

**New Canadians Centre
Peterborough
Financial Statements
For the year ended March 31, 2025**

Contents

Independent Auditor's Report	1 - 2
Financial Statements	
Statement of Financial Position	3
Statement of Changes in Net Assets	4
Statement of Operations	5
Schedule of Revenues	6
Statement of Cash Flows	7
Notes to the Financial Statements	8 - 12

To the Board of Directors of New Canadians Centre Peterborough:

Qualified Opinion

We have audited the financial statements of New Canadians Centre Peterborough (the "Centre"), 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 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 Centre as at March 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 charitable organizations, the Centre derives certain of its revenues from the general public in the form of donations and fundraising the completeness of which are not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Centre. Therefore, we were not able to determine whether any adjustments might be necessary to revenues other than grants, excess of revenue over expense, and cash flows from operations for the years ended March 31, 2025 and 2024, current assets as at March 31, 2025 and 2024, and net assets as at April 1 and March 31 for both the 2025 and 2024 years. 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 the Centre 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 audit opinion.

Other Matter

The financial statements for the year ended March 31, 2024 were audited by another auditor who expressed qualified opinion on those statements on May 24, 2024 for the reasons described in the Basis for Qualified Opinion paragraph.

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 Centre'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 Centre or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Centre'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 Centre'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 Centre'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 Centre 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.

Peterborough, Ontario

May 27, 2025

MNP LLP

Chartered Professional Accountants

Licensed Public Accountants

MNP

New Canadians Centre Peterborough Statement of Financial Position

March 31 2025 2024

Assets

Current

Cash and bank (Note 2)	\$ 337,254	\$ 378,277
Short term investments (Note 3)	663,177	567,277
Accounts receivable	193,825	46,428
Prepaid expenses	18,012	17,012
	1,212,268	1,008,994

Capital assets (Note 4)	123,744	60,160
-------------------------	---------	--------

	\$ 1,336,012	\$ 1,069,154
--	--------------	--------------

Liabilities and Net Assets

Current

Accounts payable and accrued liabilities (Note 5)	\$ 275,799	\$ 200,968
Deferred revenue (Note 6)	222,500	148,476
	498,299	349,444

Deferred contributions related to capital assets (Note 7)	106,584	46,300
---	---------	--------

	604,883	395,744
--	---------	---------

Commitments (Note 8)

Net Assets

Internally restricted net assets invested in capital assets	17,160	13,860
Internally restricted funds (Note 9)	695,884	644,884
Unrestricted net assets	18,085	14,666
	731,129	673,410

	\$ 1,336,012	\$ 1,069,154
--	--------------	--------------

On behalf of the Board:

Ghada Hussein Director

Popely Director

The accompanying notes are an integral part of these financial statements

New Canadians Centre Peterborough Statement of Changes in Net Assets

For the year ended March 31	Invested in capital assets	Internally restricted funds	Unrestricted	Total 2025	Total 2024
Net assets, beginning of year	\$ 13,860	\$ 644,884	\$ 14,666	\$ 673,410	\$ 657,257
Excess (deficiency) of revenues over expenses	(4,017)	-	61,736	57,719	16,153
Investment in capital assets	91,013	-	(91,013)	-	-
Funding received in the year related to capital assets	(83,696)	-	83,696	-	-
Internal transfers (Note 9)	-	51,000	(51,000)	-	-
Net assets, end of year	\$ 17,160	\$ 695,884	\$ 18,085	\$ 731,129	\$ 673,410

New Canadians Centre Peterborough Statement of Operations

For the year ended March 31	2025	2024
Revenues (Page 6)		
Grants	\$ 3,732,569	\$ 3,718,057
Fundraising and donations	330,215	257,186
Interest and other miscellaneous revenues	35,397	108,545
Amortization of deferred contributions for capital assets	23,412	43,201
	<u>4,121,593</u>	<u>4,126,989</u>
Expenses		
Amortization of capital assets	27,429	54,625
Development and staff-related expenses	20,426	74,519
Fundraising	25,845	21,799
Insurance	6,817	6,739
Memberships	29,526	30,048
Office	85,860	94,286
Rent	71,677	73,237
Professional fees	119,148	121,455
Program costs:		
- general programming	185,362	246,754
- refugee programming	387,513	523,254
Promotion and outreach	38,702	44,697
Repairs and maintenance	20,907	23,253
Salaries and benefits	3,044,662	2,796,170
	<u>4,063,874</u>	<u>4,110,836</u>
Excess of revenues over expenses for the year	\$ 57,719	\$ 16,153

New Canadians Centre Peterborough Schedule of Revenues

For the year ended March 31	2025	2024
Grants:		
Federal:		
Immigration, Refugee and Citizenship Canada:		
- Welcoming Communities	\$ 2,013,144	\$ 1,920,509
- Local Immigration Partnership (LIP)	299,368	274,649
- Resettlement Assistance Program (RAP)	1,068,472	1,213,437
Canadian Heritage	10,000	10,000
Employment and Social Development Canada	55,807	13,603
Multiculturalism and Anti-Racism Program	5,000	-
	<u>3,451,791</u>	<u>3,432,198</u>
Provincial:		
Ministry of Citizenship and Immigration:		
- Newcomer Settlement Program	82,808	82,808
- Pay Equity	1,254	1,254
- Canada-Ontario Job Grant (COJG)	-	2,594
	<u>84,062</u>	<u>86,656</u>
Municipal:		
City of Peterborough	<u>65,406</u>	<u>64,436</u>
Other:		
United Way Peterborough	57,868	57,867
Lloyd Carr Foundation	14,317	12,293
Affiliation of Multicultural Societies and Services Agencies of BC	-	10,000
Community Foundation of Greater Peterborough	39,852	45,835
Peterborough Foundation	-	5,000
The College of Family Physicians of Canada	1,165	-
Greater Peterborough Health Services Foundation	1,864	3,772
McKay Family Foundation	16,244	-
	<u>131,310</u>	<u>134,767</u>
	<u>\$ 3,732,569</u>	<u>\$ 3,718,057</u>
Miscellaneous other revenues:		
Interest	\$ 29,873	\$ 30,232
Program fees and sponsorships	5,524	78,313
	<u>\$ 35,397</u>	<u>\$ 108,545</u>

New Canadians Centre Peterborough Statement of Cash Flows

For the year ended March 31	2025	2024
Cash provided by (used in)		
Operating activities		
Excess of revenue over expenses for the year	\$ 57,719	\$ 16,153
Items not involving cash		
Amortization of capital assets	27,429	54,625
Amortization of deferred contributions for capital assets	(23,412)	(43,201)
	<u>61,736</u>	<u>27,577</u>
Changes in non-cash working capital balances		
Accounts receivable	(147,397)	214,020
Prepaid expenses	(1,000)	(11,127)
Accounts payable and accrued liabilities	74,831	29,183
Deferred revenue	74,024	(11,222)
	<u>62,194</u>	<u>248,431</u>
Investing activities		
Purchase of capital assets	(91,013)	(25,434)
Net change in investments	(95,900)	(349,687)
	<u>(186,913)</u>	<u>(375,121)</u>
Financing activities		
Deferred contributions received	83,696	14,806
	<u>83,696</u>	<u>14,806</u>
(Decrease) increase in cash during the year	(41,023)	(111,884)
Cash and bank, beginning of year	378,277	490,161
Cash and bank, end of year	\$ 337,254	\$ 378,277

New Canadians Centre Peterborough

Notes to the Financial Statements

March 31, 2025

1. Summary of Significant Accounting Policies

a) Nature of Business

The New Canadians Centre Peterborough (the "Centre") provides services to new Canadians in their efforts to adjust and settle in a new country.

The New Canadians Centre Peterborough was incorporated without share capital on February 16, 1987 and as such is prohibited from distributing any of its funds to, or for the personal benefit of its members. New Canadians Centre Peterborough qualifies as a charitable organization as defined in the Federal and Ontario Income Tax Acts and, accordingly, is not subject to income taxes.

b) Basis of Accounting

The financial statements have been prepared using Canadian accounting standards for not-for-profit organizations.

These financial statements were prepared using the accrual basis of accounting. The accrual basis recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipts of goods or services and the creation of a legal obligation to pay.

c) Financial Instruments

Financial Instruments are recorded at fair value at initial recognition.

In subsequent periods, financial instruments are reported at cost or amortized cost less impairment. Transaction costs on the acquisition, sale or issue of financial instruments are charged to the financial instrument for those measured at amortized cost.

Financial assets are tested for impairment when indicators of impairment exist. When a significant change in the expected timing or amount of the future cash flows of the financial asset is identified, the carrying amount of the financial asset is reduced and the amount of the write-down is recognized in net income. A previously recognized impairment loss may be reversed to the extent of the improvement, provided it is not greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously, and the amount of the reversal is recognized in net income.

d) Revenue Recognition

The Centre follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year 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.

e) Capital Assets

Capital assets are recorded at cost. Amortization is based on the estimated useful life of the asset on a straight line basis as follows:

Leasehold improvements	the term of the lease
Furniture, fixtures and equipment	10 years
Computer and software	3 - 5 years

New Canadians Centre Peterborough

Notes to the Financial Statements

March 31, 2025

1. Summary of Significant Accounting Policies (continued)

f) Contributed Materials and Services

Volunteers contribute significant hours each year to assist the Centre in carrying out its activities. Because of the difficulty of determining their fair value, these services are not recognized in the financial statements.

Contributed materials and services which are used in the normal course of the Centre's operations and would otherwise have been purchased are recorded at their fair value at the date of contribution if the fair value can be reasonably estimated.

g) Employee Future Benefits

The Centre has a defined contribution pension plan for eligible employees. The Centre's pension costs are charged to operations as contributions are due. Contributions are a defined amount based upon individual employee contributions which are matched by the Centre to a maximum of 3% of the individual's salary.

2. Cash and Bank

The Centre's bank accounts are held at one chartered bank.

3. Investments

Investments consist of cash and short term and long term guaranteed investment certificates:

	2025	2024
Short term:		
GIC, cashable, interest at 4.75%, matures October 2024	\$ -	\$ 387,764
GIC, cashable, interest at 4.70%, matures June 2024	-	124,657
GIC, non-redeemable, interest at 2.18%, matures December 2024	-	54,856
GIC, cashable, interest at 4.25%, matures June 2025	97,600	-
GIC, cashable, interest at 3.25%, matures October 2025	385,109	-
GIC, cashable, interest at 4.25%, matures June 2025	130,069	-
GIC, non-redeemable, interest at 3.55%, matures January 2026	50,399	-
Total	\$ 663,177	\$ 567,277

New Canadians Centre Peterborough Notes to the Financial Statements

March 31, 2025

4. Capital Assets

	2025		2024	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Leasehold improvements	\$ 488,548	\$ 420,488	\$ 419,218	\$ 410,329
Furniture, fixtures and equipment	94,625	80,822	87,308	77,878
Computer and software	124,408	82,527	110,042	68,201
	<u>\$ 707,581</u>	<u>\$ 583,837</u>	<u>\$ 616,568</u>	<u>\$ 556,408</u>
		<u>\$ 123,744</u>		<u>\$ 60,160</u>

5. Accounts Payable and Accrued Liabilities

Included in accounts payable and accrued liabilities are government remittances payable of \$24,706 (2024 - \$29,229)

6. Deferred Revenue

Deferred revenue represents grants and donations received subject to specific spending restrictions. The balance of deferred revenue at March 31 is comprised of:

	2025	2024
City of Peterborough	\$ -	\$ 50,400
Community Foundation of Greater Peterborough	28,300	11,502
Employment and Social Development Canada	15,052	-
Lloyd Carr Foundation	-	14,317
Greater Peterborough Health Services Foundation	-	1,864
McKay Family Foundation	103,756	-
United Way Peterborough	7,500	-
Externally restricted donations	64,057	65,393
The College of Family Physicians of Canada	3,835	5,000
	<u>\$ 222,500</u>	<u>\$ 148,476</u>

New Canadians Centre Peterborough Notes to the Financial Statements

March 31, 2025

7. Deferred Contributions Related to Capital Assets

Deferred contributions related to capital assets include the unamortized portions of restricted contributions with which various capital assets have been purchased. The changes for the year in the deferred contributions balance reported are as follows:

	2025	2024
Balance, beginning of year	\$ 46,300	\$ 74,695
Funding received in the year related to capital assets		
Immigration, Refugee and Citizenship Canada:		
Welcoming Communities	6,325	7,448
Resettlement Assistance Program	76,131	7,358
Employment and Social Development Canada	1,240	-
Revenue recognized in the year related to capital assets	<u>(23,412)</u>	<u>(43,201)</u>
Balance, end of year	<u>\$ 106,584</u>	<u>\$ 46,300</u>

8. Commitments

The Centre has leases for their their Cobourg office location and temporary housing provided as part of the Resettlement Assistance Program.

The minimum lease commitment over the next three years and thereafter is as follows:

2026	\$ 98,700
2027	84,000
2028	<u>84,000</u>
	<u>\$ 266,700</u>

New Canadians Centre Peterborough Notes to the Financial Statements

March 31, 2025

9. Internally Restricted Funds

In 2010, the Board of Directors approved the creation of an internally restricted reserve for the purpose of maintaining a fund to cover unexpected costs or funding shortfalls. During the year \$25,500 (2024 - \$50,000) was transferred into this reserve.

In 2018, the Board of Directors established the Community Integration Fund. Monies deposited to the Community Integration Fund are to be used solely for the payment of expenses related to the Community Integration work of the New Canadians Centre and/or to enhance programs and activities of the Peterborough Immigration Partnership (PIP). During the year \$Nil (2024 - \$5,450) was transferred out of this fund.

In 2025, the Board of Directors established the Building Maintenance Reserve Fund for the purpose of covering costs related to building maintenance. During the year \$25,500 (2024 - \$Nil) was transferred into this reserve.

	Building Maintenance Fund	Community Integration Fund	Operational Reserve Fund	2025 Total	2024 Total
Beginning balance	\$ -	\$ 4,884	\$ 640,000	\$ 644,884	\$ 600,334
Transfers	25,500	-	25,500	51,000	44,550
Ending balance	<u>\$ 25,500</u>	<u>\$ 4,884</u>	<u>\$ 665,500</u>	<u>\$ 695,884</u>	<u>\$ 644,884</u>

10. Defined Contribution Pension Plan

Total pension expense for the year was \$68,080 (2024 - \$47,700).

11. Subsequent Event

In January 2025, the Centre entered into an agreement of purchase and sale to purchase the Peterborough location they previously leased for total consideration of \$725,000 and a lease back to the seller for a period of ten years. The purchase was financed through a mortgage provided by the seller. The mortgage carries an interest rate of 0% and a ten year term. The offer was accepted by the seller in February 2025 and the purchase was completed on April 2, 2025, subsequent to year end.