QUINTE VITALITY AND SOCIAL SUPPORT
Financial Statements

Year Ended March 31, 2026

REYNOLDS & CANTELO CPA
PROFESSIONAL CORPORATION

QUINTE VITALITY AND SOCIAL SUPPORT

Index to the Financial Statements
Year Ended March 31, 2026

Contents

	Page
Auditors' Report	3-4
Statement of Financial Position	5
Statement of Operations and Changes in Net Assets	6
Statement of Cash Flows	7
Notes to the Financial Statements	8-11
Schedule of Expenses	12
Schedule of Administrative Revenues and Expenditures	13

INDEPENDENT AUDITOR'S REPORT

To the Directors of QUINTE VITALITY AND SOCIAL SUPPORT

Qualified Opinion
I have audited the accompanying financial statements of QUINTE VITALITY AND SOCIAL SUPPORT, which comprise the financial position as at March 31, 2026 and the statements of operations, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In my opinion, except for the effect of any adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of the donations and fundraisers referred to in the Basis for qualified opinion paragraphs, these financial statements present fairly, in all material respects, the financial position of QUINTE VITALITY AND SOCIAL SUPPORT as at March 31, 2026, and the results of its operations and its cash flows for the year then ended in accordance with Canadian standards for not-for-profit organizations.

Basis for qualified opinion
I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the audit of the Financial Statements* section of my report. I am independent of the entity in accordance with ethical requirements that are relevant to the audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for our qualified opinion.

In common with many not-for-profit organizations, the Company derives revenue from donations and fundraisers the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the corporation and I was not able to determine whether any adjustments might be necessary to revenue, excess revenue over expenses, assets, net assets and cash flows from operations.

Responsibility of Management's Responsibility and Those Charged with Governance for the Financial Statements.
Management is responsible for the preparation and fair presentation of these 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 over-seeing the Organization's financial reporting process.

Auditor's Responsibility

My 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 my opinion. Reasonable assurance is a high level of assurance, but 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 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, I exercise professional judgement and maintain professional skepticism throughout the audit. I 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 efeectiveness of the 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 Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, we are required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My 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.

I will 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 I identify during my audit.

I also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

Reynolds & Cantelo CPA Professional Corporation

Eric Reynolds CPA, CA
Licensed Public Accountant

Belleville, Ontario
July 21, 2026

QUINTE VITALITY AND SOCIAL SUPPORT

(Incorporated without share capital)
Financial Position as at Mar 31, 2026

	Operating Fund $	Capital Fund $	Total 2026 $	Total 2025 $
ASSETS				
Current				
Cash	119,145	-	119,145	133,380
Accounts receivable	25,150	-	25,150	24,622
Due from governments	1,662	-	1,662	2,040
Prepaid expenses and other assets	17,320	-	17,320	15,349
	163,277	-	163,277	175,391
Property, Plant and Equipment (note 3)				
Cost	-	2,679,518	2,679,518	2,621,697
Accumulated amortization	-	(1,605,651)	(1,605,651)	(1,549,413)
	-	1,073,867	1,073,867	1,072,284
	163,277	1,073,867	1,237,144	1,247,675
LIABILITIES AND NET ASSETS				
Current liabilities				
Accounts payable and accrued liabilities	16,298	-	16,298	37,389
Funds held in trust	108,540	-	108,540	99,749
	124,838	-	124,838	137,138
Deferred Revenue (note 4)	-	934,108	934,108	938,999
	124,838	934,108	1,058,946	1,076,137
Net Assets				
Externally Restricted	38,439	-	38,439	38,253
Invested in capital assets	-	139,759	139,759	133,285
	38,439	139,759	178,198	171,538
	163,277	1,073,867	1,237,144	1,247,675

See accompanying notes to the financial statements

Approved by:

Director: _____

Director: _____

QUINTE VITALITY AND SOCIAL SUPPORT

(Incorporated without share capital)
Statement of Operations and Changes in Net Assets
for the year ended Mar 31, 2026

	Operating Fund $	Capital Fund $	Total 2026 $	Total 2025 $
Revenue				
Sales	21,912	-	21,912	21,712
Grants - MCSS	843,535	-	843,535	891,935
United Way	5,000	-	5,000	5,000
Programs	43,336	-	43,336	44,756
HRDC student funding	4,090	-	4,090	3,914
Donations	11,650	-	11,650	4,058
Red's Diner	25,332	-	25,332	20,202
Passport Funding	88,733	-	88,733	80,812
Amortization of Deferred Revenue	-	47,261	47,261	45,384
	1,043,588	47,261	1,090,849	1,117,773
Expenses - Schedule of Expenses	1,027,951	56,238	1,084,189	1,104,662
Net before capital asset transfers	15,637	(8,977)	6,660	13,111
Transfer to capital assets				
Capital assets net of funding	(15,451)	15,451	-	-
Adjusted net income	186	6,474	6,660	13,111
Net Assets - Beginning of the Year	38,253	133,285	171,538	158,427
Net Assets - End of Year	38,439	139,759	178,198	171,538

See accompanying notes to the financial statements

QUINTE VITALITY AND SOCIAL SUPPORT

(Incorporated without share capital)
Statement of Cash Flows
for the year ended March 31, 2026

	2026 $	2025 $
Cash flows from operating activities		
Net income	6,660	13,111
Items not affecting cash:		
Amortization of property, plant and equipment	56,238	53,475
Amortization of Deferred Revenue	(47,261)	(45,384)
Changes in non-cash working capital:		
Accounts receivable	(526)	(4,920)
Prepaid expenses and other assets	(1,971)	(1,263)
Accounts payable and accrued liabilities	(21,117)	10,161
Due to governments	378	(9,417)
Funds held in trust	8,791	5,232
Net cash provided by operating activities	1,192	20,995
Cash flows from investing activities		
Purchase of property, plant and equipment	(57,797)	(33,232)
Net cash used in investing activities	(57,797)	(33,232)
Cash flows from financing activities		
Deferred revenue capital assets	42,370	13,247
Net cash provided by financing activities	42,370	13,247
Net increase (decrease) in cash and cash equivalents	(14,235)	1,010
Cash and cash equivalents at the beginning of the year	133,380	132,370
Cash and cash equivalents at the end of the year	119,145	133,380
Cash and cash equivalents consists of:		
Cash	119,145	133,380

See accompanying notes to the financial statements

QUINTE VITALITY AND SOCIAL SUPPORT

(Incorporated without share capital)
Notes to Financial Statements
Year Ended March 31, 2026

1. NATURE OF BUSINESS

The company was incorporated as Adult Resource Centre (Quinte) Inc. on March 31, 1989, under the Ontario Corporations Act, as a corporation without share capital. The company continued the activities formerly conducted by ARC Industries (owned and operated by Belleville and District Association for the Mentally Retarded). On November 8, 1993, supplementary letters patent were granted changing the name to Quinte Vocational Support Services and registering the corporation as a charitable organization under the Income Tax Act.

Quinte Vitality and Socital Support provides vocational and avocational programs, a community cleaning crew and home-based business.

Vocational programs include work and training opportunities, community vocational programs, a community cleaning crew and home-based business.

Avocational programs include life and living skills programs, community vocational participation and an arts and crafts group.

Ministry funding is provided for these programs in addition to the operation of its own business activities.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. Outlined below are those policies considered particularly significant for the Company.

a) Cash and Cash equivalents

Cash and cash equivalents consist primarily of commercial paper and deposits with an original maturity date of purchase of three months or less. Because of the short-term maturity of these investments, their carrying amount approximates fair value.

b) Use of Estimates

The preparation of financial statements, in conformity with Canadian accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reported period. Differences in actual results from prior estimates are taken into account at the time the differences are determined. Significant financial statement items that require the use of estimates are useful life of property plant and equipment and accrued liabilities.

c) Fund Accounting

The financial statements include the activities of the corporation for which the board of Directors is legally accountable. In order to properly reflect its activities, the corporation maintains its accounts in accordance with the principles of fund accounting and the restricted method in order that limitations and restrictions placed on the use of available resources are observed. Under fund accounting, resources for various purposes are classified for accounting and reporting purposes into funds in accordance with activities or objectives specified. For financial reporting purposes, the corporation has combined funds with similar characteristics into two fund groups: Operating Fund and Capital Asset Fund.

QUINTE VITALITY AND SOCIAL SUPPORT

(Incorporated without share capital)
Notes to Financial Statements
Year Ended March 31, 2026

2. SIGNIFICANT ACCOUNTING POLICIES CONTINUED...

c) Fund Accounting Continued...
The Operating Fund accounts for the costs of the programs and other operations of the corporation financed by grants, sales and other general income.

The Capital Asset Fund reports assets, liabilities, revenues and expenses related to the organization's property, plant and equipment.

d) Inventories
Inventories are valued at the lower of cost and market with cost being determined on a first-in, first-out basis. Market value is defined as current replacement cost.

e) Financial Instruments
The organization initially measures its financial assets and financial liabilities at fair value.
The organization subsequently measures all its financial assets at amortized cost except for investments which it chose to measure at fair value. Changes in fair value are recognized in the statement of operations.

Financial assets measured at amortized cost include cash, accounts receivable, prepaid expenses and property, plant and equipment.

Financial liabilities measured at amortized cost include accounts payable and deferred revenue.

f) Property, plant and equipment
Property, plant and equipment are stated at acquisition cost. Gains or losses on disposal of individual assets are recognized in the year of disposal. Donated assets are stated at fair market value and are amortized consistently with other property, plant and equipment. Amortization of property, plant and equipment, which is based on estimated useful life, is calculated on the following bases and at the rates set out below.

	BASIS	RATE
ASSET	Declining balance	4%
Building	Declining balance	20%
Furniture and Equipment	Declining balance	30%
Automotive	Declining balance	30%
Computer Equipment	Straight-line	20%
Leasehold improvements	Declining balance	100%
Land improvements		

g) Realization of Revenue and Expenditure
The corporation follows the accrual basis of accounting. The corporation does not include in revenues or expenditures any amounts for goods or services which have not been received or rendered within the fiscal period.

Revenue from sales is recognized at the time goods are shipped or services are supplied to customers. Provision is made for expected collections losses based on the corporation's past experience. Revenue from grants is recognized upon submission of grant applications, based upon net operating expenditures.

QUINTE VITALITY AND SOCIAL SUPPORT

(Incorporated without share capital)
Notes to Financial Statements
Year Ended March 31, 2026

2. SIGNIFICANT ACCOUNTING POLICIES CONTINUED...

g) Realization of Revenue and Expenditure Continued...
Restricted contributions relating to Programs funded by the Ministry of Community and Social Services are recognized as revenue of the Operating Fund in the year in which the related expenses are incurred. Any adjustments required to revenue on final Ministry approval will be recorded in the current fiscal year as an adjustment to net assets

h) Deferred Revenue Related to Property, Plant and Equipment
Grants and other revenue received related to the purchase of property, plant and equipment are deferred and amortized over future. The amortization period is based on the period used to amortize the corresponding property, plant and equipment.

3. PROPERTY, PLANT AND EQUIPMENT

	2026			2025
	Cost	Accumulated Amortization	Net	Net
	$	$	$	$
Furniture and equipment	499,397	(468,382)	31,015	32,614
Automotive	286,499	(250,329)	36,170	3,648
Computer Equipment	140,141	(101,227)	38,914	34,178
Building	1,603,481	(785,713)	817,768	851,844
Land	150,000	-	150,000	150,000
	2,679,518	(1,605,651)	1,073,867	1,072,284

4. DEFERRED REVENUE RELATING TO PROPERTY, PLANT AND EQUIPMENT

As at March 31, deferred revenue related to property, plant and equipment is comprised of the following:

	2026	2025
	$	$
Beginning of the year	938,998	971,135
Add amount received to be recognized in following years	42,371	13,247
Deduct amount recognized as revenue in year	(47,261)	(45,384)
End of year	934,108	938,998

5. GOVERNMENT ASSISTANCE

Quinte Vitality and Social Support has a Service Contract/CFSA Approval with the Ministry of Community and Social Services. A reconciliation report summarizes all revenues and expenditures for Adult Assessing and Counseling, Vocational Alternative Support for Adults and Adult Community Access Supports and identifies any resulting surplus or deficit that relates to the Service Contract / CFSA Approval.

A review of these reports show that above services to be in a neutral position as at March 31, 2026. Any surplus amounts are reflected in externally restricted net assets of the Operating Fund.

QUINTE VITALITY AND SOCIAL SUPPORT

(Incorporated without share capital)
Notes to Financial Statements
Year Ended March 31, 2026

6. FINANCIAL RISKS

It is management's opinion that the corporation is not exposed to significant interest, currency or credit risks from the instruments. The following analysis provides a measure of the risks at March 31, 2026.

a) Liquidity risk

Liquidity risk is the risk that the organization will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly in respect to accounts payable.

7. Contingency

The organizations policy regarding vacation and sick time allows for staff to accrue up to 60 days. This time off can be used at any time. When a employee finishes working for the organization the accrued time expires and is not paid out. Thus, this amount is not recorded as a liability on the balance sheet.

QUINTE VITALITY AND SOCIAL SUPPORT

(Incorporated without share capital)
Schedule of Expenses
for year ended March 31, 2026

	Operating Fund $	Capital Fund $	Total 2026 $	Total 2025 $
Expenses				
Administration - other	7,930	-	7,930	6,321
Administration - staff	52,257	-	52,257	77,434
Advertising and promotion	1,484	-	1,484	5,060
Amortization or Property, plant and equipment	-	56,238	56,238	53,474
Employee benefits	126,044	-	126,044	115,487
Insurance	27,892	-	27,892	21,820
Membership fees	900	-	900	100
Office	29,325	-	29,325	48,777
Professional fees	1,200		1,200	8,379
Programs	37,372	-	37,372	26,067
Purchased services	21,423	-	21,423	20,843
Red's Diner	13,682	-	13,682	15,817
Repairs and maintenance	67,075	-	67,075	93,744
Salaries -supervision	581,329	-	581,329	551,676
Staff training	4,434	-	4,434	2,290
Telephone	6,208	-	6,208	6,946
Travel	1,043	-	1,043	3,380
Utilities	28,333	-	28,333	31,195
Vehicle operation	20,020	-	20,020	15,852
Total	1,027,951	56,238	1,084,189	1,104,662

QUINTE VITALITY AND SOCIAL SUPPORT

(Incorporated without share capital)
Schedule of Administrative Revenues and Expenses
for year ended March 31, 2026

	2026 $	2025 $
Revenues		
Donations	-	-
ALLOCATED AS:		
Administrative Donations	-	-
EXPENDITURES		
Salaries	40,683	60,550
Employee benefits	11,574	16,884
Professional fees	4,801	2,757
Insurance	1,663	3,564
Other	1,466	-
	60,187	83,755
ALLOCATED AS:		
Administration - Staff	52,257	77,434
Administration - Other	7,930	6,321
	60,187	83,755