YMCA of Northeastern Ontario
Financial Statements
For the year ended March 31, 2026

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Contents

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Independent Auditor's Report

To the Members of and Board of Directors of the YMCA of Northeastern Ontario

Opinion

We have audited the financial statements of YMCA of Northeastern Ontario (the Organization), which comprise the statement of financial position as at March 31, 2026, 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, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2026, and its financial performance and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

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 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.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants
North Bay, Ontario
June 29, 2026

YMCA of Northeastern Ontario
Statement of Financial Position

March 31	2026	2025
Assets		
Current		
Cash and cash equivalents (Note 2)	$ **7,934,213**	$ 7,849,126
Investments (Note 3)	**765,818**	309,302
Accounts receivable (Note 4)	**1,639,561**	584,432
Prepaid expenses	**195,588**	138,915
	10,535,180	8,881,775
Restricted cash and investments (Note 3)	**300,000**	425,259
Capital assets (Note 5)	**10,773,642**	10,411,818
	$ **21,608,822**	$ 19,718,852
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued liabilities (Note 6)	$ **1,572,558**	$ 2,122,540
Deferred revenue (Note 7)	**4,242,331**	3,539,713
Current portion of long-term debt (Note 9)	**3,623,535**	3,709,620
Current portion of capital lease obligation (Note 10)	**43,981**	-
	9,482,405	9,371,873
Capital lease obligation (Note 10)	**124,487**	-
Deferred capital contributions (Note 8)	**3,685,191**	3,181,203
	13,292,083	12,553,076
Net assets		
Internally restricted - childcare	**300,000**	-
Internally restricted - capital repairs	**-**	425,259
Internally restricted - invested in capital assets	**3,296,450**	3,530,607
Unrestricted	**4,720,289**	3,209,910
	8,316,739	7,165,776
	$ **21,608,822**	$ 19,718,852

Commitments (Note 11)

Subsequent Events (Note 13)

On behalf of the Board:

Signed by:
Antoine Vézina
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Director

Signed by:
Brian Cathy
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Director

The accompanying notes are an integral part of these financial statements.

YMCA of Northeastern Ontario
Statement of Changes in Net Assets

For the year ended March 31	Internally restricted - childcare	Internally restricted - capital repairs	Internally restricted - invested in capital assets	Unrestricted	2026 Total	2025 Total
Net assets, beginning of year	$ -	$ 425,259	$ 3,530,607	$ 3,209,910	$ 7,165,776	$ 6,224,622
Excess (deficiency) of revenues over expenses	-	-	(583,176)	1,734,139	1,150,963	941,154
Interfund adjustments	300,000	(425,259)	349,019	(223,760)	-	-
Net assets, end of year	$ 300,000	$ -	$ 3,296,450	$ 4,720,289	$ 8,316,739	$ 7,165,776

The accompanying notes are an integral part of these financial statements.

YMCA of Northeastern Ontario
Statement of Operations

For the year ended March 31	2026	2025
Revenues		
Government funding	**$ 22,167,409**	$ 17,368,902
Program fees	**6,678,663**	5,916,617
Membership fees	**3,806,883**	3,816,061
Fundraising and philanthropy	**723,389**	629,749
Rentals	**658,231**	526,482
Recoveries, administration fees and other	**585,129**	429,638
Investment income	**277,475**	192,901
Amortization of deferred capital contributions (Note 8)	**244,124**	214,699
	35,141,303	29,095,049
Expenses		
Compensation	**23,314,840**	19,002,673
Facility and maintenance	**2,858,103**	2,488,462
Professional and contract services	**1,906,388**	1,381,757
Supplies	**1,386,865**	979,812
Minor equipment	**632,364**	130,029
Bank and other service charges	**471,003**	342,542
Staff and volunteer costs	**408,564**	353,148
Information technology and licenses	**400,431**	309,350
Advertising and promotion	**353,492**	257,942
Training subsidies	**348,687**	860,918
Association dues	**314,498**	329,217
Interest on long term debt	**221,568**	263,491
Child care funded expenses	**183,060**	410,903
Membership, licenses and other	**155,901**	84,678
Events	**134,262**	105,963
Program travel and vehicles	**86,948**	83,670
Bad debts (recoveries)	**(13,934)**	54,624
Loss on disposal of capital assets	**1,951**	-
Amortization	**825,349**	714,716
	33,990,340	28,153,895
Excess of revenue over expenses for the year	**$ 1,150,963**	$ 941,154

The accompanying notes are an integral part of these financial statements.

YMCA of Northeastern Ontario
Statement of Cash Flows

For the year ended March 31	2026	2025
Cash flows from operating activities:		
Excess of revenue over expenses for the year	**$ 1,150,963**	$ 941,154
Items not involving cash:		
Amortization of capital assets	**825,349**	714,716
Amortization of deferred capital contributions	**(244,124)**	(214,699)
Loss on disposal of capital assets	**1,951**	-
	1,734,139	1,441,171
Changes in non-cash working capital balances:		
Accounts receivable	**(1,055,129)**	330,202
Prepaid expense	**(56,673)**	(34,942)
Accounts payable and accrued liabilities	**(549,982)**	1,114,655
Deferred revenue	**702,618**	185,827
	774,973	3,036,913
Cash flows from investing activities:		
Purchase of capital assets	**(1,189,124)**	(1,015,365)
Decrease (increase) in investments	**(31,257)**	1,395,299
	(1,220,381)	379,934
Cash flows from financing activities:		
Principal payments on long term debt	**(86,085)**	(68,883)
Deferred capital contributions received	**748,112**	590,891
Change in capital lease obligations	**168,468**	(18,687)
	830,495	503,321
Increase in cash and cash equivalents during the year	**385,087**	3,920,168
Cash and cash equivalents, beginning of year	**7,849,126**	3,928,958
Cash and cash equivalents, end of year	**$ 8,234,213**	$ 7,849,126
Cash and cash equivalents represented by:		
Unrestricted cash	**$ 7,934,213**	$ 7,849,126
Restricted cash	**300,000**	-
	$ 8,234,213	$ 7,849,126

The accompanying notes are an integral part of these financial statements.

1. Summary of Significant Accounting Policies

Nature of Organization

The YMCA of Northeastern Ontario ("Organization") is incorporated under the Ontario Not for Profit Corporations Act. The Organization is a registered charity dedicated to the growth of all persons in spirit, mind and body and to their sense of responsibility to each other and the global community. The Organization provides programs and services in Northeastern Ontario communities.

Income Tax

The Organization is a registered charity under the Income Tax Act and is exempt from income taxation under section 149(1)(f) of the Income Tax Act.

Basis of Accounting

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. As the Organization receives funding for various purposes, the accounts are maintained in a manner which segregates transactions according to the following funds.

Internally Restricted

Funds are to be used for future capital acquisitions and for repair and replacement of existing property and equipment.

Revenue Recognition

The Organization follows the deferral method of accounting. Under this method, contributions are recorded as revenue in the fiscal year based on their nature, source and the restrictions stipulated by the donor. Unrestricted contributions are recognized in the year they are received. Contributions received for the purpose of purchasing capital assets are deferred and amortized into revenue on the same basis as the respective assets purchased are amortized into expenses.

Revenues are recognized in the fiscal year they relate to when reasonable certainty of collection is met. Unearned membership, program and grant revenues received are recorded as a liability and included in deferred revenue on the statement of financial position.

1. Summary of Significant Accounting Policies (continued)

Capital Assets

Capital assets are recorded at cost less accumulated amortization. Donated capital assets are recorded at fair value, if the amount is determinable, at the date of contribution. Amortization is calculated using the straight-line method over the estimated useful life of the asset as follows:

Land	-	no amortization
Buildings	-	20 to 40 years
Leasehold improvements	-	term of lease
Furnishings and equipment	-	10 years
Vehicles and watercraft	-	5 years
Computer equipment	-	3 years
Leased fitness equipment	-	term of lease

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 at the date of the financial statements, and the reported amounts of revenue and expenses during the reported period. Actual results could differ from management's best estimates as additional information becomes available in the future.

Financial Instruments

Financial instruments are recorded at fair value on initial recognition. Freestanding derivative instruments that are not in a qualifying hedging relationship and equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Organization has not elected to carry any such financial instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Organization determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Organization expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

2. Credit Facility Agreements

The Organization has an operating line of credit for $200,000 (2025 - $200,000), bearing interest at prime plus 1.00% (2025 - prime plus 1.00%). At year end $Nil (2025 - $Nil) was being used of this line of credit.

3. Investments

	2026	2025
Cash and cash equivalents	$ **2,621**	$ 3,401
Equities (ii)	**763,197**	731,160
	$ **765,818**	$ 734,561

These balances are reflected as follows on the statement of financial position:

	2026	2025
Investments	$ **765,818**	$ 309,302
Restricted investments	**-**	425,259
	$ **765,818**	$ 734,561

(i) Equities are comprised of mutual fund units and are recognized at fair market value. The book value of these investments is $622,783.

4. Accounts Receivable

	2026	2025
Government funding	$ **1,589,216**	$ 520,693
Trade receivables	**204,345**	217,739
Less: allowance for doubtful accounts	**(154,000)**	(154,000)
	$ **1,639,561**	$ 584,432

5. Capital Assets

	2026		**2025**	
	Cost	**Accumulated Amortization**	Cost	Accumulated Amortization
Land	**$ 840,259**	**$ -**	$ 840,259	$ -
Buildings	**17,292,677**	**8,879,422**	16,922,148	8,480,503
Leasehold improvements	**556,332**	**519,181**	556,332	515,452
Furnishings and equipment	**4,045,815**	**3,149,812**	3,872,867	3,035,075
Computer equipment	**881,516**	**515,576**	564,010	358,162
Vehicles and watercraft	**186,442**	**134,633**	166,414	121,020
Leased fitness equipment	**885,479**	**716,254**	685,513	685,513
	$ 24,688,520	**$ 13,914,878**	$ 23,607,543	$ 13,195,725
Net book value		**$ 10,773,642**		$ 10,411,818

The land on which the North Bay building has been constructed is the property of the City of North Bay. The Organization has entered into a ninety-nine year lease commencing in 1967 with the City of North Bay to lease the land at a nominal rental fee of $1 per annum.

The Organization's Durham Street Centre for Life land and building assets consist of two units of a six unit condominium structure. The City of Greater Sudbury owns the remaining units.

Assets held under capital leases in the amount of $168,468 (2025 - $Nil) with related accumulated amortization in the amount of $49,992 (2025 - $Nil) are included in leased fitness equipment.

6. Accounts Payable and Accrued Liabilities

Included in accounts payable and accrued liabilities are government remittances payable of $174,352 (2025 - $121,300) for payroll related withholdings.

7. Deferred Revenue

	2026	2025
Children services	**$ 2,990,475**	$ 2,187,024
Membership, programs and camps	**604,809**	480,888
Donations and grants	**444,479**	471,297
Employment	**202,568**	400,504
	$ 4,242,331	$ 3,539,713

8. Deferred Capital Contributions

Deferred contributions consist of the unamortized amount of contributions received for the purchase of capital assets. Recognition of these amounts as revenue is deferred to periods when the related capital assets are amortized. Changes in deferred contributions are as follows:

	2026	2025
Balance, beginning of year	**$ 3,181,203**	$ 2,805,011
Add: contributions received during the year	**748,112**	590,891
Less: amounts recognized as revenue during the year	**(244,124)**	(214,699)
Balance, end of year	**$ 3,685,191**	$ 3,181,203

9. Long-term Debt

	2026	2025
$3,623,535 loan, blended monthly payments of $20,643, interest 4.17%, due October 15, 2026. (i)	**$ 3,623,535**	$ 3,700,008
$28,837 government loan, yearly payments of $9,612, zero percent interest, repayment starting June 30, 2023, repaid June 30, 2025.	**-**	9,612
	3,623,535	3,709,620
Less: current/callable portion	**3,623,535**	3,709,620
	$ -	$ -

Anticipated principal payments and maturing debt over the next year are as follows:

2027	$ 3,623,535

(i) This loan is secured by a general security agreement constituting a first ranking security interest in all property and collateral mortgages in the amount of $6,000,000 and $410,000 (2025 - $6,000,000 and $410,000) constituting a first fixed charge on the land and improvements on certain real property.

10. Capital Lease Obligation

	2026	2025
Obligation under capital lease - 14.00%, due July 15, 2029, repayable in monthly blended principal payments of $5,402.	**$ 168,468**	$ -
Less: amounts due within one year included in current liabilities	**43,981**	-
	$ 124,487	$ -

The future minimum lease payments for the next four years are as follows:

2027	$ 64,819
2028	64,819
2029	64,819
2030	16,205
	210,662
Less: imputed interest	(42,194)
	$ 168,468

11. Commitments

The Organization is party to an energy services agreement expiring February 6, 2040. This agreement is for the supply of chilled and hot water for the Centre for Life facility jointly owned by the organization and the City of Greater Sudbury. The agreement includes a fixed capacity charge owing regardless of water usage. The fixed capacity charge continues in the event of early termination of the agreement with the exception of default by the Supplier. The amount included in expenses in the fiscal year relating to this agreement is $298,653 (2025 - $350,695).

The Organization leases premises and equipment under various operating leases, which expire over the next five years.

The minimum annual lease payments for the next five years and thereafter are as follows:

2027	$ **221,901**
2028	**81,148**
2029	**48,802**
2030	**10,964**
2031	**11,183**
Thereafter	**11,407**
	$ **385,405**

12. Financial Instrument Risk

The Organization's management monitors, evaluates and manages the principal risks assumed with financial instruments. The risks that arise from transacting financial instruments include liquidity risk, credit risk and interest rate risk.

Liquidity risk

Liquidity risk arises from the Organization's management of accounts payable and accrued liabilities, and current portion of long term debt and capital lease obligations. It is the risk that the Organization will encounter difficulty in meeting its financial obligations as they fall due.

Credit risk

Credit risk arises principally from the Organization's accounts receivable. The Organization is exposed to credit risk resulting from the possibility that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Organization's accounts receivable is from government agencies and a wide range of clientele throughout Northeastern Ontario.

Interest rate risk

Interest rate risk arises from the Organization's credit facility. It 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 Organization's credit facility has a variable interest rate. Changes in the bank's prime lending rate can cause fluctuations in interest payments and cash flows. The Organization does not use derivative financial instruments to alter the effect of this risk.

There have been no changes to these risks since the prior year.

13. Subsequent Events

The organization received a statement of claim subsequent to March 31, 2026 with regards to an incident that occurred in one of its locations. The claim has been submitted to the organization’s insurance carrier. The outcome of this claim is not determinable and as such no amount has been recognized in these financial statements.

YMCA of Northeastern Ontario
Schedule 1 - Lottery Accounts

For the year ended March 31	2026	2025
Revenue		
Bingo proceeds	$ 61,653	$ 67,631
Nevada proceeds	21,239	30,908
Interest income	832	1,573
	83,724	100,112
Expenses		
Prizes paid	5,867	11,036
Licenses and other	27	2,431
	5,894	13,467
Excess of revenues over expenses before program related expenses	77,830	86,645
Less: Program related expenses	(8,195)	(24,799)
Excess of revenues over expenses for the year	$ 69,635	$ 61,846