

CAMINO WELLBEING + MENTAL HEALTH
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2026



INDEPENDENT AUDITOR'S REPORT

To the Directors of Camino Wellbeing + Mental Health

Opinion

I have audited the consolidated financial statements of **Camino Wellbeing + Mental Health**, which comprise the consolidated statement of financial position as at **March 31, 2026**, and the consolidated statement of changes in net assets, the consolidated statement of operations, and the consolidated statement of cash flows, for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of **Camino Wellbeing + Mental Health** as at **March 31, 2026** and its consolidated changes in net assets, results of operations and cash flows, for the year then ended, in accordance with Canadian Accounting Standards for Not-for-profit Organizations.

Basis of 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 the 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 opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 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.

As part of an audit in accordance with Canadian 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 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 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.

E.M. Simon CPA

Waterloo, ON

June 25, 2026

E.M. Simon CPA Professional Corporation

Authorized to practise public accounting by the Chartered Professional Accountants of Ontario

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CAMINO WELLBEING + MENTAL HEALTH

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2026

(With comparative figures as at March 31, 2025)

(The accompanying notes are an integral part of these financial statements)

	<u>2026</u>	<u>2025</u>
ASSETS		
CURRENT		
Cash and cash equivalents	1,733,617	1,392,618
Investments (note 3)	10,898,253	10,970,018
Accounts, grants and HST receivable	673,952	877,443
Prepaid expenses	314,531	318,375
	13,620,353	13,558,454
CAPITAL PROPERTY (note 4)	3,547,878	3,776,169
	\$17,168,231	17,334,623
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	1,162,676	1,058,231
Government remittances payable	9,932	132,089
Deferred revenue (note 5)	1,206,215	808,516
Current portion of long-term debt (note 7)	68,509	66,102
	2,447,332	2,064,938
LONG-TERM		
Deferred capital contributions (note 6)	2,782,411	2,959,267
Mortgage payable (note 7)	37,942	101,179
	2,820,353	3,060,446
	5,267,685	5,125,384
NET ASSETS		
UNRESTRICTED	3,420,902	3,429,595
INTERNALLY RESTRICTED (note 2)	8,479,644	8,779,644
	11,900,546	12,209,239
	\$17,168,231	17,334,623

CAMINO WELLBEING + MENTAL HEALTH

CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED MARCH 31, 2026

(With comparative figures for the year ended March 31, 2025)

(The accompanying notes are an integral part of these financial statements)

			<u>2026</u>	<u>2025</u>
UNRESTRICTED				
Opening net assets			3,429,595	3,154,416
(Deficiency) excess of revenues over expenses			(308,693)	275,179
Transfer from Internally Restricted Net Assets			300,000	-
Closing net assets			3,420,902	3,429,595
INTERNALLY RESTRICTED (note 2)				
	<u>Mental Health</u>	<u>Working</u>		
	<u>Services</u>	<u>Capital</u>		
Opening balance	4,216,560	4,563,084	8,779,644	8,779,644
Transfer to Unrestricted Net Assets	(300,000)	-	(300,000)	-
Closing net assets	3,916,560	4,563,084	8,479,644	8,779,644
TOTAL CLOSING NET ASSETS			\$ 11,900,546	\$ 12,209,239

CAMINO WELLBEING + MENTAL HEALTH

CONSOLIDATED STATEMENT OF OPERATIONS

FOR THE YEAR ENDED MARCH 31, 2026

(With comparative figures for the year ended March 31, 2025)

(The accompanying notes are an integral part of these financial statements)

	<u>2026</u>	<u>2025</u>
REVENUES:		
Government grants:		
Federal	1,729,040	1,769,044
Provincial	7,710,423	7,183,742
Regional	737,246	620,351
Contracted services	3,053,440	3,182,968
Service fees	471,606	569,301
Fundraising	2,772,406	3,309,002
Other	391,333	376,907
	16,865,494	17,011,315
EXPENSES:		
Salaries and benefits	13,764,887	13,767,639
Community partner contracted services	1,020,781	846,927
Professional development and travel	208,857	215,179
Occupancy	930,172	1,064,003
Purchased professional services	505,373	524,882
Equipment, software, IT services	607,191	731,479
Program supplies	444,742	424,152
Administration and promotion	292,128	269,230
Amortization of capital assets	228,291	269,038
	18,002,422	18,112,529
DEFICIT FROM OPERATIONS	(1,136,928)	(1,101,214)
OTHER INCOME		
Gain on the sale of real estate	-	663,361
Investment gains	828,235	713,032
(DEFICIENCY) EXCESS OF REVENUES OVER EXPENSES	(\$308,693)	\$275,179

CAMINO WELLBEING + MENTAL HEALTH

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED MARCH 31, 2026

(With comparative figures for the year ended March 31, 2025)

(The accompanying notes are an integral part of these financial statements)

	<u>2026</u>	<u>2025</u>
CASH PROVIDED BY (USED IN):		
OPERATING ACTIVITIES		
(Deficiency) excess of revenues over expenses	(308,693)	275,179
Items not affecting cash:		
Gain on the sale of real estate	-	(663,361)
Amortization of capital assets	228,291	269,038
Deferred capital contributions recognized	(176,856)	(176,856)
	(257,258)	(296,000)
Change in non-cash current items:		
Investments (note 3)	71,765	(713,032)
Accounts, grants and HST receivable	203,491	(159,321)
Prepaid expenses	3,844	(146,957)
Accounts payable and accrued liabilities	104,445	85,101
Government remittances payable	(122,157)	(61,312)
Deferred revenue (note 5)	397,699	(646,959)
	401,829	(1,938,480)
INVESTING ACTIVITIES		
Proceeds from the sale of capital assets	-	1,582,690
FINANCING ACTIVITIES		
Mortgage principal payments	(60,830)	(60,830)
CHANGE IN CASH AND CASH EQUIVALENTS	340,999	(416,620)
CASH AND EQUIVALENTS - beginning of year	1,392,618	1,809,238
CASH AND EQUIVALENTS - end of year	\$1,733,617	\$1,392,618

CAMINO WELLBEING + MENTAL HEALTH

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2026

1. NATURE AND PURPOSE OF THE ORGANIZATION

Camino Wellbeing + Mental Health is an income-tax-exempt registered charity and is incorporated without share capital under the laws of Ontario. Camino believes in a connected community where all people thrive and contributes to this vision by supporting individuals, families and communities as they work to strengthen their wellbeing and mental health.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These financial statements have been prepared using Canadian Accounting Standards for Not-for-profit Organizations. They reflect the consolidated assets, liabilities, revenues and expenses of Camino Wellbeing + Mental Health and Notre Dame Assets Inc., a wholly owned subsidiary of Camino. Notre Dame Assets Inc. owned some of the real estate used by Camino in carrying out its programs. This real estate was sold in September 2024 and, serving no further purpose, Notre Dame Assets Inc was dissolved on October 31, 2025. All revenue and expense transactions, and inter-organizational debts between the entities have been eliminated in these consolidated financial statements.

Cash and cash equivalents

Cash includes cash on hand plus cash held at banks and other financial institutions.

Capital property

Capital property is reflected at cost which is amortized on a straight-line basis over the estimated life of the asset as follows:

Buildings	40 years
Outdoor improvements	10 years

Financial instruments

A financial instrument is a contract that creates a financial asset for one entity and a financial liability or equity instrument of another. Financial assets and liabilities are initially measured at fair value. The organization subsequently measures its financial assets and financial liabilities at amortized cost, except for investments in equity instruments with quoted fair values in an active market, which are measured at fair value. Changes in fair value are recognized in other income. Financial assets measured at amortized cost are tested for impairment when there are indicators of impairment. The amount of any write-down is recognized on the statement of operations and changes in net assets. Any previously recognized impairment losses may be reversed and reflected in other income to the extent of improvement, provided they are no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously.

Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that may affect the reported amount of assets and liabilities at the financial statement date and the reported revenues and expenses reported for the year. In these financial statements, amortization of property and equipment requires estimates and assumptions related to the useful life of the related assets. Actual results could differ from those estimates.

CAMINO WELLBEING + MENTAL HEALTH
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2026

2. ACCOUNTING POLICIES (continued)

Internally restricted net assets - purpose

Mental Health Services:	To provide wellbeing and mental health services.
Working Capital:	To maintain financial stability in times of revenue uncertainty.

In the current fiscal year, the Board approved a motion to transfer \$300,000 from Internally Restricted Net Assets, to Unrestricted Net Assets.

Revenue recognition

Camino uses the deferral method for recognizing revenues. Externally restricted grants and donations are reflected as deferred revenue and only recognized as revenue when the related expenses have been incurred and the required services or other deliverables have been rendered. Unrestricted grants and donations are reflected as revenue when received or receivable. Revenues are only recognized when amounts are measurable and collection is reasonably assured.

Camino benefits from many hours of service provided by volunteers. The financial value of these contributions is not measurable and is therefore not reflected in these financial statements.

3. FINANCIAL ASSETS

	<u>2026</u>	<u>2025</u>
Investments:		
Reflected at fair value - equities	4,416,401	4,265,922
Reflected at amortized cost - fixed term investments	6,481,852	6,704,096
	<u>10,898,253</u>	<u>10,970,018</u>
Other financial assets reflected at amortized cost (cash, program receivables)	2,299,049	2,184,194
	<u>\$ 13,197,302</u>	<u>\$ 13,154,212</u>

Fixed term investments bear interest from 2.10% to 5.55% (3.60% to 5.55% in the prior year) and mature between June 2026 and August 2028.

Management believes the organization does face some market and interest rate risk in that changes in investment markets could impact the value of investments held. Management also believes the organization does not face any significant credit, currency or liquidity risk with respect to its financial instruments. Management's assessment of these risks has not changed from the prior year.

4. CAPITAL PROPERTY

CAPITAL PROPERTY	<u>2026</u>		<u>2025</u>	
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	<u>Net Book Value</u>
Land	655,873	-	655,873	655,873
Buildings	9,083,166	6,234,371	2,848,795	3,048,281
Outdoor improvements	144,027	100,817	43,210	72,015
	\$ 9,883,066	\$ 6,335,188	\$ 3,547,878	\$ 3,776,169

CAMINO WELLBEING + MENTAL HEALTH
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MARCH 31, 2026

5. DEFERRED REVENUE

Deferred revenue consists of fundraised donations and grants which have been restricted by the donor and will be spent as designated in future years.

6. DEFERRED CAPITAL CONTRIBUTIONS	<u>Opening Balance</u>	<u>Additions (Repayments)</u>	<u>Recognized as Fundraising</u>	<u>Closing Balance</u>
Capital contributions	\$ 2,959,267	\$ -	\$ 176,856	\$ 2,782,411

Deferred capital contributions are grants and donations from donors and from funders who have restricted the use of the contributions to capital related expenditures. The closing balance reflects those contributions which will be recognized as revenues consistently with the amortization of the funded assets.

7. MORTGAGE PAYABLE

	<u>2026</u>	<u>2025</u>
The mortgage payable bears interest at 4.09% requires monthly principal and interest payments of \$5,964, is secured by the land and building at 150 Ainslie St., Cambridge, ON, and matures in August 2027.	106,451	167,281
Due in the coming year	68,509	66,102
	\$37,942	\$101,179

Projected principal payments:	<u>Fiscal Year</u>	<u>Payments</u>
	2027	68,509
	2028	37,942
		<u>\$106,451</u>

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ADDITIONAL DISCLOSURES

MARCH 31, 2026

The following disclosures have been requested by the funders noted, but are not required for fair presentation of the financial statements in accordance with Canadian Accounting Standards for Not-for-profit Organizations

GOVERNMENT GRANTS

Camino has ongoing service contracts with several government ministries. These ministries require the filing of annual reconciliation reports summarizing by service or program, all revenues and expenditures, and identifying any resulting surplus or deficit. Surpluses (deficits) by service or program for the current fiscal year are as follows:

	<u>Surplus (deficit)</u>
Ministry of Health	
Brief Services	(78,334)
Counselling and Therapy Services	(161,391)
Family Capacity Building and Support	278,026
Intensive Treatment Services	(860)
Specialized Consultation and Assessment	1,198
Targeted Prevention	(38,639)
	-
Ministry of Children, Community and Social Services	
Child Welfare	-
Autism	-
Violence Against Women	-
Broader Public Sector - Adult	-
Broader Public Sector - Developmental Services	-
Broader Public Sector - Child	-
Young Parent	-
Dedicated Supportive Housing	-
	-
Ontario Health	
Abuse Services - Sexual Assault Counselling	-
Abuse Services - FASD Clinic	-
Clinic Programs - MH Counselling and Treatment	-
	-

Camino allocates certain expenditures to these programs using the guidelines mandated by the respective Ministry.

No federal or provincial government funding is included in deferred revenue at March 31, 2026 (nil – 2025).

Deferred capital contributions includes accumulated capital contributions of \$164,325 funded by the Ministry of Children, Community and Social Services which can be used on capital projects approved by the Ministry specific to Supportive Housing.