085)**	**817,583**	678,541	75,477	(2,021)	751,997
880 - 70 Finch Dr. (Finch)	**541,951**	**53,161**	**(22,362)**	**572,750**	515,841	39,769	(7,758)	547,852
885 - 310 Dundas St. W	**459,075**	**73,037**	**(11,547)**	**520,565**	236,886	72,929		309,815
890 - 54 Tracey St.	**480,956**	**53,086**	**(16,646)**	**517,396**	494,356	56,651	(34,167)	516,840
895 - 96 Donald St.	**733,374**	**78,763**	**(34,686)**	**777,451**	728,140	79,706	(33,274)	774,572
	12,177,390	**3,084,898**	**(957,641)**	**14,304,647**	11,669,534	3,040,480	(775,791)	13,934,223
	14,124,698	**4,260,215**	**(1,178,522)**	**17,206,391**	13,774,410	4,296,680	(972,455)	17,098,635

The accompanying notes form an integral part of these financial statements

SCHEDULE 2

COMMUNITY LIVING BELLEVILLE AND AREA
STATEMENT OF OPERATIONS - DEDICATED SUPPORTIVE HOUSING EXPENSES
FOR THE YEAR ENDED MARCH 31, 2026

	2026 **$**	2025 $
Administrative overhead:		
Professional fees	**5,000**	4,950
Amortization of tangible capital assets	**83,163**	101,061
Capital Reserve Fund allowance	**9,301**	9,301
HST expense	**4,664**	4,870
Materials and services:		
Building	**11,932**	3,748
Electrical systems	**3,710**	6,625
Equipment	**2,952**	4,422
Grounds	**26,607**	24,143
Heating and plumbing	**5,534**	8,584
Security	**2,076**	2,276
Mortgage interest	**5,040**	5,243
Utilities:		
Electricity	**27,958**	28,934
Fuel	**28,144**	29,069
Water and sewage	**9,031**	9,908
	225,112	243,134

The accompanying notes form an integral part of these financial statements