

CENTRE FOR DIVERSE LEARNERS
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



BROWNLOW PARTNERS

CHARTERED PROFESSIONAL ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Directors of
Centre For Diverse Learners

Opinion

We have audited the financial statements of Centre for Diverse Learners (the "Organization"), which comprise the statement of financial position as at June 30, 2025, and the statements of revenue and expenditures, operating fund and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at June 30, 2025, and its results of operations and its cash flows for the year then ended in accordance with ASPE.

Basis for Opinion

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 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 ASPE, 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.

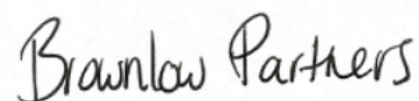
INDEPENDENT AUDITOR'S REPORT — continued

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.



Ancaster, Ontario
October 14, 2025

Chartered Professional Accountants
Licensed Public Accountants

CENTRE FOR DIVERSE LEARNERS
(Incorporated under the laws of Ontario)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025

ASSETS		2025	2024
CURRENT ASSETS			
Cash	\$	337,527	\$ 157,311
Accounts receivable		1,193	812
Government remittances receivable		16,393	8,555
Due from related party (note 3)		65,026	65,026
		420,139	231,704
PROPERTY AND EQUIPMENT (note 4)		14,215	-
	\$	434,354	\$ 231,704
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and accrued liabilities	\$	16,054	\$ 35,348
Government remittances payable		3,048	2,129
Deferred contributions (note 5)		387,602	254,967
		406,704	292,444
DEFERRED CAPITAL CONTRIBUTIONS (note 6)		14,215	7,630
		420,919	300,074
FUND BALANCE			
OPERATING FUND		13,435	(68,370)
	\$	434,354	\$ 231,704

Commitments (note 7)

Approved by the Board

Director

Director

CENTRE FOR DIVERSE LEARNERS
STATEMENT OF REVENUES AND EXPENDITURES

	For the Year Ended June 30, 2025	For the Period Ended June 30, 2024
Revenue		
Amortization of deferred capital contributions	\$ 13,315	\$ -
Bingo income	13,217	-
Donations	46,304	5,500
Events	25,364	-
Grant income	630,916	102,991
Memberships	2,549	1,156
Programs	193,472	95,808
	<u>925,137</u>	<u>205,455</u>
Expenditures		
Amortization	13,315	-
EDI Research Project	80,130	21,605
Events	36,772	3,385
Fundraising	9,356	502
Insurance	4,814	-
Interest and bank charges	2,097	704
Office	41,269	9,822
Professional fees	22,326	8,369
Programs	264,361	102,235
Rent	24,809	1,801
Salaries and wages	341,232	63,496
Telephone	2,851	-
	<u>843,332</u>	<u>211,919</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>\$ 81,805</u>	<u>\$ (6,464)</u>

CENTRE FOR DIVERSE LEARNERS
STATEMENT OF OPERATING FUND

	For the Year Ended June 30, 2025	For the Period Ended June 30, 2024
OPERATING FUND AT BEGINNING OF THE YEAR/PERIOD	\$ (68,370)	\$ (61,906)
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	81,805	(6,464)
OPERATING FUND AT END OF THE YEAR/PERIOD	\$ 13,435	\$ (68,370)

CENTRE FOR DIVERSE LEARNERS
STATEMENT OF CASH FLOWS

	For the Year Ended June 30, 2025	For the Period Ended June 30, 2024
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenditures	\$ 81,805	\$ (6,464)
Adjustments for:		
Amortization	13,315	-
Amortization of deferred capital contributions	(13,315)	-
	81,805	(6,464)
Net changes in working capital balances		
Accounts receivable	(381)	1,091
Government remittances	(6,919)	(6,346)
Due from related party	-	(3,900)
Accounts payable and accrued liabilities	(19,294)	2,229
Deferred contributions	132,635	(108,946)
	106,041	(115,872)
	187,846	(122,336)
FINANCING ACTIVITY		
Deferred capital contributions received	19,900	7,630
INVESTING ACTIVITY		
Purchase of property and equipment	(27,530)	-
NET INCREASE (DECREASE) IN CASH	180,216	(114,706)
CASH AT BEGINNING OF THE YEAR/PERIOD	157,311	272,017
CASH AT END OF THE YEAR/PERIOD	\$ 337,527	\$ 157,311

CENTRE FOR DIVERSE LEARNERS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

1. PURPOSE OF THE ORGANIZATION

Centre for Diverse Learners is dedicated to providing information, referral and support to individuals and families of children with learning disabilities. The Organization is incorporated under the Canada Corporations Act as a not-for-profit organization. The Organization is a registered charity and is exempt from tax under the Income Tax Act of Canada.

The Organization assists those with learning disabilities and their families by providing direct services to parents, individuals and children with learning disabilities, community professionals, organizations, schools and educators through education on the many aspects of learning disabilities, individual support, remedial tutoring, career counselling and skills training. Additional services include public meetings with speakers and support groups, individual support and group training in advocacy, remediation/tutoring programs and skills training in literacy, numeracy, social skills, self-advocacy, executive functioning, assistive technology, and stress management.

The Organization further aims to increase community outreach and awareness by distribution of information through print and electronic media, community displays, public awareness through media, workshops, conferences and participation in community and school-based committees and round-tables.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of accounting

These financial statements have been prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.

(b) Revenue recognition

The Organization follows the deferral method of accounting for contributions. Restricted contributions are deferred and recognized as revenue in the periods the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Membership revenue is recognized based on the membership year with memberships paid for in advanced recorded as deferred revenue. Program fees and grant income received for program expenses are recognized over the period covered by the grant or program as the related expenses are disbursed.

(c) Fund accounting

The Operating Fund reports the assets, liabilities, revenues and expenditures related to program delivery and administrative activities.

(d) Contributed materials and services

These financial statements do not account for the significant amount of volunteer services and time contributed to the operations of the Organization.

CENTRE FOR DIVERSE LEARNERS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES — continued

(e) Property and equipment

Property and equipment is recorded at cost. Amortization is provided for on a declining balance basis using the following annual rate:

Computer hardware	55%
Computer software	100%

(f) Impairment of long-lived assets

The Organization tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected undiscounted future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent carrying value exceeds its fair value.

(g) Financial instruments

The Organization initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions.

The Organization subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in income.

Financial assets measured at amortized cost include cash and accounts receivable.

Financial assets measured at cost or amortized cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in income.

(h) 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, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Such estimates include accruals. Actual results may vary from the current estimates. These estimates are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

CENTRE FOR DIVERSE LEARNERS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

3. DUE FROM RELATED PARTY

The amount due from Elevate Learning Centre, an organization under common management, is non-interest bearing, unsecured and due on demand.

4. PROPERTY AND EQUIPMENT

	2025			2024	
	Cost	Accumulated Amortization	Net	Net	
Computer hardware	\$ 2,000	\$ 550	\$ 1,450	\$ -	
Computer software	25,530	12,765	12,765	-	
	<u>\$ 27,530</u>	<u>\$ 13,315</u>	<u>\$ 14,215</u>	<u>\$ -</u>	

CENTRE FOR DIVERSE LEARNERS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

5. DEFERRED CONTRIBUTIONS

The Organization has deferred contributions that primarily arise from externally restricted grant receipts. Changes in deferred contributions for the year are as follows:

	2025	2024
Contributions received:		
Halton Region	\$ 249,617	\$ -
Hamilton Community Foundation	72,202	-
Hamilton District Society for Disabled Children	100,000	-
Ontario Trillium Foundation	49,800	20,970
Toronto Dominion	88,980	-
United Way Halton & Hamilton	140,000	-
Other	35,000	(26,925)
	<u>735,599</u>	<u>(5,955)</u>
Amount of grants recognized as revenue:		
Halton Region	(219,012)	(25,768)
Hamilton Community Foundation	(41,902)	(15,094)
Ontario Trillium Foundation	(152,693)	(3,800)
Toronto Dominion	(56,920)	-
United Way Halton & Hamilton	(87,046)	-
Other	(52,063)	(58,329)
	<u>(609,636)</u>	<u>(102,991)</u>
Increase (decrease) during the year	132,635	(108,946)
Deferred contributions, beginning of year	254,967	363,913
Deferred contributions, end of year	<u>\$ 387,602</u>	<u>\$ 254,967</u>

6. DEFERRED CAPITAL CONTRIBUTIONS

The Organization has deferred capital contributions that are deferred and recognized into revenue matching the amortization of the funded property and equipment.

	2025	2024
Deferred capital contributions, beginning of year	\$ 7,630	\$ -
Contributions received for property and equipment	19,900	7,630
Amortization of deferred capital contributions	(13,315)	-
Deferred capital contributions end of year	<u>\$ 14,215</u>	<u>\$ 7,630</u>

CENTRE FOR DIVERSE LEARNERS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

7. COMMITMENTS

The Organization has the following annual commitment to pay rent:

2026	\$	24,642
2027		12,527
		<hr/>
		\$ 37,169
		<hr/>

8. FINANCIAL INSTRUMENTS

The Organization is exposed to various risks through its financial instruments. The following analysis provides a measure of the Organization's risk exposure and concentrations at June 30, 2025.

(a) 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 Organization's main credit risks relate to its accounts receivable. The Organization provides credit to its clients in the normal course of operations.

It is management's opinion that the Organization is not exposed to significant liquidity, market (other price), currency or interest rate risk arising from its financial instruments.

9. COMPARATIVE FIGURES

Certain of the comparative figures have been reclassified to conform with the financial statement presentation adopted for the current year.