

OAK RIDGES HOSPICE OF DURHAM LTD.
FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2026

OAK RIDGES HOSPICE OF DURHAM LTD.
INDEX TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2026

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Changes in Net Assets	4
Statement of Revenues and Expenditures	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 9

INDEPENDENT AUDITOR'S REPORT

To the Members of Oak Ridges Hospice of Durham Ltd.

Qualified Opinion

We have audited the financial statements of Oak Ridges Hospice of Durham Ltd. (the "organization"), which comprise the statement of financial position as at March 31, 2026, and the statements of changes in net assets, revenues and expenditures and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (the "financial statements").

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 organization as at March 31, 2026, 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 (ASNPO).

Basis for Qualified Opinion

In common with many not-for-profit organizations, the organization derives revenue from 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 organization. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenue, excess of revenues over expenses, and cash flows from operations for the year ended March 31, 2026, current assets and net assets as at March 31, 2026.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the organization in accordance with 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.

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 ASNPO, 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.

(continues)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Yale PGC LLP

Toronto, Ontario
August 27, 2026

CHARTERED PROFESSIONAL ACCOUNTANTS
Licensed Public Accountants

OAK RIDGES HOSPICE OF DURHAM LTD.
STATEMENT OF FINANCIAL POSITION
MARCH 31, 2026

	2026	2025
ASSETS		
CURRENT		
Cash and cash equivalents	\$ 553,482	\$ 430,157
Accounts receivable	3,604	22,654
Public Service Bodies Rebate receivable	48,713	25,215
Prepaid expenses	20,288	17,876
	<u>626,087</u>	495,902
PROPERTY AND EQUIPMENT (Note 3)	<u>7,165,630</u>	7,397,175
	<u>\$ 7,791,717</u>	<u>\$ 7,893,077</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 85,051	\$ 158,432
Deferred revenue (Note 4)	135,600	37,525
	<u>220,651</u>	195,957
DEFERRED CAPITAL CONTRIBUTIONS (Note 5)	<u>4,995,983</u>	5,225,944
	<u>5,216,634</u>	5,421,901
NET ASSETS	<u>2,575,083</u>	2,471,176
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 7,791,717</u>	<u>\$ 7,893,077</u>

ON BEHALF OF THE BOARD

Ann Burkholder

Director

Paula Van Kessel

Director

OAK RIDGES HOSPICE OF DURHAM LTD.
STATEMENT OF CHANGES IN NET ASSETS
YEAR ENDED MARCH 31, 2026

	2026	2025
NET ASSETS - BEGINNING OF YEAR	\$ 2,471,176	\$ 2,754,846
EXCESS OF REVENUES OVER EXPENSES	103,907	(283,670)
NET ASSETS - END OF YEAR	<u>\$ 2,575,083</u>	<u>\$ 2,471,176</u>

See notes to financial statements

OAK RIDGES HOSPICE OF DURHAM LTD.
STATEMENT OF REVENUES AND EXPENDITURES
YEAR ENDED MARCH 31, 2026

	2026	2025
REVENUES		
Government funding	\$ 1,629,871	\$ 1,602,561
Donations	854,058	753,499
Fundraising	344,572	243,023
Deferred building fund donations recognized (<i>Note 5</i>)	229,961	248,883
Interest and other investment income	13,263	14,183
Increase in fair value of marketable securities	-	1,684
Grants	-	54,829
	<u>3,071,725</u>	<u>2,918,662</u>
EXPENSES		
Salaries and benefits	2,211,166	2,469,293
Amortization of property and equipment	262,473	279,457
Fundraising	115,289	74,434
Utilities and maintenance	107,186	87,343
Office expense	64,995	64,141
Purchased services	52,678	46,937
Supplies expense	31,408	42,131
Membership fee	29,161	29,363
Bank charges	26,437	26,566
Advertising and promotion	21,755	13,115
Audit and accounting	11,358	15,288
Travel	10,869	2,748
Insurance	9,746	15,069
Training and education	8,677	6,497
Legal fees	4,620	9,759
Professional fees	-	20,191
	<u>2,967,818</u>	<u>3,202,332</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	<u>\$ 103,907</u>	<u>\$ (283,670)</u>

See notes to financial statements

OAK RIDGES HOSPICE OF DURHAM LTD.
STATEMENT OF CASH FLOWS
YEAR ENDED MARCH 31, 2026

	2026	2025 <i>Revised</i>
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenses	\$ 103,907	\$ (283,670)
Items not affecting cash:		
Amortization of property and equipment	262,473	279,457
Deferred building fund donations recognized	(229,961)	(248,883)
Donated marketable securities	-	-
	<u>136,419</u>	<u>(253,096)</u>
Changes in non-cash working capital:		
Accounts receivable	19,050	22,342
Public Service Bodies Rebate receivable	(23,498)	(3,777)
Accounts payable and accrued liabilities	(73,383)	(19,672)
Deferred revenue	98,075	(113,392)
Prepaid expenses	(2,412)	11,093
	<u>17,832</u>	<u>(103,406)</u>
Cash flow from (used by) operating activities	<u>154,251</u>	<u>(356,502)</u>
INVESTING ACTIVITY		
Purchase of property and equipment	<u>(30,926)</u>	<u>(845)</u>
INCREASE (DECREASE) IN CASH FLOW	<u>123,325</u>	<u>(357,347)</u>
Cash - beginning of year	<u>430,157</u>	<u>787,504</u>
CASH - END OF YEAR	<u>\$ 553,482</u>	<u>\$ 430,157</u>
CASH CONSISTS OF:		
Cash	\$ 233,094	\$ 117,164
Redeemable guaranteed income certificates	194,189	189,434
High interest savings account	<u>126,199</u>	<u>123,559</u>
	<u>\$ 553,482</u>	<u>\$ 430,157</u>

See notes to financial statements

OAK RIDGES HOSPICE OF DURHAM LTD.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2026

1. PURPOSE OF THE ORGANIZATION

The purpose of Oak Ridges Hospice of Durham Ltd. (the "Organization") is to bring compassionate care to the community through a tranquil, home-like setting where people with a terminal illness can live their final days with dignity and comfort. The Organization was founded in 2015 and is a registered charity under the Income Tax Act. As such, the Organization is exempt from income taxes and is able to issue donation receipts for income tax purposes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Revenue recognition

The Organization 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 they are received or receivable, if the amount to be received can be reasonably estimated and collection is reasonably assured.

Grants are recognized when the requirements for receipt of funds have been met.

Interest and other investment income includes interest accrued on a daily basis, dividends recognized on the date declared, and changes in the fair market value of equities.

Donated services

The work of the Organization is dependent on the voluntary services of the members of the Organization. Since these services are not normally purchased by the Organization and because of the difficulty of determining their fair value, donated services have not been recognized in these statements.

Cash and cash equivalents

Cash and cash equivalents consist of bank balances and investments in money market instruments.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in the statement of revenues and expenditures. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred. Financial assets measured at amortized cost include cash and cash equivalents and accounts receivable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Use of estimates

The preparation of financial statements requires management to make estimates that affect the amounts recorded. The primary estimates in these statements are the useful lives of the property and equipment and their residual values. These estimates affect the net book value recorded and the amount of the amortization expense. Actual results may vary from these estimates.

(continues)

OAK RIDGES HOSPICE OF DURHAM LTD.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2026

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Property and equipment

Property and equipment is stated at cost or deemed cost less accumulated amortization and is amortized over its estimated useful life on a declining balance basis at the following rates:

Building	4%
Furniture and equipment	30%
Computer equipment	55%
Website	30%

The organization regularly reviews its property and equipment to eliminate obsolete items. Government grants are treated as a reduction of property and equipment cost.

3. PROPERTY AND EQUIPMENT

	Cost	Accumulated amortization	2026 Net book value	2025 Net book value
Land	\$ 1,645,407	\$ -	\$ 1,645,407	\$ 1,645,407
Building	6,651,168	1,226,857	5,424,311	5,650,324
Furniture and equipment	404,448	315,767	88,681	100,369
Computer equipment	23,765	16,640	7,125	923
Website	3,102	2,996	106	152
	<u>\$ 8,727,890</u>	<u>\$ 1,562,260</u>	<u>\$ 7,165,630</u>	<u>\$ 7,397,175</u>

4. DEFERRED REVENUE

Included in the balance is funding received in the last month of the year relating to the next fiscal year.

	2026	2025
Opening balance	\$ 37,525	\$ 150,917
Amounts received	135,600	37,525
Funding disbursed and revenue recognized	(37,525)	(150,917)
Closing balance	<u>\$ 135,600</u>	<u>\$ 37,525</u>

5. DEFERRED CAPITAL CONTRIBUTIONS

Deferred contributions related to capital assets include the unamortized portions of contributed capital assets and restricted contributions that will be used for future capital improvements of the Oak Ridges Hospice facility at 1722 Scugog Street in Port Perry, Ontario.

	2026	2025
Opening balance	\$ 5,225,944	\$ 5,474,827
Current year amortization	(229,961)	(248,883)
Closing balance	<u>\$ 4,995,983</u>	<u>\$ 5,225,944</u>

OAK RIDGES HOSPICE OF DURHAM LTD.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2026

6. FINANCIAL INSTRUMENTS - RISKS AND UNCERTAINTIES

It is management's opinion that the organization is not exposed to significant risks with respect to its financial instruments.

7. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

SIGNATURE CERTIFICATE



REFERENCE NUMBER
8315A44D-C465-4E1A-B5FB-93CBF2DB302B

TRANSACTION DETAILS	DOCUMENT DETAILS
Reference Number 8315A44D-C465-4E1A-B5FB-93CBF2DB302B	Document Name Financial statements – Oak Ridges Hospice of Durham Ltd – March 31 2025
Transaction Type Signature Request	Filename Financial_statements_-_Oak_Ridges_Hospice_of_Durham_Ltd_-_March_31_2025.pdf
Sent At 08/27/2026 03:09:15 PM EDT	Pages 11 pages
Executed At 09/02/2026 03:19:42 PM EDT	Content Type application/pdf
Identity Method email	File Size 138 KB
Distribution Method email	Original Checksum 2f9a8d70ae4739bb19316563f0a98ff8484208934babdec9d8e15974256e5f8d
Signed Checksum a5e5b02df12438ebfa2e243c8e91b6f29ae45fefb4c66018f00c8a79f82816ea	
Signer Sequencing Disabled	
Document Passcode Disabled	
eIDAS Authentication Disabled	

SIGNERS

SIGNER	E-SIGNATURE	EVENTS
Name Paula Van Kessel	Status signed	Viewed At 09/02/2026 03:19:00 PM EDT
Email pvankessel@oakridgeshospice.com	Multi-factor Digital Fingerprint Checksum 4f53cda18c2baa0c0354bb5f9a3ecbe5ed12ab4d8e11ba873c2f11161202b945	Identity Authenticated At 09/02/2026 03:19:42 PM EDT
Components 1	IP Address 142.51.193.105	Signed At 09/02/2026 03:19:42 PM EDT
	Device Mobile Safari via iOS	
	Typed Signature 	
	Signature Reference ID 518F0980	
Name Ann Burkholder	Status signed	Viewed At 08/27/2026 04:35:14 PM EDT
Email aburkholder@oakridgeshospice.com	Multi-factor Digital Fingerprint Checksum 4f53cda18c2baa0c0354bb5f9a3ecbe5ed12ab4d8e11ba873c2f11161202b945	Identity Authenticated At 08/27/2026 04:36:30 PM EDT
Components 1	IP Address 174.92.28.93	Signed At 08/27/2026 04:36:30 PM EDT
	Device Chrome via Windows	
	Typed Signature 	
	Signature Reference ID 1ED60ADE	

AUDITS

TIMESTAMP	AUDIT
08/27/2026 03:09:16 PM EDT	Yale PGC LLP Epackages (tbalancio@yalepgc.ca) created document 'Financial statements – Oak Ridges Hospice of Durham Ltd – March 31 2025.pdf' on Microsoft Edge via Windows from 216.209.34.226.
08/27/2026 03:09:16 PM EDT	Paula Van Kessel (pvankessel@oakridgeshospice.com) was emailed a link to sign.
08/27/2026 03:09:16 PM EDT	Ann Burkholder (aburkholder@oakridgeshospice.com) was emailed a link to sign.

TIMESTAMP	AUDIT
08/27/2026 04:35:14 PM EDT	Ann Burkholder (aburkholder@oakridgeshospice.com) viewed the document on Chrome via Windows from 174.92.28.93.
08/27/2026 04:36:30 PM EDT	Ann Burkholder (aburkholder@oakridgeshospice.com) authenticated via email on Chrome via Windows from 174.92.28.93.
08/27/2026 04:36:30 PM EDT	Ann Burkholder (aburkholder@oakridgeshospice.com) signed the document on Chrome via Windows from 174.92.28.93.
08/31/2026 02:08:11 PM EDT	Paula Van Kessel (pvankessel@oakridgeshospice.com) was emailed a reminder.
09/02/2026 09:41:54 AM EDT	Paula Van Kessel (pvankessel@oakridgeshospice.com) was emailed a reminder.
09/02/2026 03:19:00 PM EDT	Paula Van Kessel (pvankessel@oakridgeshospice.com) viewed the document on Mobile Safari via iOS from 142.51.193.105.
09/02/2026 03:19:42 PM EDT	Paula Van Kessel (pvankessel@oakridgeshospice.com) authenticated via email on Mobile Safari via iOS from 142.51.193.105.
09/02/2026 03:19:42 PM EDT	Paula Van Kessel (pvankessel@oakridgeshospice.com) signed the document on Mobile Safari via iOS from 142.51.193.105.