Doane Grant Thornton

Financial Statements

Brampton and Caledon Community Foundation

December 31, 2025

Contents

Independent Auditor's Report

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To the Directors of
Brampton and Caledon Community Foundation

Qualified Opinion

We have audited the financial statements of Brampton and Caledon Community Foundation (the "Foundation"), which comprise the statement of financial position as at December 31, 2025, and the statement of operations and changes in fund balances, and statement of 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 effects of the matter described in the Basis for Qualified Opinion paragraph, 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 ("ASNPO").

Basis for Qualified Opinion

In common with many not-for-profit organizations, the Foundation derives revenue from the general public in the form of donations, 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 unable to determine whether any adjustments might be necessary to donation revenue, excess of revenues over expenses, and cash flows from operations for the years ended December 31, 2025 and December 31, 2024, and current assets as at December 31, 2025 and December 31, 2024 and net assets as at January 1 and December 31 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 Foundation 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 opinion.

Independent Auditor's Report (continued)

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 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.

Independent Auditor's Report (continued)

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.

Doane Grant Thornton LLP

Mississauga, Canada
May 14, 2026

Chartered Professional Accountants
Licensed Public Accountants

Brampton and Caledon Community Foundation
Statement of Financial Position
As at December 31

	Operating Fund	Restricted Fund	Administered Funds in Trust	**Total 2025**	Total 2024
Assets					
Current					
Cash	$ -	$ 130,438	$ -	**$ 130,438**	$ 140,747
Cash in trust	-	-	25,753	**25,753**	27,695
Investments (Note 3)	328,982	10,822,447	-	**11,151,429**	10,668,878
Investments in trust (Note 3)	-	-	1,286,369	**1,286,369**	1,184,119
Prepaid expenses	5,541	-	-	**5,541**	6,870
Administrative fee and interest receivable	24,068	61	-	**24,129**	24,195
Harmonized sales tax recoverable	30,719	-	-	**30,719**	28,121
Interfund balances (Note 4)	(184,984)	184,984	-	-	-
	204,326	11,137,930	1,312,122	**12,654,378**	12,080,625
Capital assets (Note 5)	1,126	-	-	**1,126**	2,617
	$ 205,452	$ 11,137,930	$ 1,312,122	**$ 12,655,504**	$ 12,083,242
Liabilities					
Current					
Bank indebtedness	$ 1,831	$ -	$ -	**$ 1,831**	$ -
Accounts payable and accrued liabilities	32,079	-	-	**32,079**	29,011
Administered funds in trust	-	-	1,312,122	**1,312,122**	1,211,814
Government remittances payable	4,880	-	-	**4,880**	4,424
	38,790	-	1,312,122	**1,350,912**	1,245,249
Fund balances					
Restricted Fund	-	11,137,930	-	**11,137,930**	10,613,046
Operating Fund	166,662	-	-	**166,662**	224,947
	166,662	11,137,930	-	**11,304,592**	10,837,993
	$ 205,452	$ 11,137,930	$ 1,312,122	**$ 12,655,504**	$ 12,083,242

Commitments (Note 6)

On behalf of the Board of Directors

______________________________ Director ______________________________ Director

See accompanying notes to the financial statements.

Brampton and Caledon Community Foundation
Statement of Operations and Changes in Fund Balances
For the Year Ended December 31

	Operating Fund	Restricted Fund	**Total 2025**	Total 2024
Revenue				
Change in unrealized gains on investments	$ -	$ 510,302	**$ 510,302**	$ 756,343
Administration fees	272,105	-	**272,105**	254,181
Realized gains on investments	-	231,569	**231,569**	553,074
Dividends	-	205,929	**205,929**	212,668
Donations	1,000	172,510	**173,510**	181,582
Other investment income	-	63,380	**63,380**	25,066
Interest	12,407	47,047	**59,454**	55,792
Event revenue	11,835	-	**11,835**	9,550
	297,347	1,230,737	**1,528,084**	2,048,256
Expenses				
Grants to charities	-	389,605	**389,605**	306,658
Administration fees	-	253,143	**253,143**	237,055
Salaries and benefits	223,090	-	**223,090**	207,574
Investment management fees	-	63,105	**63,105**	58,669
Professional fees	56,946	-	**56,946**	50,923
Administrative and other	42,304	-	**42,304**	46,230
Event expenses	16,105	-	**16,105**	10,292
Advertising and marketing	11,600	-	**11,600**	12,275
Insurance	4,097	-	**4,097**	4,014
Loss on disposal of capital assets	1,086	-	**1,086**	-
Amortization	404	-	**404**	505
	355,632	705,853	**1,061,485**	934,195
Excess of revenue over expenses (expenses over revenue)	(58,285)	524,884	**466,599**	1,114,061
Fund balances, opening	224,947	10,613,046	**10,837,993**	9,723,932
Fund balances, ending	$ 166,662	$ 11,137,930	**$ 11,304,592**	$ 10,837,993

Brampton and Caledon Community Foundation
Statement of Cash Flows
For the Year Ended December 31

	2025	2024
Increase (decrease) in cash and bank indebtedness		
Cash flows from operating activities		
Excess of revenues over expenses	**$ 466,598**	$ 1,114,061
Adjustments for		
Amortization	**404**	505
Loss on disposal of capital assets	**1,087**	-
Change in unrealized gains on investments	**(510,302)**	(756,343)
Realized gains on investments	**(231,569)**	(553,074)
	(273,782)	(194,851)
Change in non-cash working capital items		
Administrative fee and interest receivable	**66**	(8,201)
Harmonized sales tax recoverable	**(2,598)**	(15,079)
Prepaid expenses	**1,329**	(289)
Donation receivable	**-**	1,500
Event receivable	**-**	75
Accounts payable and accrued liabilities	**3,069**	(54,162)
Government remittances payable	**456**	(264)
	(271,460)	(271,271)
Cash flows from investing activities		
Purchase of capital assets	**-**	(1,414)
Net proceeds from investments	**259,320**	106,223
	259,320	104,809
Decrease in cash and bank indebtedness	**(12,140)**	(166,462)
Cash and bank indebtedness		
Cash and bank indebtedness, beginning of year	**140,747**	307,209
Cash and bank indebtedness, end of year	**$ 128,607**	$ 140,747
Cash and bank indebtedness consists of:		
Cash	**$ 130,438**	$ 140,747
Bank indebtedness	**(1,831)**	-
	$ 128,607	$ 140,747

1. Nature of operations

The purpose of the Brampton and Caledon Community Foundation ("the Foundation") is to improve the quality of life in Brampton and Caledon area by building and managing permanent endowment funds for community betterment. Charitable endeavours in areas such as health, education, youth programs, social services, arts, culture and the environment are supported by distributing the income earned on permanent endowment funds via grants.

The Foundation was incorporated without share capital under the Canada Corporations Act on November 7, 2001 and is a registered charitable organization exempt from taxation under the Income Tax Act. On September 17, 2014, the Foundation received it's Certificate of Continuance to continue the Foundation from the Canada Corporations Act to the Canadian Not-for-profit Corporations Act.

2. Significant accounting policies

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

Restricted fund accounting

<u>Operating Fund</u>

The Operating Fund reports resources available for the Foundation's general operating activities including capital assets.

<u>Restricted Fund</u>

The Restricted Fund reports externally restricted resources that are to be held in perpetuity for the purpose of creating investment income for future distribution, as well as donations received that are to be distributed by the end of the following fiscal year in which they are received from the donor.

<u>Administered Funds in Trust</u>

Administered Funds in Trust reports two resources held within the Foundation's assets. The two funds include the Chinguacousy Health Services Centre Fund for the benefit of Wellspring Chinguacousy and the Caledon Meals on Wheels Fund for the benefit of Caledon Meals on Wheel Foundation. With 120 days notice, these funds may need to be returned to the respective fund owners.

2. Significant accounting policies (continued)

Revenue recognition

The Foundation follows the restricted fund method of accounting for contributions. Unrestricted and restricted contributions and grants are recognized as revenue of the appropriate fund in the year the revenue is earned if the amount can be reasonably estimated and collection is reasonably assured.

Donations are recorded in revenue when they are received or receivable if the amount can be reasonably estimated and collection is reasonably assured.

Event revenue is recorded in the period of the related event if the amount can be reasonably estimated and collection is reasonably assured.

Investment income, administration fees and honorariums are recognized as revenue in the period in which they are earned. Investment income from investments in Administered Funds in Trust are not recorded in revenue.

Realized gains and losses related to the sale of investments are recognized on the transaction date. Unrealized gains and losses related to investments are recognized based on the fair value at December 31. Realized and unrealized gains and losses from investments in Administered Funds in Trust are not recorded in revenue.

Contributed services

During the year, a number of organizations donate services to the Foundation and a substantial number of volunteers contribute a significant amount of their time. Because of the difficulty in determining the fair value, contributed services are not recorded in the financial statements.

Financial instruments

The Foundation considers any contract creating financial asset, liability or equity instrument as a financial instrument, except in certain limited circumstances. The Foundation accounts for the following as financial instruments:

- cash
- investments
- administrative fee and interest receivable
- accounts payable

Financial instruments in arm's length transactions

Initial measurement

The Foundation initially measures financial assets and financial liabilities originating, acquired, issued or assumed in arm’s length transactions at fair value.

2. Significant accounting policies (continued)

Financial instruments (continued)

Subsequent measurement

The Foundation subsequently measures these financial assets and financial liabilities from arm's length transactions at amortized cost or amortized cost less any reductions for impairment, except for investments in equity investments that are quoted in an active market, which are measured at fair value. Quoted market prices are used to determine the fair value of investments at the year-end date. Changes in the fair value of investments in the Restricted Fund are included in excess of revenue over expenses. Changes in investments in Administered Funds in Trust are not recorded in excess of revenue over expenses.

Derecognition

The Foundation removes financial liabilities, or a portion of, when the obligation is discharged, cancelled or expires.

Impairment

A financial asset (or group of similar financial assets) measured at cost or amortized cost are tested for impairment when there are indicators of impairment. Impairment losses are recognized in the statement of operations. Previously recognized impairment losses are reversed to the extent of the improvement provided the asset is not carried at an amount, at the date of the reversal, greater than the amount that would have been the carrying amount had no impairment loss been recognized previously. The amounts of any write-downs or reversals are recognized in excess of revenue over expenses.

Capital assets

Capital assets are recorded at cost less accumulated amortization. The Foundation provides for amortization at rates designed to amortize the cost of the asset over its estimated useful life. The annual amortization rates are as follows:

Furniture and fixtures	Declining balance	20%
Computer equipment	Declining balance	30%
Leasehold improvements	Straight-line	10 years

Capital assets are tested for impairment when events or changes in circumstances indicate that an asset might be impaired. The assets are tested for impairment by comparing the net carrying value to their fair value or replacement cost. If the asset's fair value or replacement cost is determined to be less than its net carrying value, the resulting impairment is reported in the statement of operations and changes in fund balances. Any impairment recognized is not reversed.

2. Significant accounting policies (continued)

Leases

An operating lease is a lease where substantially all the benefits and risks incidental to ownership of the property are not transferred to the Foundation.

Lease rentals under operating leases are included in the determination of net income over the lease term on a straight-line basis.

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 and disclosures of contingent liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. Such estimates are periodically reviewed and any adjustments necessary are reported in revenue over expenses in the period in which they become known. Actual results could differ from those estimates.

Financial statement items subject to significant management judgment include estimated useful lives of property and equipment, certain accrued liabilities and the valuation of investments.

3. Investments

Operating Fund

	2025	2024
Guaranteed investment certificate bearing interest at 3.10% per annum, and maturing on December 16, 2026	**$ 170,836**	$ -
Guaranteed investment certificate bearing interest at 3.70% per annum, and maturing on March 3, 2026	**158,146**	-
Guaranteed investment certificate bearing interest at 3.75% per annum, and maturing on December 16, 2025	**-**	164,661
Guaranteed investment certificate bearing interest at 5.40% per annum, and maturing on March 1, 2025	**-**	150,000
	$ 328,982	$ 314,661

3. Investments (continued)

Restricted Fund

	2025	2024
Foreign equities	**$ 3,744,140**	$ 3,451,542
Fixed income investments	**3,670,666**	3,844,877
Canadian equities	**2,367,764**	2,083,541
Alternative investments	**1,039,877**	974,257
	$ 10,822,447	$ 10,354,217

The cost of the investments in the Restricted Fund at December 31, 2025 is $8,581,834 (2024 - $8,623,907).

Administered Funds in Trust

	2025	2024
Fixed income investments	**$ 466,067**	$ 421,769
Foreign equities	**465,131**	464,430
Canadian equities	**250,969**	211,744
Alternative investments	**104,202**	86,176
	$ 1,286,369	$ 1,184,119

The cost of the investments in Administered Funds in Trust at December 31, 2025 is $1,065,551 (2024 - $1,005,075).

Alternative investments are investments in assets other than fixed income, equities or cash, such as convertible debentures and hybrid investments.

The amounts that are held in trust are to be used to grant to charities at the discretion of Chinguacousy Health Services Centre Fund and Caledon Meals on Wheels Fund.

4. Interfund balances

These balances include grants and administrative fees due between the Operating Fund and the Restricted Fund. These balances bear no interest and are payable on demand.

5. Capital assets

	Cost	Accumulated Amortization	**2025 Net Book Value**	2024 Net Book Value
Furniture and fixtures	$ 1,678	$ 684	**$ 994**	$ 1,500
Computer equipment	1,611	1,479	**132**	189
Leasehold improvements	-	-	-	928
	$ 3,289	$ 2,163	**$ 1,126**	$ 2,617

6. Commitments

As at December 31, 2025, the Foundation has the following annual lease commitment with respect to its office space. Minimum payments over the term of the lease are as follows:

2026	$	15,600
2027		7,800
	$	23,400

7. Financial instruments

The Foundation is exposed to various risks through its financial instruments. The following analysis provides a measure of the Foundation's risk exposures at December 31, 2025.

(a) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Foundation is exposed to interest rate risk through its investments. The Foundation manages the interest rate risk exposure of its fixed income investments by using a laddered portfolio with varying terms to maturity. The laddered structure of maturities helps to enhance the average portfolio yield while reducing the sensitivity of the portfolio to the impact of interest rate fluctuations. Investments in equity securities are not exposed to significant interest rate risk.

(b) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Foundation is exposed to currency risk through its investments. The Foundation mitigates its currency risk exposure of foreign equity securities through diversification by investing in global equities funds comprised of multiple currencies.

(c) Market risk

Market risk is the risk that the fair value or expected future cash flows of a financial instrument will fluctuate because of changes in market prices. The Foundation is exposed to currency risk through its investments. The Foundation manages market risk by diversifying its investments in a variety of industries globally. It maintains a range of securities, including bonds, stocks, and cash and equivalents. The performance on these assets is monitored on a regular basis by an investment committee.

It is management's opinion that the Foundation is not exposed to significant credit or liquidity risk arising from its financial instruments. No allowance for doubtful accounts has been recorded as at December 31, 2025 (2024 - nil).

Management believes the exposure to these risks has not changed in the past year.