

GREATER MONCTON Y.M.C.A. INC.

Financial Statements
For the year ended
December 31, 2025

GREATER MONCTON Y.M.C.A. INC.

Index to Financial Statements

For the year ended December 31, 2025

Independent auditor's report	
Statement of financial position	1
Statement of changes in net assets	2
Statement of operations	3
Statement of cash flows	4
Notes to the financial statements	5 - 10
Schedule to the financial statements	11

INDEPENDENT AUDITOR'S REPORT

To the members of Greater Moncton Y.M.C.A. Inc.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Greater Moncton Y.M.C.A. Inc., which comprise the statement of financial position as at December 31, 2025, and the statements of changes in net assets, operations 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 December 31, 2025, and its results of operations and its cash flows for the year then ended in accordance with ASNPO.

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 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.

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.

Greene CPA

CHARTERED PROFESSIONAL ACCOUNTANTS

Moncton, NB

April 23, 2026

GREATER MONCTON Y.M.C.A. INC.
Statement of Financial Position

1

As at December 31,	2025	2024
ASSETS		
Current assets		
Cash	\$ 576,412	\$ 831,949
Accounts receivable	415,537	226,683
Prepaid expenses	55,612	63,890
Inventory	4,405	703
	1,051,966	1,123,225
Restricted cash (note 3)	1,556,477	1,053,368
Capital assets (note 4)	17,689,094	17,814,738
	\$ 20,297,537	\$ 19,991,331

LIABILITIES and NET ASSETS

Current liabilities		
Accounts payable and accrued liabilities	\$ 558,413	\$ 461,800
Custodial accounts	94,722	114,302
Unearned revenue	1,020,877	736,018
	1,674,012	1,312,120
Deferred contributions (note 6)	13,765,222	14,170,972
	15,439,234	15,483,092
NET ASSETS	4,858,303	4,508,239
	\$ 20,297,537	\$ 19,991,331

Signed on Behalf of the Board

_____ Director

_____ Director

See accompanying notes

GREATER MONCTON Y.M.C.A. INC.
Statement of Changes in Net Assets

For the year ended December 31,

	Operating	Capital	Restricted	Total 2025	Total 2024
BALANCE, BEGINNING OF YEAR	\$ (192,179)	\$ 3,758,357	\$ 942,061	\$ 4,508,239	\$ 3,972,317
Excess (deficiency) of revenues over expenditures	446,304	(132,550)	36,310	350,064	535,922
Inter-fund transfers	(927,960)	492,960	435,000	-	-
BALANCE, END OF YEAR	\$ (673,835)	\$ 4,118,767	\$ 1,413,371	\$ 4,858,303	\$ 4,508,239

See accompanying notes

GREATER MONCTON Y.M.C.A. INC.
Statement of Operations

3

For the year ended December 31,	2025	2024
REVENUES		
Program fees, child/adult care	\$ 828,018	\$ 747,987
Program fees, others	3,711,259	3,614,921
Shared service contracts	19,471	19,420
Rental	11,802	15,772
Merchandise	40,098	43,702
Food service sales	109,190	81,253
Federal government	1,500	186,966
Provincial government, childcare fees	1,631,878	649,380
Provincial government	756,089	1,460,678
Municipal government	1,450,951	1,184,296
Contributions and Fundraising	989,001	603,789
Inter-YMCA Revenue Allocations	949,147	51,585
Administrative fees	662,339	600,959
Interest Income	54,373	47,920
Gain on sale of capital assets	-	1,304
Amortization of deferred contributions	780,863	796,135
	11,995,979	10,106,067
EXPENDITURES		
Salaries and benefits	6,341,307	5,702,539
Occupancy	1,268,032	1,129,307
Supplies and expenditures	1,354,943	907,295
National and area YMCA assessments	123,610	195,731
Advertising and promotion	60,521	63,154
Contract services	351,779	319,891
Staff development	171,520	169,420
Bad debts (recovered)	1,060	(6,472)
Travel and meals	55,495	36,840
Postage	1,584	85
Telephone	48,904	23,777
Special events	10,691	14,873
Inter-Y Distribution of Contribution	943,056	-
Amortization of capital assets	913,413	1,013,705
	11,645,915	9,570,145
EXCESS OF REVENUES OVER EXPENDITURES FOR THE YEAR	\$ 350,064	\$ 535,922

See accompanying notes

GREATER MONCTON Y.M.C.A. INC.
Statement of Cash Flows

4

For the year ended December 31,	2025	2024
OPERATING ACTIVITIES		
Excess of revenues over expenditures for the year	\$ 350,064	\$ 535,922
Adjustments for		
Amortization of capital assets	913,413	1,013,705
Amortization of deferred contributions	(780,863)	(847,720)
Gain on disposal of equipment	-	(1,304)
	482,614	700,603
Change in non-cash working capital items	177,616	140,873
	660,230	841,476
FINANCING ACTIVITIES		
Deferred contributions	375,112	422,700
INVESTING ACTIVITIES		
Increase in restricted cash	(503,109)	(698,657)
Proceeds on disposal of capital assets	-	1,304
Acquisition of capital assets	(787,770)	(451,607)
	(1,290,879)	(1,148,960)
(DECREASE) INCREASE IN CASH	(255,537)	115,216
CASH, BEGINNING OF YEAR	831,949	716,733
CASH, END OF YEAR	\$ 576,412	\$ 831,949

See accompanying notes

For the year ended December 31, 2025

1. NATURE OF OPERATIONS

Greater Moncton Y.M.C.A. Inc. is incorporated as a corporation without share capital under the laws of the province of New Brunswick. The organization provides physical, cultural, social and other charitable programs for the community of Greater Moncton. The organization is a registered charity under the Income Tax Act and accordingly is exempt from income taxes, provided certain requirements of the Income Tax Act are met.

2. SIGNIFICANT ACCOUNTING POLICIES

The organization follows accounting principles generally accepted in Canada in preparing its financial statements. The significant accounting policies used are as follows:

Basis of presentation

The organization follows accounting principles generally accepted in Canada in preparing its financial statements. The significant accounting policies used are as follows:

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.

Revenue recognition

The organization follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue of the appropriate fund in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue of the appropriate fund when received or receivable.

Contributions restricted for the construction or purchase of capital assets are deferred and amortized into revenue on a straight-line basis, at a rate corresponding with the amortization rate for the related capital assets.

For the year ended December 31, 2025

2. SIGNIFICANT ACCOUNTING POLICIES, continued

Capital assets

Capital assets are recorded at cost and are being amortized over their estimated useful lives on a straight-line method. The annual amortization rates are as follows:

Building	2.5%
Equipment	20%
Paving	8%

Contributed services

Volunteers contribute hundreds of hours each year to the organization in carrying out its service delivery and fund-raising activities. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

Impairment of long-lived assets

Long-lived assets, including capital assets subject to amortization, are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to estimated undiscounted future cash flows expected to be generated by the asset.

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 at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. The significant area requiring the use of management estimates relates to the determination of impairment in the value of assets and provision of contingencies. Actual results could differ from those estimates.

Cash and cash equivalents

The organization defines its cash position to consist of its petty cash, bank account balances and its operating line of credit.

Allocations of revenues and expenses

The Corporation allocates operating fund revenues and expenses between its Vaughan Harvey and North End centres as follows:

Program fees are allocated based on the location of the service. Membership revenue is allocated based on a percentage of card scans at each facility. Government funding is allocated based on the location of the programs being offered.

Salaries and wages are allocated based on departmental locations for full-time staff, and based on location of shifts worked for part-time employees. A portion of administrative staff salaries are allocated to each centre, as are any shared contract services. Other expenses are allocated based on specific locations to which they applied.

For the year ended December 31, 2025

3. RESTRICTED FUNDS

The Corporation is party to an externally restricted facility life-cycle and improvement fund for the North End Centre as a result of its agreement with the City of Moncton. Both the Corporation and the City are to contribute \$25,000 per year to the fund, indexed to the annual increase in the non-residential Construction Price Index, which is to be used only for capital maintenance, repairs and improvements of the Centre. As of December 31, 2025, the fund balance was \$351,208 (2024 - \$286,214) of which is \$175,604 recorded as restricted net assets and \$175,604 is recorded as deferred contributions.

The Corporation has also established an internally restricted fund of a similar nature for its Vaughn Harvey facility, with allocations to be made from time to time as designated by the Corporation's Board of Directors. As of December 31, 2025, the fund balance was \$1,237,767 (2024 - \$798,954).

4. CAPITAL ASSETS

	<u>2025</u>			<u>2024</u>
	Cost	Accumulated amortization	Net	Net
Land	\$ 309,191	\$ -	\$ 309,191	\$ 309,191
Building	23,835,288	7,113,837	16,721,451	16,638,214
Equipment	4,626,254	4,302,333	323,921	489,597
Paving	577,588	243,057	334,531	377,736
	\$ 29,348,321	\$ 11,659,227	\$ 17,689,094	\$ 17,814,738

Included in the Building asset is \$189,340 related to the Vaughan Harvey locker room upgrades and the North End pool project. These projects remain in the feasibility study and planning phase, and construction has not yet begun. As the assets are not yet available for use, no amortization has been recorded on these amounts.

5. GOVERNMENT REMITTANCES

As at December 31, 2025, government remittances included in accounts receivable and accounts payable relate to GST/HST, for which a net refund of \$12,194 is expected. This amount will be settled with the Canada Revenue Agency in the normal course of operations.

For the year ended December 31, 2025

6. DEFERRED CONTRIBUTIONS

	Cost	Accumulated Amortization	2025 Net	2024 Net
Vaughan Harvey	\$ 9,505,307	\$ 6,135,732	\$ 3,369,575	\$ 3,563,662
North End	12,977,672	2,757,629	10,220,043	10,464,203
Facility life-cycle improvement (Note 3)	175,604	-	175,604	143,107
	<u>\$ 22,658,583</u>	<u>\$ 8,893,361</u>	<u>\$ 13,765,222</u>	<u>\$ 14,170,972</u>

7. INVESTED IN CAPITAL ASSETS

Investment in capital assets is calculated as follows:

	2025	2024
Capital assets:	\$ 17,689,094	\$ 17,814,738
Amounts financed by:		
Deferred contributions	(13,589,618)	(14,027,866)
Accounts receivable and accounts payable	19,291	(28,515)
	<u>\$ 4,118,767</u>	<u>\$ 3,758,357</u>

8. BANK INDEBTEDNESS

The bank has provided a credit facility which provides a demand operating credit line of \$750,000 bearing interest at the lender's prime rate. The credit facility is secured by a General Security Agreement creating a first priority interest in all present and future undertakings and personal property of the Organization; a collateral mortgage of \$8 million conveying a first priority mortgage over properties located at 30 War Veterans Avenue, Moncton; assignment of fire insurance; and assignment of all present and future pledges committed to the YMCA building.

9. RELATED PARTY

The Organization is related to one of its board directors, who holds a key management position with a construction company that provided services to the Organization during the year. Payments to this company totalled \$426,176 for construction projects completed in the normal course of operations. These transactions were measured at the exchange amount, being the amount agreed to by the related parties.

For the year ended December 31, 2025

10. THE GREATER MONCTON Y.M.C.A. FOUNDATION INC.

The Greater Moncton Y.M.C.A. Foundation Inc. was established to receive and invest donations and to make contributions from revenue earned to the charitable activities of the organization. The organization neither controls nor exerts significant influence over the Foundation. The Foundation is incorporated under the laws of the province of New Brunswick and is a registered charity under the Income Tax Act. As at December 31, 2025, its fiscal year end, the Foundation reported in its audited financial statements that its total assets were \$877,959 and its total liabilities were \$7,146.

During the year, the organization received contributions for operations of \$70,250 from the Foundation (2024 - \$40,000).

11. PENSION PLAN

The Organization is a member of the Canadian YMCA Retirement Fund, which operates as a defined contribution pension plan. Full-time employees of the Organization are required to join the plan following two years of continuous service. Pension plan members are required to make regular contributions, by payroll deduction, of an amount equal to 5% of their earnings, which is matched by the Organization. Pension plan members with more than five years of service may elect to contribute up to 9%, which is matched by the Organization.

In 2025, the Organization contributed \$115,340 (2024 - \$96,267) to the plan.

12. FINANCIAL INSTRUMENTS

The Corporation is exposed to various risks through its financial instruments. The following analysis provides information about the company's risk exposure and concentration as of December 31, 2025.

Credit risk

Credit risk arises from the potential that a counterparty will fail to perform its obligations. The Corporation is exposed to credit risk from customers. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The Corporation has a significant number of customers, which minimizes the 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 Corporation is exposed to this risk mainly in respect of its receipt of funds from its members and other related sources, bank indebtedness and accounts payable.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The Corporation is mainly exposed to interest rate risk.

For the year ended December 31, 2025

12. FINANCIAL INSTRUMENTS, continued

Interest rate risk

Cash flow risk is the risk that future cash flows associated with a monetary financial instrument will flInterest rate risk is the risk that the value of a financial instrument may be adversely affected by changes in interest rates. To minimize the risks of interest rate fluctuations, the Corporation manages exposure through its normal operating and financing activities. The Corporation is exposed to interest rate risk primarily through its floating interest rate bank indebtedness and credit facilities.

13. NORTH END CENTRE

The Corporation has signed an agreement with the City of Moncton covering a 20-year term expiring in 2040 to operate a fitness and community centre in Moncton's North End, during which the City has agreed to cover 18% of the centre's operating expenses, as well as 50% of the total amount of any operational deficit incurred by the Centre in any given year.

The City will also contribute \$25,000 per year to the Centre's facility life-cycle and improvement fund, indexed to inflation, which will be matched by the Corporation (note 3).

For the year ended December 31, 2025, the City's share of operating expenses was \$336,539 (2024 - \$305,373), and its share of the operational deficit was \$nil (2024- \$nil), both of which are included in municipal government revenue. Its contribution to the facility life-cycle and improvement fund has been recorded as a deferred contribution.

14. COMPARATIVE FIGURES

Certain prior-year figures have been reclassified to conform to the financial statement presentation adopted in the current year. In particular, the Operating and Capital Fund columns previously presented separately have been combined into a single fund presentation. These reclassifications did not affect the prior-year excess of revenues over expenses or fund balances.

GREATER MONCTON Y.M.C.A. INC.
Schedule to the Financial Statements

11

For the year ended December 31,

Operating Fund - Allocations by Facility **Schedule 1**

	Vaughan Harvey	North End	2025
REVENUE			
Program fees, child care	\$ 493,579	\$ 334,439	\$ 828,018
Program fees, other	2,968,914	742,345	3,711,259
Shared service contracts	19,471	-	19,471
Rental	2,959	8,843	11,802
Merchandise	39,948	150	40,098
Food service sales	109,190	-	109,190
Federal government	1,500	-	1,500
Provincial government, childcare fees	1,504,166	127,712	1,631,878
Provincial government	714,395	41,694	756,089
Municipal government	1,062,132	388,819	1,450,951
Contributions and Fundraising	989,001	-	989,001
Inter-YMCA Revenue Allocations	741,356	207,791	949,147
Administrative fees	662,339	-	662,339
Interest Income	18,062	-	18,062
	9,327,012	1,851,793	11,178,805
EXPENDITURES			
Salaries and benefits	5,198,486	1,142,821	6,341,307
Occupancy	959,150	308,882	1,268,032
Supplies and expenditures	1,138,306	216,637	1,354,943
National and area YMCA assessments	51,764	71,846	123,610
Advertising and promotion	41,544	18,977	60,521
Contract services	270,629	81,150	351,779
Staff development	165,734	5,786	171,520
Bad debts (recovered)	(844)	1,903	1,059
Travel and meals	45,378	10,117	55,495
Postage	1,584	-	1,584
Telephone	37,364	11,540	48,904
Special events	10,691	-	10,691
Inter-Y Distribution of Contribution	943,056	-	943,056
	8,862,842	1,869,659	10,732,501
EXCESS OF REVENUES OVER EXPENDITURES	\$ 464,170	\$ (17,866)	\$ 446,304