

**Georgian Bay Cancer Support Centre
Financial Statements
For the year ended September 30, 2024**

Contents

Independent Auditor's Report	1 - 2
Financial Statements	
Statement of Financial Position	3
Statement of Changes in Fund Balances	4
Statement of Operations	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 13



Tel: 705 726 6331
Fax: 705 722 6588
www.bdo.ca

BDO Canada LLP
300 Lakeshore Drive, Suite 300
Barrie, ON L4N 0B4
Canada

Independent Auditor's Report

To the Board of Directors of Georgian Bay Cancer Support Centre

Qualified Opinion

We have audited the financial statements of Georgian Bay Cancer Support Centre (the "Centre"), which comprise the statement of financial position as at September 30, 2024, the statements of operations, changes in fund balances 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 September 30, 2024, and the results of its operations and 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 revenues from donations and fundraising activities, the completeness of which is 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 fundraising revenues, excess of revenues over expenses, and cash flows from operations for the years ended September 30, 2024 and 2023, current assets as at September 30, 2024 and 2023, and net assets as at October 1 and September 30 for both the 2024 and 2023 years. Our audit opinion on the financial statements for the year ended September 30, 2023 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 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 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.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants

Barrie, Ontario
January 21, 2025

Georgian Bay Cancer Support Centre Statement of Financial Position

September 30	General Fund	Building Fund	2024 Total	2023 Total
Assets				
Current				
Cash (note 2)	\$ 294,071	\$ 95,226	\$ 389,297	\$ 610,643
Short-term investments (note 3)	520,415	-	520,415	-
Other receivables	8,921	-	8,921	-
HST receivable	13,637	-	13,637	12,502
Inventory	15,990	-	15,990	15,500
Prepaid expenses	2,129	-	2,129	1,310
Interfund balances	2,639	(2,639)	-	-
	857,802	92,587	950,389	639,955
Capital Assets, at cost less accumulated amortization (note 4)	17,338	2,173,262	2,190,600	1,941,015
	\$ 875,140	\$2,265,849	\$3,140,989	\$ 2,580,970
Liabilities and Fund Balances				
Current				
Accounts payable and accrued liabilities	\$ 39,697	\$ -	\$ 39,697	\$ 43,016
Government remittances payable	5,476	-	5,476	4,106
Deferred contributions (note 5)	79,111	-	79,111	100,905
	124,284	-	124,284	148,027
Deferred Contributions Related to Capital assets (note 6)	8,109	-	8,109	10,957
Fund Balances				
Net assets	742,747	2,265,849	3,008,596	2,421,986
	\$ 875,140	\$2,265,849	\$3,140,989	\$ 2,580,970

On behalf of the Board:

_____ Director

_____ Director

**Georgian Bay Cancer Support Centre
Statement of Changes in Fund Balances**

For the year ended September 30	2024			2023
	General Fund	Building Fund	Total	Total
Balance, beginning of the year	\$ 172,354	\$ 2,249,632	\$ 2,421,986	\$ 2,348,470
Excess of revenues over expenses for the year	570,393	16,217	586,610	73,516
Balance, end of the year	\$ 742,747	\$ 2,265,849	\$ 3,008,596	\$ 2,421,986

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

Georgian Bay Cancer Support Centre Statement of Operations

For the year ended September 30	2024			2023
	General Fund	Building Fund	Total	Total
Revenues				
Donations	\$ 658,109	\$ 20,350	\$ 678,459	\$ 174,533
Fundraising events	269,464	-	269,464	203,097
Ontario Trillium Foundation grants	49,007	6,100	55,107	104,369
Huronina Community Foundation grant	51,187	-	51,187	8,813
Other grants	47,392	-	47,392	13,563
Contributions in-kind	4,658	38,425	43,083	18,589
Amortization of deferred contributions related to capital assets (note 6)	2,848	-	2,848	2,516
Interest	-	1,447	1,447	7,250
Investment income (note 3)	20,415	-	20,415	-
	1,103,080	66,322	1,169,402	532,730
Expenses				
Advertising and promotion	9,618	-	9,618	17,093
Amortization of capital assets	4,280	50,105	54,385	53,597
Fundraising expenses	98,816	-	98,816	50,091
Insurance	5,998	-	5,998	5,902
Occupancy costs	16,267	-	16,267	19,084
Office and administration	47,174	-	47,174	30,285
Professional fees	25,060	-	25,060	21,767
Program expenses	79,126	-	79,126	43,025
Repairs and maintenance	20,870	-	20,870	18,010
Wages and benefits	225,478	-	225,478	200,360
	532,687	50,105	582,792	459,214
Excess of revenues over expenses for the year	\$ 570,393	\$ 16,217	\$ 586,610	\$ 73,516

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

Georgian Bay Cancer Support Centre Statement of Cash Flows

For the year ended September 30	2024	2023
Cash flows from operating activities		
Excess of revenues over expenses for the year	\$ 586,610	\$ 73,516
Adjustments for items not affecting cash:		
Amortization of capital assets	54,385	53,597
Amortization of deferred contributions related to capital assets	(2,848)	(2,516)
Unrealized gain on investments	(17,339)	-
	620,808	124,597
Net change in non-cash working capital balances related to operations:		
HST receivable	(1,134)	(5,404)
Inventory	(490)	1,000
Other receivables	(8,921)	-
Prepaid expenses	(819)	3,946
Accounts payable and accrued liabilities	(1,950)	21,282
Deferred contributions	(21,794)	67,827
	585,700	213,248
Cash flows from investing activities		
Additions of capital assets	(303,970)	(91,588)
Decrease (increase) in investments	(503,076)	313,254
	(807,046)	221,666
Cash flows from financing activities		
Increase in deferred contributions related to capital assets	-	3,323
Net (decrease) increase in cash during the year	(221,346)	438,237
Cash, beginning of the year	610,643	172,406
Cash, end of the year	\$ 389,297	\$ 610,643

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

Georgian Bay Cancer Support Centre

Notes to Financial Statements

September 30, 2024

1 . Significant Accounting Policies

Nature and Purpose of Organization	<p>The Georgian Bay Cancer Support Centre (the "Centre") was incorporated without share capital under the Canada Corporations Act on October 4, 2010 as a charitable organization and is a registered charity under the Income Tax Act (Canada).</p> <p>The objectives of the Centre are to offer emotional support, education and information as a complement to medical treatment for individuals diagnosed and living with cancer.</p>
Basis of Accounting	<p>The financial statements have been prepared using Canadian accounting standards for not-for-profit organizations.</p>
Fund Accounting	<p>The Centre follows the restricted fund method of accounting for contributions.</p> <p>The Building Fund reports the assets, liabilities, revenues and expenses related to the Centre's facility, which was funded through externally restricted contributions.</p> <p>The General Fund reports all other assets, liabilities, revenues and expenses.</p>
Revenue Recognition	<p>Restricted contributions are recognized as revenue of the appropriate restricted fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. However, if no appropriate restricted fund is presented, then the restricted contribution is recognized as revenue of the General Fund in the year in which the related expenses are incurred.</p> <p>Unrestricted contributions are recognized as revenue of the General Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.</p> <p>Grants approved but not received at the end of the accounting period are accrued. When a portion a grant relates to a future period, it is deferred and recognized in that future period.</p> <p>Net investment income earned on externally restricted Building Fund resources are recognized as revenue of the Building Fund. All other investment income is recognized as revenue of the General Fund when earned.</p>

Georgian Bay Cancer Support Centre Notes to Financial Statements

September 30, 2024

1. Significant Accounting Policies (continued)

In-Kind Contributions

Contributions of assets are recognized in the period they are donated at their fair market value when a fair value can be reasonably estimated and when the assets are used in the normal course of the Centre's operations and would otherwise been purchased.

The Centre is dependent on the voluntary services of many individuals. Contributed services are not recognized in the financial statements due to the inherent difficulty in valuing the time of volunteers.

Capital Assets

Purchased capital assets are recorded at cost less accumulated amortization. Contributed capital assets are recorded at fair value at the date of contribution. Where fair value cannot be reasonably determined, contributed assets are recorded at a nominal amount.

Amortization is provided on capital assets based on the estimated useful life of the assets as follows:

	Method	Rate
Building	Straight-line	40 years
Parking lot	Straight-line	15 years
Furniture and fixtures	Straight-line	10 years
Computer equipment	Straight-line	5 years

Assets under construction are not amortized until the capital assets are substantially completed and ready for use.

Impairment of Long Lived Assets

When a tangible capital asset no longer contributes to the Centre's ability to provide goods and services, or the future economic benefits or service potential of the tangible capital asset is less than its carrying value, the excess of its net carrying amount over its fair value or replacement cost is recognized as an expense in the statement of operations. Any unamortized deferred contribution amount related to the tangible capital asset is recognized in revenue in the statement of operations, provided that all restrictions have been complied with.

Georgian Bay Cancer Support Centre

Notes to Financial Statements

September 30, 2024

1. Significant Accounting Policies (continued)

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 revenues and expenses during the reporting period. The significant estimate used in the preparation of these financial statements include the estimated useful life of capital assets and the fair value of financial instruments. Actual results could differ from management's best estimates as additional information becomes available in the future.
Income Taxes	The Centre is not subject to federal or provincial income taxes pursuant to exemptions accorded to registered charities in the income tax legislation.
Financial Instruments	Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, equities traded in an active market and derivatives are reported at fair value, with any unrealized gains and losses reported in operations. All other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are expensed for those items remeasured at fair value at each statement of financial position date and charged to the financial instrument for those measured at amortized cost.
Inventory	Inventory includes pieces of art work that have been contributed to the Centre. Contributed inventory is recorded at its fair value at the date of contribution.

Georgian Bay Cancer Support Centre Notes to Financial Statements

September 30, 2024

2. Cash

The Centre's bank accounts are held at one chartered bank. The bank accounts earn interest at variable rates dependent on average monthly balances.

3. Short-term Investments

	2024		2023	
	Market	Cost	Market	Cost
RBC Dominion Securities:				
Cash held in				
investments account,				
0% interest	\$ 14,289	\$ 14,289	\$ -	\$ -
Canadian equities	113,276	105,854	-	-
U.S. equities	58,576	56,589	-	-
Bonds	334,274	324,181	-	-
	\$ 520,415	\$ 500,913	\$ -	\$ -

Investments in securities with an active market have been included at market values based on quoted bid prices as at September 30, 2024.

Bonds held at September 30, 2024 bear stated fixed rates of interest ranging from 1.40% to 2.90% and have maturity dates ranging from June 2, 2025 to September 20, 2029.

Net unrealized gains for the year for the above investments, valued at fair value total \$17,339 (2023 - \$NIL) and are included in investment income on the statement of operations.

Georgian Bay Cancer Support Centre Notes to Financial Statements

September 30, 2024

4. Capital Assets

	2024		2023	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Land	\$ 235,000	\$ -	\$ 235,000	\$ -
Building	1,662,433	183,752	1,662,433	142,181
Furniture and fixtures	52,913	24,188	52,413	19,702
Computer equipment	23,801	14,572	23,801	11,261
Parking lot	75,260	22,160	75,260	17,143
Assets under construction	385,865	-	82,395	-
	\$ 2,435,272	\$ 244,672	\$ 2,131,302	\$ 190,287
Net book value		\$ 2,190,600		\$ 1,941,015

During the year, the Centre continued the construction of a new garden. The landscaping costs to date of this new project have been included in capital assets under construction above but no amortization has been recorded since the project is not complete at year end.

5. Deferred Contributions

Deferred contributions reported in the General Fund represent restricted operating funding received in the current period that is related to expenses of a subsequent period. Changes in deferred contributions balance are as follows:

	2024	2023
GAP Fund	\$ 41,927	\$ 29,411
Ontario Trillium Foundation grant	-	12,807
Huronina Community Foundation grant	-	51,187
Petro-Canada Care Makers Foundation grant	-	7,500
New Horizons grant	17,960	-
Ontario Seniors grant	16,224	-
Individual donation	3,000	-
	\$ 79,111	\$ 100,905

Georgian Bay Cancer Support Centre Notes to Financial Statements

September 30, 2024

6. Deferred Contributions Related to Capital Assets

	<u>2024</u>	<u>2023</u>
Balance, beginning of year	\$ 10,957	\$ 10,150
Restricted contributions received from Ontario Trillium Foundation for the purchase of computer equipment	-	3,323
Amounts amortized to revenue	<u>(2,848)</u>	<u>(2,516)</u>
Balance, end of year	<u>\$ 8,109</u>	<u>\$ 10,957</u>

Deferred contributions represent the unamortized amount of grants and restricted donations received to be used in the purchase of certain assets or in the settlement of certain obligations. The amortization of these contributions is recorded as revenue in the statement of operations.

7. Related Party Transactions

The following table summarizes the Centre's related party transactions for the year:

	<u>2024</u>	<u>2023</u>
Revenues		
Donation and fundraising revenues received from members of the board of directors	<u>\$ 5,641</u>	<u>\$ 9,791</u>

These transactions are in the normal course of operations and are measured at the exchange value (the amount of consideration established and agreed to by the related parties).

Georgian Bay Cancer Support Centre Notes to Financial Statements

September 30, 2024

8. Financial Instruments

Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Centre is exposed to credit risk since the Centre's cash deposits are in excess of the amount insured by the agencies of the federal government in the amounts of \$100,000 at September 30, 2024.

Liquidity Risk

Liquidity risk is the risk that the Centre encounters difficulty in meeting its obligations associated with financial liabilities. Liquidity risk includes the risk that, as a result of operational liquidity requirements, the Centre will not have sufficient funds to settle a transaction on the due date; will be forced to sell financial assets at a value, which is less than what they are worth; or may be unable to settle or recover a financial asset. Liquidity risk arises from accounts payable and accrued liabilities and government remittances payable. The Centre reduces its exposure to liquidity risk by ensuring that it documents when authorized payments are due and maintaining adequate cash to meet its obligations when due.

Other Price Risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Centre is exposed to other price risk through its short-term investments. The Centre manages other price risk through maintaining a diversified portfolio.

There have been no changes to the Centre's financial instrument risk exposure from the prior year other than the increase in other price risk due to the short-term investments acquired during the year.
