

**COMMUNITY FOUNDATION OF CAMPBELLFORD/SEYMOUR AND  
NORTHUMBERLAND**

**FINANCIAL STATEMENTS**

**December 31, 2025**

To the Board of Directors of  
**COMMUNITY FOUNDATION OF CAMPBELLFORD/SEYMOUR AND NORTHUMBERLAND**

### **Qualified Opinion**

We have audited the financial statements of **COMMUNITY FOUNDATION OF CAMPBELLFORD/SEYMOUR AND NORTHUMBERLAND**, which comprise the statement of financial position as at December 31, 2025, and the statements of 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 Foundation as at December 31, 2025, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### **Basis for Qualified Opinion**

In common with many not-for-profit organizations, the Foundation derives revenue 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 Foundation. Therefore, we were not able to determine whether any adjustments might be necessary to donations and fundraising revenue, excess of revenues over expenses, and cash flows from operations for the years ended December 31, 2025 and 2024, current assets as at December 31, 2025 and 2024, and net assets as at January 1, 2025 and December 31, 2025 for both the 2025 and 2024 years. Our audit opinion on the financial statements for the year ended December 31, 2024 was modified accordingly because of the possible effects of this limitation in scope.

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

### **Responsibilities of Management 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 Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

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

Trent Hills, Ontario  
April 30, 2026

CHARTERED PROFESSIONAL ACCOUNTANTS  
LICENSED PUBLIC ACCOUNTANTS

**COMMUNITY FOUNDATION OF CAMPBELLFORD/SEYMOUR AND  
NORTHUMBERLAND**

*(Incorporated without share capital)*

**STATEMENT OF FINANCIAL POSITION**

**DECEMBER 31, 2025**

**ASSETS**

	<u>2025</u>	<u>2024</u>
<b>CURRENT ASSETS</b>		
Cash	\$ 28,808	\$ 54,810
Accounts receivable	7,211	4,604
Prepaid expenses	<u>2,584</u>	<u>1,755</u>
	38,603	61,169
<b>LAND, BUILDING AND EQUIPMENT - note 4</b>	152,889	156,928
<b>INVESTMENTS - note 5</b>	<u>7,223,652</u>	<u>6,821,128</u>
	<u><u>\$ 7,415,144</u></u>	<u><u>\$ 7,039,225</u></u>

**LIABILITIES AND FUND BALANCES**

<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ 18,146	\$ 22,715
Deferred honorarium	<u>5,000</u>	<u>-</u>
	<u>23,146</u>	<u>22,715</u>

**FUND BALANCES**

Internally restricted - invested in capital assets	152,890	156,929
Internally restricted - other	7,186,038	6,800,898
Externally restricted	73,669	73,469
Unrestricted	<u>(20,599)</u>	<u>(14,786)</u>
	<u>7,391,998</u>	<u>7,016,510</u>
	<u><u>\$ 7,415,144</u></u>	<u><u>\$ 7,039,225</u></u>

Approved by the Board of Directors:

 Member

 Member

*(See accompanying notes)*

**COMMUNITY FOUNDATION OF CAMPBELLFORD/SEYMOUR AND NORTHUMBERLAND  
STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES  
YEAR ENDED DECEMBER 31, 2025**

	General Fund \$	Community Fund \$	Municipal Fund \$	Capital Assets Fund \$	Endowment Fund \$	2025 Total \$	2024 Total \$
<b>REVENUES</b>							
Donations received	300	70,748			200	71,248	16,830
Miscellaneous income	21,290					21,290	27,920
Investment income - unrestricted	1,470					1,470	1,511
Investment income (Note 9)	<u>-</u>	<u>454,169</u>	<u>391,452</u>	<u>-</u>	<u>-</u>	<u>845,621</u>	<u>941,857</u>
	<u>23,060</u>	<u>524,917</u>	<u>391,452</u>	<u>-</u>	<u>200</u>	<u>939,629</u>	<u>988,118</u>
<b>EXPENSES</b>							
Amortization				9,226		9,226	9,247
Board and meeting expenses	1,488					1,488	1,439
Community relations	4,426					4,426	10,414
Community projects		6,300				6,300	8,324
Grants		84,288	96,201			180,489	147,563
Insurance	3,251					3,251	3,768
Community Fund expenses		40,883				40,883	37,641
Municipal Fund expenses			35,218			35,218	32,432
Advertising and promotion	8,186					8,186	7,801
Memberships	2,490					2,490	2,555
Office	31,882					31,882	24,083
Professional fees	42,925					42,925	21,657
Property taxes	3,622					3,622	3,466
Salaries and benefits	186,483					186,483	186,126
Telephone	3,700					3,700	3,577
Training	2,066					2,066	661
Travel	<u>1,506</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,506</u>	<u>1,109</u>
	<u>292,025</u>	<u>131,471</u>	<u>131,419</u>	<u>9,226</u>	<u>-</u>	<u>564,141</u>	<u>501,863</u>
<b>EXCESS OF REVENUES OVER EXPENSES</b>	(268,965)	393,446	260,033	(9,226)	200	375,488	486,255
Interfund transfers (Note 7)	<u>263,152</u>	<u>(139,339)</u>	<u>(129,000)</u>	<u>5,187</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUNDS</b>	(5,813)	254,107	131,033	(4,039)	200	375,488	486,255
Fund balances – beginning of year	<u>(14,786)</u>	<u>3,625,697</u>	<u>3,125,201</u>	<u>156,929</u>	<u>123,469</u>	<u>7,016,510</u>	<u>6,530,255</u>
<b>FUND BALANCES – end of year</b>	<u>(20,599)</u>	<u>3,879,804</u>	<u>3,256,234</u>	<u>152,890</u>	<u>123,669</u>	<u>7,391,998</u>	<u>7,016,510</u>

(See accompanying notes)

**COMMUNITY FOUNDATION OF CAMPBELLFORD/SEYMOUR AND  
NORTHUMBERLAND  
STATEMENT OF CASH FLOWS  
YEAR ENDED DECEMBER 31, 2025**

	<u>2025</u>	<u>2024</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Excess of revenues over expenditures	\$ 375,488	\$ 486,255
Adjustment for:		
Amortization	<u>9,226</u>	<u>9,247</u>
	384,714	495,502
Change in non-cash working capital components:		
Accounts receivable	(2,607)	(487)
Prepaid expenses	(829)	(158)
Accounts payable and accrued liabilities	(4,571)	14,524
Deferred honorarium	<u>5,000</u>	<u>-</u>
	<u>381,707</u>	<u>509,381</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of land, building and equipment	(5,187)	-
Funds drawn from investments	<u>(402,522)</u>	<u>(499,923)</u>
	<u>(407,709)</u>	<u>(499,923)</u>
<b>INCREASE (DECREASE) IN CASH</b>	(26,002)	9,458
<b>CASH, beginning of year</b>	<u>54,810</u>	<u>45,352</u>
<b>CASH, end of year</b>	<u>\$ 28,808</u>	<u>\$ 54,810</u>

*(See accompanying notes)*

**COMMUNITY FOUNDATION OF CAMPBELLFORD/SEYMOUR AND  
NORTHUMBERLAND  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2025**

**1. PURPOSE OF FOUNDATION**

The Community Foundation of Campbellford/Seymour and Northumberland was incorporated on January 23, 2001 under the laws of Canada as a corporation without share capital, and registered as a charitable organization under the Income Tax Act on the same date. The Foundation was continued under the Canada Not-for-profit Corporations Act on October 8, 2014. The Foundation provides grants within the Northumberland County area to support educational programs, promote and advance social and health programs, support and advance awareness of community and local heritage traditions, support innovative approaches to community based management and stewardship of land, natural resources and the environment, and support other complementary purposes of a charitable nature.

**2. SIGNIFICANT ACCOUNTING POLICIES**

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant accounting policies are detailed as follows:

**Fund accounting restricted**

The Foundation uses the restricted fund method of accounting for contributions.

The General Fund accounts for the foundations grant delivery and administrative activities. This fund reports unrestricted resources and restricted operating grants.

The Community and Municipal Funds report restricted resources that are to be used for grant giving purposes.

The Capital Assets Fund reports the assets, liabilities, revenues and expenses related to the foundation's capital assets.

The Endowment Fund reports non-expendable resources, the income from which is to be used for children and youth in recreation following the guidelines for the Ontario Endowment for Children and Youth in Recreation, arts and crafts activities, and environmental programs in the community.

**COMMUNITY FOUNDATION OF CAMPBELLFORD/SEYMOUR AND  
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NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2025**

**2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Financial instruments**

The Foundation initially measures its financial instruments and financial liabilities at fair value adjusted by transaction costs in the case where a financial asset or liability is subsequently measured at amortized cost. The foundation subsequently measures all of its financial assets and financial liabilities at amortized cost except for cash and investments which are quoted in an active market, which are measured at fair value. Transaction costs associated with the acquisition and disposal of investments are expensed when incurred.

Financial assets measured at amortized cost include accounts receivable..

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

**(a) Land, building and equipment**

Purchased capital assets are recorded at cost. Amortization is provided on a straight-line basis on computers and electronic equipment over an estimated useful life of five years, on a straight-line basis over twenty-five years on the building and on a diminishing balance basis of 20% on furniture. Amortization is reported in the Capital Assets Fund.

**Revenue recognition**

Unrestricted contributions are recognized as revenue of the General Fund in the year received.

Restricted contributions related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred.

Contributions, where the donor has required that the principal be held in perpetuity, are recognized as revenue in the Endowment Fund. All other restricted contributions are recognized as revenue of the appropriate fund.

Grant income is recognized in the pertinent fund when it is received.

Investment income earned on Endowment Fund resources is recognized as revenue of the Community Fund.

Investment income earned on Community and Municipal Funds is recognized as revenue in the pertinent fund. Other investment income is recognized as revenue of the General Fund.

Rental income earned is recognized as revenue of the General Fund in the year to which it relates.

The Foundation is permitted, by various agreements, to transfer funds from the Community and Municipal Funds to the General Fund to cover administrative costs.

**COMMUNITY FOUNDATION OF CAMPBELLFORD/SEYMOUR AND  
NORTHUMBERLAND  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2025**

**2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Contributed materials and services**

Contributed services are not recognized in the financial statements because of the difficulty of determining their fair value. Contributed materials are recognized in the financial statements only if fair value can be reasonably estimated and if the materials are used in the normal course of operations and would otherwise have been purchased.

**Use of estimates**

The preparation of financial statements in conformity 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. Actual results could differ from their estimates.

By their nature, these estimates are subject to measurement uncertainty. Management makes accounting estimates when determining the estimated useful life of the capital assets and fair values of investments.

**3. FINANCIAL INSTRUMENTS**

The Foundation is exposed to risks through its financial instruments as follows:

**Market, currency, interest rates and credit risks**

The investments held in the pooled funds with the Toronto Foundation consisted of a mix of cash and fixed income investments, Canadian equities, US equities, and international equity and other strategies at December 31, 2025 with the pooled funds having a total market value of approximately \$300,000,000. The Foundation also holds investments in mutual funds and bonds. The nature of these investments exposes the Foundation to market, currency, interest rate, and credit risks. The Foundation mitigates the risk exposure through its portfolio management plan.

**Liquidity risk**

The Foundation does have a liquidity risk in the accounts payable and accrued liabilities of \$18,146 (2024 - \$22,715). Liquidity risk is the risk that the Foundation cannot meet its debts when they become due. The Foundation's management manages this risk by reviewing its expected future cash flow requirements..

**Other risks**

Due to the nature of its operations, the Foundation is not exposed to significant other price risks.

**Changes in risk**

There have been no changes in the Foundation's risk exposures from the prior year.

**COMMUNITY FOUNDATION OF CAMPBELLFORD/SEYMOUR AND  
NORTHUMBERLAND  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2025**

**4. LAND, BUILDING AND EQUIPMENT**

	2025			2024
	Cost	Accumulated amortization	Net	Net
Land	\$ 47,874	\$ -	\$ 47,874	\$ 47,874
Buildings	214,241	111,615	102,626	105,906
Office equipment	24,655	22,653	2,002	2,503
Computer equipment	23,935	23,548	387	645
	<b>\$ 310,705</b>	<b>\$ 157,816</b>	<b>\$ 152,889</b>	<b>\$ 156,928</b>

**5. INVESTMENTS**

Investments consist of the following:

	2025	2024
Pooled with the Toronto Foundation	\$ 7,085,354	\$ 6,710,720
Aron Theatre Co-operative Inc. Bonds	-	110,408
Aron Theatre Co-operative Inc. Mortgage	138,298	-
	<b>\$ 7,223,652</b>	<b>\$ 6,821,128</b>

During the year, the Foundation extended a mortgage to a local non profit organization. This unsecured mortgage is receivable in blended monthly payments of \$813 principal and interest, at a rate of 5%, and is due September 2050.

**COMMUNITY FOUNDATION OF CAMPBELLFORD/SEYMOUR AND  
NORTHUMBERLAND  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2025**

**6. EXTERNALLY AND INTERNALLY RESTRICTED FUND BALANCES**

Restrictions on funds are as follows:

	<u>Community Fund</u>	<u>Municipal Fund</u>	<u>Endowment Fund</u>	<u>2025 Total</u>
Externally restricted	\$ -	\$ -	\$ 73,669	\$ 73,669
Internally restricted	<u>3,879,804</u>	<u>3,256,234</u>	<u>50,000</u>	<u>7,186,038</u>
	<u>\$ 3,879,804</u>	<u>\$ 3,256,234</u>	<u>\$ 123,669</u>	<u>\$ 7,259,707</u>
	<u>Community Fund</u>	<u>Municipal Fund</u>	<u>Endowment Fund</u>	<u>2024 Total</u>
Externally restricted	\$ -	\$ -	\$ 73,469	\$ 73,469
Internally restricted	<u>3,625,698</u>	<u>3,125,200</u>	<u>50,000</u>	<u>6,800,898</u>
	<u>\$ 3,625,698</u>	<u>\$ 3,125,200</u>	<u>\$ 123,469</u>	<u>\$ 6,874,367</u>

Of the net assets restricted for endowment purposes, \$98,667 is subject to restrictions that income is for use in youth related projects. Investment income on the remaining \$25,002 is unrestricted.

A net investment gain of \$11,101 (2024 - \$12,833 gain) on resources held for endowment has been reported in the Community Fund.

**COMMUNITY FOUNDATION OF CAMPBELLFORD/SEYMOUR AND  
NORTHUMBERLAND  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2025**

**7. INTERFUND TRANSFERS**

Interfund transfers are made up of the following amounts:

	<u>General Fund</u>	<u>Community Fund</u>	<u>Municipal Fund</u>	<u>Capital Asset Fund</u>
Purchase of capital assets	\$ (5,187)	\$ -	\$ -	\$ 5,187
Internal charges for administration	<u>268,339</u>	<u>(139,339)</u>	<u>(129,000)</u>	<u>-</u>
	<u>\$ 263,152</u>	<u>\$ (139,339)</u>	<u>\$ (129,000)</u>	<u>\$ 5,187</u>

**8. COMMITMENTS**

The Foundation is party to an investment agreement with the Toronto Foundation. The Foundation is charged fees for the management of investment funds under this agreement. This agreement is automatically renewed in June of each year for one year periods until notice of termination is given.

The Foundation committed \$500,000 out of the Community Fund and \$1,500,000 out of the Municipal Fund for the Campbellford Recreation and Wellness Centre. Of those commitments, the Foundation still owes \$300,000 from the Community Fund and \$439,401 from the Municipal Fund.

During the year, the Foundation received donations of \$0 (2024 - \$692) for this purpose. These funds will be transferred to the Municipality to assist in the financing of these projects.

**COMMUNITY FOUNDATION OF CAMPBELLFORD/SEYMOUR AND  
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NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2025**

**9. INVESTMENT INCOME**

	<u>2025</u>	<u>2024</u>
<b>Community Fund</b>		
Toronto Foundation Pooled Funds		
Interest and dividends	\$ 57,093	\$ 71,788
Net realized capital gains (losses)	<u>(26,461)</u>	<u>156,464</u>
	30,632	228,252
Net unrealized capital gains (losses)	<u>418,652</u>	<u>274,815</u>
	<u>449,284</u>	<u>503,067</u>
Other Investments		
Interest	<u>4,198</u>	<u>4,907</u>
<b>Total Community Fund</b>	<u>453,482</u>	<u>507,974</u>
<b>Municipal Fund</b>		
Interest and dividends	49,112	61,526
Net realized capital gains (losses)	<u>(22,000)</u>	<u>135,733</u>
	27,112	197,259
Net unrealized gains (losses)	<u>364,340</u>	<u>236,624</u>
<b>Total Municipal Fund</b>	<u>291,452</u>	<u>433,883</u>
<b>Combined Totals</b>	<u>\$ 844,934</u>	<u>\$ 941,857</u>

**10. COMPARATIVE FIGURES**

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.