

COMMUNITY COUNSELLING CENTRE OF LONDON
Financial Statements
Year Ended December 31, 2025

COMMUNITY COUNSELLING CENTRE OF LONDON

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Year Ended December 31, 2025

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of the Community Counselling Centre of London

Qualified Opinion

I have audited the financial statements of Community Counselling Centre of London (the Organization), which comprise the statement of financial position as at December 31, 2025, and the statements of changes in net assets, revenues and expenditures and cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of my report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2025, and the results of its operations and cash flow 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 charitable organizations, the Organization derives revenue from donations and contributions 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 Organization and I was not able to determine whether any adjustments might be necessary to contributions, excess of revenues over expenses, current assets and net assets.

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 Organization in accordance with ethical requirements that are relevant to my 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 have obtained is sufficient and appropriate to provide a basis for my 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.

Auditor's Responsibilities for the Audit of the Financial Statements

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 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.

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Independent Auditor's Report to the Members of Community Counselling Centre of London *(continued)*

As part of an audit in accordance with Canadian generally accepted auditing standards, I exercise professional judgment 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 my 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 I conclude that a material uncertainty exists, I am 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 my 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 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.



London, Ontario
May 21, 2026

James K. Jeffery CPA, CA
CHARTERED PROFESSIONAL ACCOUNTANT
Licensed Public Accountant

COMMUNITY COUNSELLING CENTRE OF LONDON

Statement of Financial Position

December 31, 2025

	2025	2024
ASSETS		
CURRENT		
Cash	\$ 11,479	\$ 2,917
Accounts receivable	6,823	3,238
Harmonized sales tax receivable	3,987	3,194
Prepaid expenses	2,426	2,426
	<u>\$ 24,715</u>	<u>\$ 11,775</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 5,423	\$ 9,255
Wages payable	5,032	29,425
Employee deductions payable	1,890	2,380
Deferred income (Note 4)	27,500	-
	<u>39,845</u>	<u>41,060</u>
NET ASSETS	<u>(15,130)</u>	<u>(29,285)</u>
	<u>\$ 24,715</u>	<u>\$ 11,775</u>

ON BEHALF OF THE BOARD

Marietta Drost Director

Don Janzen Director

See notes to financial statements

COMMUNITY COUNSELLING CENTRE OF LONDON**Statement of Changes in Net Assets****Year Ended December 31, 2025**

	2025	2024
NET ASSETS - BEGINNING OF YEAR	\$ (29,285)	\$ (12,932)
EXCESS OF REVENUES OVER EXPENSES	14,155	(16,353)
NET ASSETS - END OF YEAR	\$ (15,130)	\$ (29,285)

See notes to financial statements

COMMUNITY COUNSELLING CENTRE OF LONDON

Statement of Revenues and Expenditures

Year Ended December 31, 2025

	2025	2024
REVENUES		
Grants (<i>Note 3</i>)	\$ 93,000	\$ 106,947
Donations	69,507	43,741
Counselling	63,681	40,361
Fundraising	17,324	8,650
Training fees	9,485	7,785
Wage subsidy	4,888	4,973
Interest income	22	17
	<u>257,907</u>	<u>212,474</u>
EXPENSES		
Salaries and wages	171,181	169,972
Professional fees	46,167	23,678
Office	12,593	17,591
Associate fees	8,689	10,943
Insurance	3,407	3,682
Marketing	942	2,662
Interest and bank charges	773	299
	<u>243,752</u>	<u>228,827</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	<u>\$ 14,155</u>	<u>\$ (16,353)</u>

COMMUNITY COUNSELLING CENTRE OF LONDON

Statement of Cash Flow

Year Ended December 31, 2025

	2025	2024
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenses	\$ 14,155	\$ (16,353)
Changes in non-cash working capital:		
Accounts receivable	(3,585)	2,304
Prepays expenses	-	(740)
Accounts payable	(3,833)	4,149
Deferred income	27,500	(18,197)
Harmonized sales tax receivable	(793)	(408)
Wages payable	(24,392)	24,762
Employee deductions payable	(490)	629
	<u>(5,593)</u>	<u>12,499</u>
INCREASE (DECREASE) IN CASH FLOW	8,562	(3,854)
Cash - beginning of year	<u>2,917</u>	<u>6,771</u>
CASH - END OF YEAR	<u>\$ 11,479</u>	<u>\$ 2,917</u>

COMMUNITY COUNSELLING CENTRE OF LONDON

Notes to Financial Statements

Year Ended December 31, 2025

1. PURPOSE OF THE ORGANIZATION

Community Counselling Centre of London (the "organization") is a not-for-profit organization incorporated federally under the Canada Not-for-profit Corporations Act. Management has determined that they are exempt from payment of income tax under Section 149(1) of the Income Tax Act.

Effective September 3, 2019, the Organization successfully registered for and obtained registered charity status. The organization continues to operate as an independent counselling centre in London, Ontario.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

Revenue recognition

In general, the organization recognizes revenues when all the following conditions are met:

- services are provided or products are delivered to customers
- there is clear evidence that an arrangement exists
- amounts are fixed or can be determined
- the ability to collect is reasonably assured.

Revenue from counselling services and tuition fees are initially deferred and recognized upon the completion of the corresponding production.

Grants, donations and contributions are recorded as revenue when the conditions of the funding have been met. If no conditions are attached the revenue is recorded upon receipt.

Other revenue, including interest revenue, is recorded upon receipt.

Any revenue stipulated for a specific purpose is only recognized in the fiscal year that the related expenditure and service is performed.

Government funding

Government funding is recognized in the financial statement in the year in which the payment is authorized and the event giving rise to the funding occur, performance criteria are met, and a reasonable estimate of the amount can be made. Government funding that is stipulated to be used for a specific purpose is only recognized as revenue in the fiscal year that the related expenditures are incurred or services performed.

Measurement uncertainty

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

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COMMUNITY COUNSELLING CENTRE OF LONDON

Notes to Financial Statements

Year Ended December 31, 2025

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

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 income. 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.

Contributed services

The operations of the organization depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

3. GRANT REVENUE

The Organization has received several grants and has recorded revenues related to these grants as follows:

	2025	2024
<u>Grant Revenue Recognized</u>		
Congregation of The Sisters of St. Joseph in Canada Grant	\$ -	\$ 5,000
Diaconal Ministries Canada Grant	-	12,500
John & Ellie Voortman Charitable Foundation Grant - Supervision	-	4,447
John & Ellie Voortman Charitable Foundation Grant - Counselling	25,000	25,000
London Community Foundation Grant	2,000	-
Niel & Rhonda Gilby Foundation Grant	500	-
Sifton Family Foundation Grant - Counselling	25,000	25,000
Stait Family Foundation Grant - Counselling	15,000	15,000
The Miggsie Fund - Lawson Foundation Grant	-	5,000
Walmart Canada Corporation Grant	3,000	-
Westminster College Foundation Grant	22,500	15,000
Grant revenue recognized in the year	\$ 93,000	\$ 106,947

4. DEFERRED REVENUE

Grant revenue received by the Organization that has not yet been earned is summarized as follows:

	2025	2024
<u>Grant Revenue Deferred</u>		
Sifton Family Foundation Grant - Counselling	\$ 25,000	\$ -
Westminster College Foundation Grant	2,500	-
Deferred revenue at the end of the year:	\$ 27,500	\$ -

COMMUNITY COUNSELLING CENTRE OF LONDON

Notes to Financial Statements

Year Ended December 31, 2025

5. OCCUPANCY COSTS

The organization is reliant upon the Good News Christian Reformed Church to provide office and operational space from which to operate from. The value of the support received is not included in these financial statements. Should this support be withdrawn it is unclear if the Organization could continue to operate and meet its stated mission.

6. JOHN & ELLIE VOORTMAN CHARITABLE FOUNDATION GRANT

During 2023, the Organization received a \$25,000 to provide 200 subsidized counselling sessions, of which \$4,447 was deferred to 2024. This deferral was recognized in 2024.

During 2024, the Organization received a further \$25,000 to provide 200 subsidized counselling sessions. All of this funding was used in 2024.

During 2025, the Organization received a further \$25,000 to provide 200 subsidized counselling sessions. All of this funding was used in 2025.

	2025	2024
<u>John & Ellie Voortman Charitable Foundation Grants</u>		
Amounts deferred from the prior year - Supervision	\$ -	\$ 4,447
Amounts received during the current year - Counselling	25,000	25,000
Grant revenue recognized in the year	\$ 25,000	\$ 29,447

7. DIACONAL MINISTRIES CANADA GRANT

Through partnership with Diaconal Ministries Canada, the Organization successfully applied for a three year grant through a NewGround Application. On November 1, 2020, the application for this grant was successfully approved for \$15,000 in the first year, \$10,000 in the second and \$5,000 in the final year. The grant was extended for a fourth year in 2024 for another \$15,000. The grant was recognized over each period that it covered. No such grant was received in 2025.

	2025	2024
<u>Dianconal Ministries Canada Grant</u>		
Deferred revenue balance from the prior year	\$ -	\$ 8,750
Amounts received during the year	-	3,750
Grant revenue recognized in the year	\$ -	\$ 12,500

8. FINANCIAL INSTRUMENTS

The organization is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the organization's risk exposure and concentration as of December 31, 2025.

Credit risk

(continues)

COMMUNITY COUNSELLING CENTRE OF LONDON

Notes to Financial Statements

Year Ended December 31, 2025

8. FINANCIAL INSTRUMENTS *(continued)*

Credit risk arises from the potential that a counter party will fail to perform its obligations. The organization is exposed to credit risk from customers. In order to reduce its credit risk, the organization reviews a new customer's credit history before extending credit and conducts regular reviews of its existing customers' credit performance. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The organization has a significant number of customers which minimizes concentration of credit risk.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly in respect of its receipt of funds from its customers and other related sources, long-term debt, obligations under capital leases, contributions to the pension plan, and accounts payable.
