

**Bernard Betel Centre for Creative
Living
Financial Statements
For the year ended March 31, 2025**

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Independent Auditor's Report

To the Directors of Bernard Betel Centre for Creative Living

Opinion

We have audited the accompanying financial statements of Bernard Betel Centre for Creative Living (the "Centre"), which comprise the statement of financial position as at March 31, 2025, and the statements of operations, changes in net assets 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 aspects, the financial position of the Centre as at March 31, 2025, and its operating results and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

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 Centre 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 these 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 Centre'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 Centre or to cease operations, or has no realistic alternative but to do so.

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



Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

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 Centre'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 Centre'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 Centre 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.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants

Oakville, Ontario
June 24, 2025

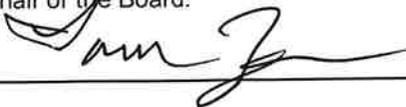
**Bernard Betel Centre for Creative Living
Statement of Financial Position**

As at March 31	2025	2024
Assets		
Current		
Cash	\$ -	\$ 100,324
Investments (Note 2)	3,084,560	2,558,923
Accounts receivable	95,960	130,933
Prepaid expenses	21,582	16,258
	3,202,102	2,806,438
Capital assets (Note 3)	1,332,805	1,421,713
	\$ 4,534,907	\$ 4,228,151

Liabilities and Net Assets

Current		
Bank overdraft (Note 7)	\$ 16,089	\$ -
Accounts payable and accrued liabilities	182,412	157,864
Deferred revenue (Note 4)	886,916	584,124
	1,085,417	741,988
Deferred capital contributions (Note 5)	634,239	678,135
	1,719,656	1,420,123
Net assets		
Invested in capital assets (Note 6)	698,566	743,578
Internally restricted fund	2,200,000	2,200,000
Unrestricted funds	(83,315)	(135,550)
	2,815,251	2,808,028
	\$ 4,534,907	\$ 4,228,151

On behalf of the Board:


 _____ Director

Bernard Betel Centre for Creative Living Statement of Operations

For the year ended March 31	2025	2024
Revenue		
Revenue from external sources:		
Ministry of Health - Ontario Health (MOH)	\$ 1,024,390	\$ 951,801
UJA Federation	509,420	655,420
United Way Greater Toronto	190,215	190,192
City of Toronto - Community Service Partnerships	153,246	147,069
Ministry of Seniors and Accessibility	102,274	102,876
City of Toronto - Toronto Social Services	28,914	21,219
	2,008,459	2,068,577
Revenue from internal sources:		
Fees from services (Note 8)	1,558,967	1,613,865
Membership fees	94,831	85,620
Fundraising and donations	118,659	138,063
Rental	10,920	23,740
Investment income	146,968	130,139
Amortization of deferred capital contributions (Note 5)	43,896	43,896
Other revenue	19,290	9,351
	1,993,531	2,044,674
Total revenue	4,001,990	4,113,251
Expenditures		
Salaries and wages	2,401,531	2,323,720
Employee benefits	391,017	357,498
Direct program delivery costs	885,628	930,891
Building occupancy	219,387	259,108
Administration	126,651	145,758
Publicity and promotion	63,057	49,744
Support for Elderly Person Centre	2,274	17,476
Amortization	88,908	82,827
Total expenditures	4,178,453	4,167,022
Deficiency of revenue over expenditures before other income	(176,463)	(53,771)
Other income		
Unrealized gain on investments	183,686	58,611
Excess of revenue over expenditures	\$ 7,223	\$ 4,840

The accompanying notes are an integral part of these financial statements.

Bernard Betel Centre for Creative Living
Statement of Changes in Net Assets
2025

For the year ended March 31
 2024

	Invested in Capital Assets (Note 6)	Internally Restricted Fund	Unrestricted Funds	Total	Total
Balance, beginning of year	\$ 743,578	\$ 2,200,000	\$ (135,550)	\$ 2,808,028	\$ 2,803,188
Excess (deficiency) of revenue over expenditures	<u>(45,012)</u>	-	<u>52,235</u>	<u>7,223</u>	<u>4,840</u>
Balance, end of year	\$ 698,566	\$ 2,200,000	\$ (83,315)	\$ 2,815,251	\$ 2,808,028

The accompanying notes are an integral part of these financial statements.

Bernard Betel Centre for Creative Living
Statement of Cash Flows

For the year ended March 31	2025	2024
Cash provided by (used in)		
Operating activities		
Excess of revenue over expenditures	\$ 7,223	\$ 4,840
Adjustments required to reconcile excess of revenue over expenditures with net cash provided by operating activities		
Amortization of capital assets	88,908	82,827
Amortization of deferred capital contributions	(43,896)	(43,896)
Unrealized gain on investments	(183,686)	(58,611)
Changes in non-cash working capital balances		
Accounts receivable	34,973	(7,809)
Prepaid expenses	(5,324)	5,476
Accounts payable and accrued liabilities	24,548	(187,071)
Deferred revenue	302,792	(46,997)
	225,538	(251,241)
Investing activities		
Purchase of capital assets	-	(802,774)
Sale (purchase) of investments, net	(341,951)	624,486
	(341,951)	(178,288)
Financing activity		
Increase in bank overdraft	16,089	-
	(100,324)	(429,529)
Decrease in cash during the year		
	100,324	529,853
Cash, beginning of year		
	\$ -	\$ 100,324
Cash, end of year	\$ -	\$ 100,324

The accompanying notes are an integral part of these financial statements.

Bernard Betel Centre for Creative Living

Notes to Financial Statements

March 31, 2025

1. Significant Accounting Policies

Nature of Organization

Bernard Betel Centre for Creative Living (the "Centre") is registered as a charitable organization without share capital under the Ontario Corporations Act. The Centre is a learning and wellness centre committed to maximizing the quality of life for seniors in the community and reflecting Jewish values.

General

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. The preparation of financial statements requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Financial Instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, investments are reported at fair value, and all other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate that the asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are expensed for those items remeasured at fair value at each statement of financial position date and charged to the financial instrument for those measured at amortized cost.

Capital Assets

Capital assets are stated at cost less accumulated amortization. Amortization is provided using the straight line method and the following annual rates:

Building	- over the expected remainder of the land lease expiring 2042
Computer hardware	- one to three years
Furniture and fixtures	- five years
Program equipment	- ten years
Website	- three years

When a capital asset no longer contributes to the Centre's ability to provide services, or the future economic benefits or service potential of the capital asset is less than its carrying value, the excess of its net carrying amount over its fair value or replacement cost is recognized as an expense in the statement of operations.

Cash and Cash Equivalents

Cash and cash equivalents consist of bank balances and investments in money market funds.

Bernard Betel Centre for Creative Living Notes to Financial Statements

March 31, 2025

1. Significant Accounting Policies (Continued)

Deferred Revenue

Deferred revenue includes amounts received relating to restricted revenue from external sources and programs. These amounts will be recognized as revenue in the ensuing fiscal year corresponding with the period in which the related expenses are incurred.

Internally Restricted Fund

This fund was created by the Board of Directors to finance specialized operating needs or capital projects at the discretion of the Board of Directors.

Revenue Recognition

The Centre follows the deferral method of accounting for contributions, which include fundraising, donations and government grants.

The Centre is partially funded by the Province of Ontario through Ontario Health. Operating grants are recorded as revenue in the period to which they relate. Grants approved but not received at the end of an accounting period are accrued. Where a portion of a grant relates to a future period, it is deferred and recognized in the subsequent period.

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.

Contributed funds for the acquisition of capital assets are deferred and amortized into revenue at a rate corresponding with the amortization rate for the related capital assets.

Service fees are recognized at the time the service is provided. Membership fees are recognized over the term of the membership.

Investment income consist of dividend income and interest income. They are recognized when reasonable assurance exists regarding measurement and collectability. Dividend income is recognized when the right to receive payment is established. Interest income is recognized on a time proportion basis.

Government wage subsidy is recorded in the year received or receivable if the amount can be reasonably estimated and collection is reasonably assured.

Donated Services

The operation of the Centre is dependent on services provided by volunteers. Since these services are not normally purchased by the Centre and due to the difficulty of determining their market value, donated services are not recorded in the accounts.

Bernard Betel Centre for Creative Living Notes to Financial Statements

March 31, 2025

1. Significant Accounting Policies (Continued)

Income Taxes

The Centre is a registered charity under the Income Tax Act (Canada) and as such is exempt from income taxes and is able to issue donation receipts for income tax purposes.

2. Investments

The fair value of investments are comprised as follows:

	2025	2024
Cash and cash equivalents	\$ 1,226,388	\$ 813,509
Fixed income	772,270	771,905
Equities	1,085,902	973,509
	\$ 3,084,560	\$ 2,558,923

The cost of investments are comprised as follows:

	2025	2024
Cash and cash equivalents	\$ 1,225,692	\$ 813,509
Fixed income	814,205	885,047
Equities	892,370	893,154
	\$ 2,932,267	\$ 2,591,710

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 Centre is exposed to interest rate risk arising from the possibility that changes in interest rates will affect the value of cash and cash equivalents and fixed income denominated investments. The cash and cash equivalents and fixed income investments earn interest at rates ranging between 2.55% to 6.79% (2024 - 3.38% to 6.11%).

The Centre is subject to market risk with respect to its investments. The value of these investments will fluctuate as a result of changes in market prices or other factors affecting the value of the investments. The Centre manages this risk through its investment policy and how its investment advisors follow the policy.

Bernard Betel Centre for Creative Living
Notes to Financial Statements

March 31, 2025

3. Capital Assets

	2025		2024	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Building	\$ 4,178,887	\$ 2,879,613	\$ 4,178,887	\$ 2,800,617
Furniture and fixtures	192,529	192,529	192,529	192,529
Program equipment	117,828	84,297	117,828	74,385
Website	51,076	51,076	51,076	51,076
	\$ 4,540,320	\$ 3,207,515	\$ 4,540,320	\$ 3,118,607
Net book value		\$ 1,332,805		\$ 1,421,713

4. Deferred Revenue

	2025	2024
Balance , beginning of year	\$ 584,124	\$ 631,121
Add: amounts received related to a subsequent period	1,736,549	1,418,925
Less: amounts recognized as revenue in the year	(1,433,757)	(1,465,922)
Balance , end of year	\$ 886,916	\$ 584,124

5. Deferred Capital Contributions

Deferred capital contributions represent the unamortized amount of donations and grants for the purchase of capital assets. The amortization of deferred capital contributions is recorded as revenue in the statement of operations.

	2025	2024
Balance , beginning of year	\$ 678,135	\$ 722,031
Amounts amortized to revenue	(43,896)	(43,896)
Balance , end of year	\$ 634,239	\$ 678,135

Bernard Betel Centre for Creative Living
Notes to Financial Statements

March 31, 2025

6. Invested in Capital Assets

Invested in capital assets is calculated as follows:

	2025	2024
Capital assets (Note 3)	\$ 1,332,805	\$ 1,421,713
Funded by:		
Deferred capital contributions (Note 5)	(634,239)	(678,135)
	\$ 698,566	\$ 743,578

7. Banking Facilities

The Centre has a \$70,000 (2024 - \$70,000) business line of credit available for use. Interest is payable at prime rate (2024 - prime rate). The balance of the line of credit on March 31, 2025 is \$Nil (2024 - \$Nil). Bank overdraft balance relates to outstanding cheques at year end.

8. Fees from Services

	2025	2024
Meals on wheels	\$ 913,441	\$ 1,005,498
Catering	310,501	370,969
Programs and activities	287,038	248,098
Travel and day trips (Net)	47,987	(10,700)
	\$ 1,558,967	\$ 1,613,865

9. Commitment

The Centre has rented property in the City of Toronto upon which the building has been constructed. The lease with the Toronto Community Housing Corporation expired on December 31, 2022.

As at audit report date, the Centre is in the process of finalizing an extension with the Toronto Community Housing Corporation until the year 2042.

Bernard Betel Centre for Creative Living
Notes to Financial Statements

March 31, 2025

10. Financial Instrument Risks

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 Centre is exposed to credit risk arising from its accounts receivable. There have not been any changes in the risk from the prior year.

Liquidity Risk

Liquidity risk is the risk that the Centre will encounter difficulty in meeting its obligations associated with financial liabilities. Liquidity risk includes the risk that, as a result of operational liquidity requirements, the Centre will not have sufficient funds to settle a transaction on the due date; will be forced to sell financial assets at a value, which is less than what they are worth; or may be unable to settle or recover a financial asset. The Centre is exposed to this risk mainly in respect of its accounts payable and accrued liabilities and commitment. There have not been any changes in the risk from the prior year.