
Financial statements of Children and Family Services for York Region

March 31, 2025

Independent Auditor's Report	1-2
Balance sheet	3
Statement of revenue and expenses	4
Statement of changes in fund balances	5
Statement of re-measurement gains and losses	6
Statement of cash flows	7
Notes to the financial statements	8-18

Independent Auditor's Report

To the Board of Directors of
Children and Family Services for York Region

Opinion

We have audited the financial statements of Children and Family Services for York Region (the "Organization"), which comprise the balance sheet as at March 31, 2025, and the statements of revenue and expenses, changes in fund balances, re-measurement gains and losses, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2025, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). 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 public sector accounting standards, 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 GAAS 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 GAAS, 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.

Deloitte LLP

Chartered Professional Accountants Licensed
Public Accountants
May 26, 2025

Children and Family Services for York Region

Balance sheet


As at March 31, 2025

	Notes	2025 \$	2024 \$
Assets			
Current assets			
Cash		3,877,128	3,526,767
Accounts receivable	14	5,101,486	5,222,117
Short-term investments	3 and 12	1,087,221	432,350
Prepaid expenses		539,892	811,993
		10,605,727	9,993,227
Investments	3 and 12	1,554,230	2,122,048
Capital assets	4	4,136,949	4,300,353
		16,296,906	16,415,628
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities	14	6,505,163	5,645,197
Current portion of bank loan	5	313,000	297,000
		6,818,163	5,942,197
Bank loan	5	583,000	897,000
Derivative liability	11 and 12	19,412	9,025
		7,420,575	6,848,222
Fund balances			
Operating fund		4,746,173	5,467,026
Capital fund		3,254,412	3,119,816
Restricted funds	8	895,159	989,589
		8,895,743	9,576,431
Accumulated re-measurement losses		(19,412)	(9,025)
		8,876,331	9,567,406
		16,296,906	16,415,628

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

Approved on behalf of the Board

 _____, Director (Saira Salman, Board Chair)

 _____, Director (Rod Engeland, Board Treasurer)

Children and Family Services for York Region
Statement of revenue and expenses
Year ended March 31, 2025

		Operating fund		Capital fund		Restricted funds		Total
		2025	2024	2025	2024	2025	2024	2025
	Notes	\$	\$	\$	\$	\$	\$	\$
Revenue								
Provincial grant	15 and 16	54,410,812	52,248,159	—	—	—	—	54,410,812
Contributions and donations		—	—	—	—	80,822	80,822	80,822
Other income and recoveries		1,042,228	1,167,660	—	—	243,599	243,599	1,411,259
		55,453,040	53,415,819	—	—	324,421	324,421	53,740,240
Expenses								
Salaries and wages		28,279,535	26,947,900	—	—	—	—	28,279,535
Employee benefits		9,918,727	9,024,573	—	—	—	—	9,918,727
Travel		684,593	671,526	—	—	2,943	2,090	673,616
Training and recruitment		313,833	198,760	—	—	208,993	203,560	522,826
Building occupancy		1,177,174	1,600,143	—	—	—	—	1,600,143
Purchased services non-client		798,038	511,738	—	—	—	—	798,038
Boarding rate payments								
Foster care		971,125	956,308	—	—	—	—	971,125
Independent living		1,912,257	2,327,281	—	—	—	—	2,327,281
Institutional care		5,442,551	4,817,492	—	—	—	—	5,442,551
Purchased services client		913,881	729,013	—	—	—	—	913,881
Clients' personal needs		1,271,723	1,196,357	—	—	—	—	1,271,723
Financial assistance		529,630	565,347	—	—	—	—	565,347
Medical and related		345,216	329,071	—	—	—	—	329,071
Promotion and publicity		117,094	128,377	—	—	—	—	128,377
Office administration		293,841	332,054	—	—	—	—	332,054
Miscellaneous		128,795	130,530	—	—	185,115	152,507	283,037
Mortgage interest		40,764	67,297	—	—	—	—	67,297
Information and technology		517,711	586,814	—	—	—	—	586,814
Amortization of capital assets		—	—	401,962	370,862	—	—	370,862
		53,656,487	51,120,579	401,962	370,862	358,157	358,157	51,849,600
Excess (deficiency) of revenue over expenses		1,796,553	2,295,240	(401,962)	(370,862)	(33,736)	(33,736)	1,890,640

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

Children and Family Services for York Region
Statement of changes in fund balances

Year ended March 31, 2025

	Operating fund	Capital fund	Restricted funds	2025 Total	2024 Total
	\$	\$	\$	\$	\$
Fund balances, beginning of year	5,467,028	3,119,816	989,589	9,576,433	10,281,391
Excess (deficiency) of revenue over expenses	1,796,553	(401,962)	(94,430)	1,300,162	1,890,640
Balance Budget Fund - Expiry	(1,980,851)	—	—	(1,980,851)	(2,595,600)
Purchase of capital assets	(238,558)	238,558	—	—	—
Bank loan repayment	(298,000)	298,000	—	—	—
Fund balances, end of year	4,746,173	3,254,412	895,159	8,895,743	9,576,431

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

Children and Family Services for York Region
Statement of re-measurement gains and losses
Year ended March 31, 2025

	2025	2024
	\$	\$
Accumulated re-measurement losses, beginning of year	(9,025)	(33,785)
Unrealized (loss) gain attributable to derivatives – interest rate swap	(10,387)	24,760
Accumulated re-measurement losses, end of year	(19,412)	(9,025)

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

Children and Family Services for York Region
Statement of cash flows
Year ended March 31, 2025

	2025	2024
	\$	\$
Operating activities		
Excess of revenue over expenses	1,300,162	1,890,640
Items not affecting cash		
Balance Budget Fund	(1,980,851)	(2,595,600)
Amortization of capital assets	401,962	370,862
	(278,728)	(334,098)
Changes in non-cash operating working capital items		
Accounts receivable	120,631	1,596,522
Prepaid expenses	272,101	7,457
Accounts payable and accrued liabilities	859,965	709,280
	973,970	1,979,161
Financing activities		
Bank loan	(298,000)	(284,000)
Investing activity		
Net purchases of investments	(87,053)	(80,759)
Capital activities		
Purchase of capital assets	(238,558)	(616,274)
Net cash inflow	350,360	998,128
Cash, beginning of year	3,526,767	2,528,639
Cash, end of year	3,877,128	3,526,767
Supplemental cash disclosure		
Interest paid	40,764	21,741

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

Children and Family Services for York Region

Notes to the financial statements

March 31, 2025

1. Mandate and basis of presentation

Children and Family Services for York Region (the "Organization") is responsible for the care and protection of children in York Region as set out under the provisions of The Child and Family Services Act.

The Organization is classified as a registered charity under the Income Tax Act and, as such, is not subject to income tax.

The Organization is deemed to control the York Region Children's Fund. As permitted by Canadian public sector accounting standards for government not-for-profit organizations ("Government NPOs"), the financial information for this controlled entity has been disclosed (in Note 13), rather than consolidated.

2. Significant accounting policies

Basis of presentation

The financial statements of the Organization have been prepared by management in accordance with Canadian public sector accounting standards for government not-for-profit organizations, including the 4200 series of standards, as issued by the Public Sector Accounting Board.

Financial instruments

Financial instruments reported on the Balance sheet of the Organization are measured as follows:

<u>Financial instrument</u>	<u>Measurement basis</u>
Cash	Cost
Accounts receivable	Amortized cost
Short-term investments	Amortized cost
Investments	Amortized cost
Accounts payable and accrued liabilities	Amortized cost
Bank loan	Amortized cost
Derivative liability	Fair value

Under PS 3450, all financial instruments, including derivatives, are included on the Balance sheet and are measured either at fair value or at amortized cost based on the characteristics of the instrument and the Organization's accounting policy choices.

Financial instruments measured at fair value are initially recognized at cost and subsequently carried at fair value. Unrealized changes in fair value are recognized in the Statement of re-measurement gains and losses until they are realized, when they are transferred to the Statement of revenue and expenses. Transaction costs related to financial instruments in the fair value category are expensed as incurred.

Where a decline in fair value is determined to be other than temporary, the amount of the loss is removed from accumulated re-measurement losses and recognized in the Statement of revenue and expenses. On sale or disposal, the amount held in accumulated re-measurement losses associated with that instrument is removed therefrom and recognized in the Statement of revenue and expenses.

2. Significant accounting policies (continued)

Financial instruments (continued)

Financial instruments measured at amortized cost are initially recognized at cost, and subsequently carried at amortized cost using the effective interest rate method, less any impairment losses on financial assets. Transaction costs related to financial instruments in the amortized cost category are added to the carrying value of the instrument.

Write-downs of financial assets in the amortized cost category are recognized when the amount of a loss is known with sufficient precision, and there is no realistic prospect of recovery. Financial assets are then written down to net recoverable value with the write-down being recognized in the Statement of revenue and expenses.

The Organization has designated its investments that would otherwise be classified into the amortized cost category at fair value, as the Organization manages and reports performance over its investment portfolio on a fair value basis.

Revenue recognition

Revenue from donations and fund-raising activities are recorded when received. Restricted contributions are recognized as revenue of the appropriate restricted fund.

Capital assets

Capital assets are initially recorded at cost and are amortized using the straight-line method at the rates disclosed in Note 4.

Deferred leasehold allowance

Deferred leasehold allowance is offset against the related rent expense.

Deferred lease contributions

Deferred capital contributions represent amounts contributed for capital assets and are amortized at the same rate as the related capital assets.

Contributed materials and services

These financial statements do not include the substantial value of services contributed by volunteers, foster parents and other interested parties because of the difficulty of determining their fair value.

Contributed materials, which would normally be purchased, are recorded as revenue and expense at their fair value when such value can be determined.

Use of estimates

In preparing the Organization's financial statements, management is required to make estimates and assumptions that affect the reported amount of assets and liabilities, and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Accounts which are subject to significant estimates include allowance for doubtful accounts, useful lives of capital assets, accrued liabilities and the derivative liability.

Investment income

Income earned on investments held under the terms of certain trust accounts is included in contributions and donations revenue in the Children's Special Fund of the Restricted funds. All other investment income is included in other income and recoveries in the Statement of revenue and expenses.

3. Investments

The Organizations investments consist of the following Guaranteed Investment Certificates:

	2025	2024
	\$	\$
Short-term investments		
Cash	3,487	8,163
Maturing May 31, 2024, interest at 1.40%	—	104,021
Maturing December 5, 2024, interest at 5.05%	—	320,166
Maturing August 6, 2025, interest at 1.31%	106,242	—
Maturing October 2, 2025, interest at 1.24 to 1.4%	286,266	—
Maturing December 5, 2025 interest at 5%	195,979	—
Maturing March 19, 2026, interest at 1.30 to 1.31%	495,247	—
	1,087,221	432,350
Long-term investments		
Maturing August 6, 2025 interest at 1.31%		
Maturing October 2, 2025 interest at 1.24 to 1.4%		104,868
Maturing December 5, 2025 interest at 5.0%		282,565
Maturing March 19, 2026 interest at 1.30 to 1.31%		186,646
Maturing June 3, 2026, interest at 4.91%	114,435	488,867
Maturing June 8, 2027, interest at 4.16%	112,152	107,672
Maturing August 30, 2027, interest at 5.15%	216,643	206,033
Maturing September 07, 2027, interest at 4.6%	233,427	223,161
Maturing June 1, 2028, interest at 4.63%	277,056	264,796
Maturing August 28, 2028, interest at 5.08%	270,517	257,440
Maturing December 6, 2029, interest at 3.65%	330,000	—
	1,554,230	2,122,048

4. Capital assets

	Rates	Cost	Accumulated amortization	2025 Net book value	2024 Net book value
		\$	\$	\$	\$
Land	N/A	1,064,953	—	1,064,953	1,064,953
Buildings	40 years	3,841,828	1,750,182	2,091,646	2,190,509
Leasehold improvements	Lesase term	1,960,047	1,276,663	683,384	698,599
Furniture and fixtures	5 years	1,800,150	1,800,150	—	—
Computers	3-8 years	3,357,248	3,060,282	296,966	346,292
		12,024,226	7,887,277	4,136,949	4,300,353

Children and Family Services for York Region

Notes to the financial statements

March 31, 2025

5. Bank loan

The Organization has utilized a \$4,500,000 bankers' acceptance loan from the Royal Bank of Canada. The loan bears interest at the Royal Bank of Canada's prime rate, minus 0.10% per annum, plus an acceptance fee of 0.35% per annum, payable monthly. The agreement expires with the maturity of the loan on November 8, 2027.

The loan is secured by a general security agreement, constituting a first ranking security interest in all personal property of the Organization, together with a collateral mortgage in the amount of \$4,500,000, constituting a first charge on the Organization's property.

	2025 \$	2024 \$
Balance	896,000	1,194,000
Less: current portion	313,000	297,000
Long-term portion	583,000	897,000

Repayments of the loan as at March 31, 2025 are as follows:

	\$
2026	313,000
2027	327,000
2028	256,000
	896,000

Interest expense for the year amounted to \$67,297 (\$96,377 in 2023).

The Organization has entered into a 20-year interest rate swap to hedge the interest rate exposure associated with the loan. The swap effectively locks in the interest rate applicable on the long-term debt at 4.81%. The Notional value of the swap is \$1,194,000 (\$1,478,000 in 2023).

6. Bank facility

The Organization has an unsecured credit facility of \$2.5 million with a Canadian chartered bank. At March 31, 2025 \$nil (nil in 2024) was drawn on this facility. Interest is charged on unpaid balances at the rate of prime plus 1%.

Children and Family Services for York Region

Notes to the financial statements

March 31, 2025

7. Lease obligations

The Organization is committed under leases for rent and office equipment requiring minimum annual rental payments at March 31, 2025 as follows:

	Operating leases \$
2026	110,676
2027	110,676
2028	114,517
2029	116,438
2030	114,223
Thereafter	509,065
	<u>1,075,595</u>

8. Restricted funds

Restricted funds consist of:

Children's Special Fund

The Children's Special Fund records public donations made to the Organization. Amounts spent within this Fund are based on the wishes of the donor, or as decided by the Board of Directors.

Community Education Fund

The Community Education Fund was established to assist with training activities that would support mandated child welfare services.

RESP Fund

The RESP Fund has been established to record amounts received by the Organization for children/youth who are entitled to the Universal Child Care Benefit. The objective is to increase the likelihood that more children will, with the incentive of increased financial resources of an RESP, pursue post-secondary education and vocational training.

OCBe Fund

The OCBe (Ontario Child Tax Benefit equivalent) Fund was established to account for funds received from the Province that is to provide opportunities for children and youth in care and in formal customary care, 0-17 years old, to participate in recreational/educational, cultural, and social activities that will support their achievement of higher educational success, higher degree of resiliency and a smoother transition to adulthood.

OCBe Savings Fund

The OCBe Fund Savings Program are funds received from the Province to be used to assist eligible youth in their transition to independent living.

Children and Family Services for York Region

Notes to the financial statements

March 31, 2025

8. Restricted funds (continued)

	Children's Special Fund \$	Community Education Fund \$	RESP Fund \$	OCBe Fund Program Activities \$	OCBe Fund Saving Program \$	2025 \$	2024 \$
Balances, beginning of year	182,081	35,525	308,141	127,529	336,314	989,590	1,023,327
Revenue							
Donations	50,126	—	—	—	—	50,126	73,070
Donations in Kind	23,483	—	—	—	—	23,483	7,752
Other contributions and recoveries	—	8,450	71,799	88,584	60,179	229,012	243,597
	73,609	8,450	71,799	88,584	60,179	302,621	324,419
Expenses							
Travel	2,943	—	—	—	—	2,943	2,090
Education and training	100,628	4,914	68,754	34,696	—	208,992	203,560
Social skills	—	—	—	44,055	—	44,055	40,462
Transition to adulthood	—	—	—	7,962	107,838	115,800	100,593
Donations in Kind	23,483	—	—	—	—	23,483	7,752
Other	—	1,777	—	—	—	1,777	3,700
	127,054	6,691	68,754	86,713	107,838	397,050	358,157
Excess (deficiency) of revenue over expenses for the year	(53,445)	1,759	3,045	1,871	(47,659)	(94,429)	(33,737)
Balances, end of year	128,636	37,284	311,186	129,400	288,655	895,161	989,590

9. Pension plan

The Organization participates in the Ontario Municipal Employees Retirement System ("OMERS") contributory defined benefit pension plan. Employer contributions for the year ended March 31, 2025 amounted to \$2,823,053 (\$2,555,185 in 2024) and are included in employee benefits in the Statement of revenue and expenses.

10. Contingent liabilities and guarantees

Contingent liabilities

Various lawsuits have been filed against the Organization for incidents which arose in the ordinary course of operations. In the opinion of management and legal counsel, the outcome of the lawsuits, now pending, is not determinable. Should any loss result from the resolution of these claims, such loss will be recognized in the year of resolution.

Guarantees

Indemnity has been provided to all directors and officers of the Organization for various items including, but not limited to, all costs to settle suits or actions due to their involvement with the Organization, subject to certain restrictions. The Organization has purchased directors' and officers' liability insurance to mitigate the cost of any potential future suits or actions. The maximum amount of any potential future payment cannot be reasonably estimated.

11. Derivative liability

The Organization entered into an interest rate swap in order to reduce the impact of fluctuating interest rates on its long-term debt. The policy of the Organization is not to enter into interest rate swap agreements for trading or speculative purposes.

12. Financial instruments and risk management

The investments held by the Organization are exposed to a variety of financial risks. The Organization seeks to minimize the potential adverse effects of these risks by regularly monitoring the investment's position, market events and the diversifying of the investment portfolio within the constraints of the Organization's Investment Policies.

The risks that are relevant to the Organization's investments are as follows:

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect the value of fixed income securities held by the Organization. The interest-bearing investments held by the Organization have a limited exposure to interest rate risk due to their short-term maturity. The Organization has formal policies and procedures that establish target asset mix, minimum credit ratings and varying terms of the securities held.

The Organization is exposed to interest rate risk on its long-term debt. For its long-term debt, the Organization has entered into an interest rate swap agreement in order to manage the impact of fluctuating interest rates. The Organization's policy is not to utilize derivative instruments for trading or speculative purposes.

12. Financial instruments and risk management (continued)

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. As at March 31, 2025 and 2024, the Organization's investments in fixed income securities are with banking institutions.

Fair value

The fair value of cash, accounts receivable, accounts payable and accrued liabilities approximates their carrying values due to their short-term maturity. The fair value of long-term debt and the derivative liability approximates their carrying value, as they have financing conditions similar to those currently available to the Organization. The fair value of investments which consist of Guaranteed Investment Certificates is determined using cost plus accrued interest.

The fair value of the interest rate swap is determined using the discounted cash flow method.

Fair value hierarchy

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

- Level 1 – fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 – fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and,
- Level 3 – fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The fair value hierarchy requires the use of observable market inputs whenever such inputs exist. A financial instrument is classified to the lowest level of the hierarchy for which a significant input has been considered in measuring fair value.

The following table presents the financial instruments recorded at fair value in the Balance sheet, classified using the fair value hierarchy described above:

	Financial instruments at fair value as at March 31, 2024			
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Short-term investments		1,087,221		1,087,221
Investments		1,554,230		1,554,230
Derivative liability		9,025		9,025

	Financial instruments at fair value as at March 31, 2024			
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Short-term investments	—	432,350	—	432,350
Investments	—	2,122,049	—	2,122,049
Derivative liability	—	9,025	—	9,025

Children and Family Services for York Region

Notes to the financial statements

March 31, 2025

12. Financial instruments and risk management policy (continued)

Fair value hierarchy (continued)

There have been no movements between levels for the year ended March 31, 2025.

For fair value measurements in Level 2 of the fair value hierarchy, a reconciliation from the beginning balances to the ending balances, together with changes during the year has been provided in the table below:

	2025	2024
	\$	\$
Derivative liability		
Balance, beginning of year	9,025	33,785
(Gain) loss for the year recognized in the Statement of re-measurement gains and losses	10,387	(24,760)
Balance, end of year	19,412	9,025

Children and Family Services for York Region

Notes to the financial statements

March 31, 2025

13. York Region Children's Fund

The York Region Children's Fund (the "YRCF") was incorporated in November 2013 as an independent legal entity and Registered Charity whose sole purpose is to raise funds for the exclusive benefit of the welfare of children and their families within York Region through support for the Children and Family Services for York Region.

The funds raised will enhance compassionate care to the children, youth and families served by providing important childhood experiences and opportunities for them, so that our community's children and youth reach their full potential.

The following discloses the YRCF's financial statement elements as at March 31, 2025 and for the year then ended.

Balance sheet as at:

	2025	2024
	\$	\$
Assets		
Current assets		
Cash	25,810	26,865
Other	1,574	—
	27,384	26,865
Liabilities		
Current liabilities		
Accounts payable - other	—	357
Loan payable to Children and Family Services for York Region	—	—
	—	357
Loan payable to Children and Family Services for York Region	—	—
	—	357
Fund balances	27,384	26,508
	27,384	26,865

13. York Region Children's Fund (continued)

Statement of revenue and expenses:

	2025	2024
	\$	\$
Revenue	77,664	63,937
Expenses	76,788	75,908
(Deficiency) excess of revenue over expenses	876	(11,971)

Expenses include \$64,730 (\$47,332 in 2023) that represent donations to Children and Family Services for York Region.

14. Revenue

Included in accounts receivable is an amount of \$4,381,183 (\$4,856,125 in 2024) due from the Ministry and recognized as part of revenue in the year to which it relates. Included in this total is the amount of \$2,069,170 relating to the Ministry's March approved funding payment which was short paid. This amount will be requested for payment through the annual Transfer Payment Account Reconciliation ("TPAR") filing with the Ministry.

Per the Ministry's Child Welfare Balanced Budget Fund (BBF) requirements, 50% of the 2024-25 operating surplus generated by the Organization that is not used to manage an accumulated deficit will be contributed to the Ministry-managed BBF account. As a result, \$1,380,829 (\$1,386,152 in 2024) has been recorded by the Organization as the estimated amount that will be recovered by the Ministry and reduces the Ministry-approved funding amount for the year recognized as revenue. This estimated amount will be recovered through the annual TPAR filing with the Ministry.

Per the Ministry Child Welfare Funding model, eligible contributions under the BBF will expire, if not accessed, after a three-year period. The amount contributed in 2021-2022 of \$1,980,851 has expired and as such is reflected on the Statement of changes in fund balances.

15. Restricted funds one-time program funding

During the year, the Ministry provided the Organization with one-time funding of \$112,134 (\$109,554 in 2024) to support the Educational and Liaison program. The revenues and associated expenses have been included in the Operating Fund in the Statement of revenue and expenses. For greater clarity, the following discloses the EL Program financial statement elements as at March 31, 2025 and for the year then ended.

	2025	2024
	\$	\$
Provincial Grant	112,134	109,554
Salary and Wages	187,258	181,804
Employee Benefits	65,679	60,884
Travel	881	855
Miscellaneous	50	54
(Deficiency) excess of revenue over expenses	(141,734)	(134,043)