

Financial Statements of

# **Lumenus Community Services**

March 31, 2026

# Lumenus Community Services

March 31, 2026

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# Independent auditor's report

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To the Members of  
**Lumenus Community Services**

## Opinion

We have audited the financial statements of Lumenus Community Services ("Lumenus") which comprise the statement of financial position as at March 31, 2026, and the statements of operations, changes in fund balances, 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 Lumenus as at March 31, 2026 and the results of its operations and its cash flows for the year then ended, in accordance with Canadian accounting standards for not-for-profit organizations ("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 Lumenus 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.

## Other matter

Our audit was conducted for the purposes of forming an opinion on the financial statements taken as a whole. The supplementary information included in the Schedules is presented for the purposes of additional information and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applies only to the extent necessary to express an opinion in the audit of the financial statements taken as a whole.

## 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 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 Lumenus' ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate Lumenus or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Lumenus' financial reporting process.

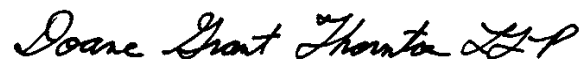
### **Auditor's responsibilities for the audit of the financial statements**

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 Lumenus' 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 Lumenus' 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 Lumenus 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.



Toronto, Canada  
May 28, 2026

Chartered Professional Accountants  
Licensed Public Accountants

# Lumenus Community Services

## Statement of Financial Position

As at March 31

	2026	2025
	\$	\$
<b>Assets</b>		
Current		
Cash	16,516,017	18,459,545
Accounts receivable	1,377,452	1,340,323
Due from Lumenus Foundation (Note 3)	1,559,713	1,420,004
Prepaid expenses	319,969	220,743
	<b>19,773,151</b>	<b>21,440,615</b>
Capital assets (Note 4)	6,161,857	6,555,077
Intangible assets (Note 4)	802,046	611,194
	<b>26,737,054</b>	<b>28,606,886</b>
<b>Liabilities</b>		
Current		
Accounts payable and accrued liabilities	7,490,936	7,045,420
Deferred contributions (Note 5)	5,960,689	8,094,008
	<b>13,451,625</b>	<b>15,139,428</b>
Deferred capital contributions (Note 6)	3,017,148	3,444,522
	<b>16,468,773</b>	<b>18,583,950</b>
<b>Fund balances</b>		
Board internally restricted reserve fund	6,321,526	6,301,187
Capital and intangible asset fund	3,946,755	3,721,749
Unrestricted fund	-	-
	<b>10,268,281</b>	<b>10,022,936</b>
	<b>26,737,054</b>	<b>28,606,886</b>

Commitments (Note 7)

On behalf of the Board of Directors

Henry Kim Director

Marilyn Monk Director

# Lumenus Community Services

## Statement of Operations

Year ended March 31

	2026	2025
	\$	\$
<b>Revenue</b>		
Federal funding	438,948	459,453
Provincial funding	77,878,912	77,203,914
Municipal funding	4,488,374	4,343,315
Fundraising and donations	1,453,594	854,519
Fee for service and program grants	6,155,861	6,563,291
Partnership revenue	6,925,699	7,014,464
Interest and other income	1,051,122	1,061,738
Amortization of deferred capital contributions (Note 6)	889,841	569,410
	<b>99,282,351</b>	<b>98,070,104</b>
<b>Expenses</b>		
Salaries and benefits	41,325,262	39,526,695
Travel and communication	773,609	651,088
Purchased client services	14,836,206	16,290,130
Purchased client services for partners	35,010,330	34,211,971
Supplies and equipment	1,485,873	1,568,087
Building occupancy	1,577,372	1,738,426
Professional and consulting fees	3,003,933	3,449,149
	<b>98,012,585</b>	<b>97,435,546</b>
Amortization of capital assets	1,024,421	729,005
	<b>99,037,006</b>	<b>98,164,551</b>
<b>Excess (deficiency) of revenue over expenses</b>	<b>245,345</b>	<b>(94,447)</b>

# Lumenus Community Services

## Statement of Changes in Fund Balances

Year ended March 31

				2026	2025
	Board internally restricted reserve fund	Capital and intangible asset fund	Unrestricted fund	Total	Total
	\$	\$	\$	\$	\$
<b>Fund balances, beginning of year</b>	<b>6,301,187</b>	<b>3,721,749</b>	-	<b>10,022,936</b>	10,117,383
Excess (deficiency) of revenue over expenses	-	(134,580)	379,925	245,345	(94,447)
Purchase of capital assets	-	822,053	(822,053)	-	-
Funding received for capital purchases	-	(462,467)	462,467	-	-
Transfer from Board reserve fund to support special projects	-	-	-	-	-
Transfer from Board reserve fund to operations	20,339	-	(20,339)	-	-
<b>Fund balances, ending of year</b>	<b>6,321,526</b>	<b>3,946,755</b>	-	<b>10,268,281</b>	10,022,936

# Lumenus Community Services

## Statement of Cash Flows

Year ended March 31

	2026	2025
	\$	\$
<b>Operating activities</b>		
Excess (deficiency) of revenue over expenses	245,345	(94,447)
Add items not affecting cash		
Amortization of deferred capital contributions	(889,841)	(569,410)
Amortization of capital assets	1,024,421	729,005
	379,925	65,148
Net changes in working capital balances		
Accounts receivable	(37,129)	1,608,689
Prepaid expenses	(99,226)	26,844
Accounts payable and accrued liabilities	445,516	633,499
Deferred contributions	(2,133,319)	(594,986)
	(1,444,233)	1,739,194
<b>Financing activities</b>		
Funding received for purchase of capital assets	462,467	1,752,499
Increase in due from Lumenus Foundation	(139,709)	(17,091)
	322,758	1,735,408
<b>Investing activities</b>		
Purchase of capital assets	(822,053)	(1,752,499)
Net (decrease) increase in cash	(1,943,528)	1,722,103
Cash, beginning of year	18,459,545	16,737,442
<b>Cash, end of year</b>	<b>16,516,017</b>	<b>18,459,545</b>

# Lumenus Community Services

Notes to the Financial Statements

March 31, 2026

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## 1. Purpose of the organization

The mission of Lumenus Community Services ("Lumenus") is to create a seamless, integrated and guided network of mental health, developmental and community services to reduce system barriers, close gaps between services and programs regardless of origin and, as a direct result, ease access for all.

Lumenus' vision is to ensure that every infant, child, youth, individual and family in Toronto gets personalized guidance and the mental health, developmental and community services expertise they need to be seen, be heard, and be well.

Lumenus' programs and services are economically dependent on funding from the Ministry of Children, Community and Social Services and Ministry of Health (collectively referred to as the "Ministry"), comprising approximately 79% (2025 - 78%) of total revenue.

Lumenus is incorporated by letters patent under the Canada Not-for-Profit Corporations Act as an organization without share capital and is a registered charity under the Income Tax Act (Canada). Lumenus must meet certain requirements under the Income Tax Act (Canada). In the opinion of management, these requirements have been met.

## 2. Summary of significant accounting policies

### *Basis of presentation*

The financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO"). The more significant accounting policies have been outlined below.

### *Use of estimates*

The preparation of the financial statements 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 revenue and expenses during the reporting period. Primary components of these financial statements which include estimates are: accounts receivable; and useful lives and amortization of capital assets. Actual results could differ from management's best estimates as additional information becomes available in the future.

### *Financial instruments*

Lumenus considers any contract creating a financial asset, liability or equity instrument as a financial instrument. Lumenus' financial assets are comprised of cash, accounts receivable and due from Lumenus Foundation; financial liabilities are comprised of accounts payable.

Financial assets and financial liabilities in arm's length transactions are initially recognized at fair value and subsequently measured at amortized cost. Financial assets and liabilities in related party transactions are initially and subsequently measured at cost.

### *Fund accounting*

The unrestricted fund accounts for Lumenus' administrative activities. This fund reports unrestricted resources in excess of operating requirements.

The capital and intangible asset fund reports the capital assets, liabilities, revenue and expenses related to program capital assets.

The Board internally restricted reserve fund accounts for Lumenus' resources which have been transferred from the unrestricted fund for specific purposes by the Board of Directors.

# Lumenus Community Services

Notes to the Financial Statements

March 31, 2026

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## 2. Summary of significant accounting policies (continued)

### *Revenue recognition*

Lumenus follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as revenue in the unrestricted fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are deferred and recognized as revenue in the year in which the related expenses are incurred.

Deferred capital contributions represent the unamortized amount of contributions received for the purchase of capital assets. Deferred capital contributions are recognized as revenue at rates corresponding to those applied to record amortization expense for the related capital assets.

Fee for service revenue is recognized as services are provided. Interest and other income are recognized as earned.

### *Capital and intangible assets*

Capital and intangible assets are recorded at cost. Amortization is provided over expected useful lives on a straight-line basis as follows:

Building	40 years
Leasehold improvements	Over the lease term
Furniture and equipment	4 years
Computer equipment	4 years
Automobiles	5 years
Computer software	2 to 20 years

Capital and intangible 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. Any impairment recognized is not reversed.

### *Allocation of expenses*

Lumenus incurs administration costs that are common to the administration of each of its programs. Administration costs are allocated to the programs based on the contracts with the funders. Most contracts allow for 10% of the contract amount for administration expenses; the others are negotiated with the funder.

### *Donations in kind*

Donated goods and services in kind are recorded as donations and expensed at fair value when an objective basis to measure their value is available and the item would otherwise be purchased in normal operations.

## 3. Related party transactions

Lumenus Foundation (the "Foundation") was established to receive and maintain a fund or funds and to apply all or part of the principal and income therefrom, from time to time, to Lumenus. The Foundation was incorporated on September 1, 1994 under the Canada Not-for-Profit Corporations Act. The Foundation is a registered Canadian Charitable Organization and is exempt from tax under the Income Tax Act, Canada, Subsection 149 (1)(f).

Lumenus and the Foundation share administrative staff, management and have common board members. Lumenus exercises control over the Foundation by virtue of its power to determine the Foundation's strategic, operating, investing and financial policies.

The balance due from the Foundation is non-interest bearing and due on demand. Balances due from the Foundation relates to payments for services outstanding from the Foundation to Lumenus.

# Lumenus Community Services

## Notes to the Financial Statements

March 31, 2026

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### 3. Related party transactions (continued)

During the year, the Foundation distributed \$1,177,425 (2025 - \$1,056,924) in grants to fund programs at Lumenus, which are initially deferred and included in grants and subsidies in the statement of operations as related expenses are incurred.

During the year, Lumenus distributed \$2,241 (2025 - \$5,443) in grants to the Foundation included in professional and consulting fees in the statement of operations.

During the year, the Foundation earned rental income on the Huron residence from Lumenus of \$36,000 (2025 - \$36,000) included in building occupancy in the statement of operations.

The Foundation has not been consolidated in Lumenus' financial statements. Financial statements of the Foundation are available on request. The financial summary of the Foundation as at March 31, 2026 and 2025 and for the years then ended is as follows:

#### Financial Position

	2026	2025
	\$	\$
Total assets	<b>3,223,100</b>	3,571,276
Total liabilities	<b>1,570,576</b>	1,490,547
Total fund balances	<b>1,652,524</b>	2,080,729
	<b>3,223,100</b>	3,571,276

#### Results of Operations

	2026	2025
	\$	\$
Total revenue	<b>1,182,358</b>	1,210,961
Total expenses	<b>1,610,563</b>	1,559,916
Deficiency of revenue over expenses	<b>(428,205)</b>	(348,955)

#### Cash flows

	2026	2025
	\$	\$
Cash from operating activities	<b>(493,776)</b>	(317,745)
Cash from investing activities	<b>1,020,257</b>	(1,520,257)
Cash from financing activities	<b>139,709</b>	17,091
Net cash flows	<b>666,190</b>	(1,820,911)

# Lumenus Community Services

Notes to the Financial Statements

March 31, 2026

## 4. Capital and intangible assets

	2026		2025	
	Cost	Accumulated amortization	Net book value	Net book value
	\$	\$	\$	\$
<i>Capital assets</i>				
Land	574,392	-	<b>574,392</b>	574,392
Building	4,256,522	2,169,649	<b>2,086,873</b>	2,181,617
Leasehold improvements	10,624,133	7,370,332	<b>3,253,801</b>	3,396,179
Furniture and equipment	2,085,736	2,057,009	<b>28,727</b>	45,162
Computer equipment	2,864,176	2,699,451	<b>164,725</b>	357,727
Automobiles	236,337	182,998	<b>53,339</b>	-
	<b>20,641,296</b>	<b>14,479,439</b>	<b>6,161,857</b>	<b>6,555,077</b>
<i>Intangible assets</i>				
Computer software	924,285	122,239	<b>802,046</b>	611,194

Pursuant to financial agreements between Lumenus and the Ministry, the Ministry has provided financial assistance towards the purchase and renovation of specific land and buildings. In accordance with these agreements, in the event of a sale of these land and buildings, the net proceeds will be distributed between Lumenus and the Ministry as follows:

	<u>Lumenus</u>	<u>Ministry</u>
Toronto building	61%	39%
Etobicoke building	0%	100%
Richmond Hill building	0%	100%
North York building	75%	25%

## 5. Deferred contributions

The changes in deferred contributions are as follows:

	March 31, 2025	Received/ Receivable	Recognized	Balance March 31, 2026
	\$	\$	\$	\$
Grants and subsidies	6,240,813	2,459,746	(4,193,958)	<b>4,506,601</b>
Fundraising and other	1,665,242	1,647,576	(1,959,031)	<b>1,353,787</b>
Charitable gaming	187,953	118,333	(205,985)	<b>100,301</b>
	<b>8,094,008</b>	<b>4,225,655</b>	<b>(6,358,974)</b>	<b>5,960,689</b>

# Lumenus Community Services

## Notes to the Financial Statements

March 31, 2026

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### 6. Deferred capital contributions

The changes in the deferred capital contributions balance are as follows:

	2026	2025
	\$	\$
Balance, beginning of year	3,444,522	2,261,433
Funds received for capital asset purchases	462,467	1,752,499
Amortization of deferred capital contributions	(889,841)	(569,410)
Balance, end of year	3,017,148	3,444,522

### 7. Commitments

Lumenus has entered into agreements to lease premises and equipment for various periods until March 31, 2029. Lumenus is committed to the following future minimum annual lease payments:

	\$
2027	822,383
2028	810,410
2029	800,083
	2,432,876

### 8. Credit facility

On October 30, 2020, Lumenus entered into a revolving demand credit facility. The credit facility, which is due on demand, bears interest at the bank's prime rate plus 0.7% (5.15% effective rate at March 31, 2026) with an overall credit limit of \$1,200,000. The credit facility is secured by a general security agreement on all the assets of Lumenus and a collateral mortgage in the amount of \$1,137,500 on the Toronto building. The credit facility balance used is \$Nil at March 31, 2026 (2025 - \$Nil).

# Lumenus Community Services

Notes to the Financial Statements

March 31, 2026

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## 9. Indemnity of directors and officers

In the normal course of business, Lumenus enters into agreements that meet the definition of a guarantee. Indemnity has been provided to all directors and officers of Lumenus for various items including, but not limited to, all costs to settle suits or actions due to involvement with Lumenus, subject to certain restrictions. Directors' and officers' liability insurance has been purchased to mitigate the cost of any potential future suits or actions. The term of the indemnification is not explicitly defined but is limited to the period over which the indemnified party served as a director or officer of Lumenus. The maximum amount of any potential future payment cannot be reasonably estimated.

## 10. Financial instruments

Lumenus has a risk management framework to monitor, evaluate and manage risks assumed with its financial instruments. The risks that arise from financial instruments include credit risk and liquidity risk. There were no significant changes in risks from prior years.

### *Credit risk*

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Lumenus's credit risk is managed through proactive credit management policies. The allowance of doubtful accounts in relation to accounts receivable is \$Nil (2025 - \$Nil).

### *Liquidity risk*

Liquidity risk is the risk Lumenus will encounter difficulty in meeting the obligation associated with its financial liabilities. Lumenus is exposed to this risk mainly in respect to its accounts payable. Lumenus reduces its exposure to liquidity risk by ensuring that it documents when authorized payments become due and maintaining adequate cash reserves to repay creditors.

## 11. Comparative figures

Certain comparative figures have been adjusted to conform to changes in the current year presentation.

# Lumenus Community Services

Schedule of Programs

Year ended March 31

							2026
	Federal Government	MCCSS Toronto Region	MOH Toronto Region	City of Toronto	Program Grants and Fee for Service	Administration	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Revenue</b>							
Federal funding	258,600	174,790	-	-	-	5,558	<b>438,948</b>
Provincial funding	-	60,047,774	12,700,964	-	199,992	4,930,182	<b>77,878,912</b>
Municipal funding	-	-	-	4,145,992	-	342,382	<b>4,488,374</b>
Fundraising and donations	49,015	68,289	26,881	18,102	448,674	842,633	<b>1,453,594</b>
Fee for service and program grants	-	-	112,200	-	4,688,239	1,355,422	<b>6,155,861</b>
Partnership revenue	-	519,631	-	-	6,359,774	46,294	<b>6,925,699</b>
Interest and other income	-	-	-	-	-	1,051,122	<b>1,051,122</b>
Amortization of deferred capital contributions	-	236,627	204,699	11,215	20,929	416,371	<b>889,841</b>
	<b>307,615</b>	<b>61,047,111</b>	<b>13,044,744</b>	<b>4,175,309</b>	<b>11,717,608</b>	<b>8,989,964</b>	<b>99,282,351</b>
<b>Expenses</b>							
Salaries and benefits	286,147	11,180,516	10,397,570	3,749,398	9,259,663	6,451,968	<b>41,325,262</b>
Travel and communication	3,600	333,425	138,917	56,342	157,487	83,838	<b>773,609</b>
Purchased client services	-	13,188,278	1,040,500	58,488	548,940	-	<b>14,836,206</b>
Purchased client services for partners	-	35,008,776	1,554	-	-	-	<b>35,010,330</b>
Supplies and equipment	2,116	408,100	319,849	130,887	276,044	348,877	<b>1,485,873</b>
Building occupancy	13,393	314,057	541,105	122,534	515,732	70,551	<b>1,577,372</b>
Professional and consulting fees	2,359	377,332	400,550	46,445	347,886	1,829,361	<b>3,003,933</b>
Amortization of capital assets	-	236,627	204,699	11,215	20,929	550,951	<b>1,024,421</b>
	<b>307,615</b>	<b>61,047,111</b>	<b>13,044,744</b>	<b>4,175,309</b>	<b>11,126,681</b>	<b>9,335,546</b>	<b>99,037,006</b>
<b>Excess (deficiency) of revenue over expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>590,927</b>	<b>(345,582)</b>	<b>245,345</b>

# Lumenus Community Services

Schedule of EarlyON, MHI and Every Child Belongs

Year ended March 31

	<b>2026</b>			
	EarlyON	Mental Health Initiative Grant	Every Child Belongs	<b>Total</b>
	\$	\$	\$	\$
<b>Revenue</b>				
Municipal funding	943,554	372,610	2,371,388	<b>3,687,552</b>
Other sources	-	-	-	-
	<b>943,554</b>	<b>372,610</b>	<b>2,371,388</b>	<b>3,687,552</b>
<b>Expenses</b>				
Salaries and benefits	720,452	311,677	2,026,249	<b>3,058,378</b>
Travel and communication	9,198	5,047	29,261	<b>43,506</b>
Purchased client services	-	-	58,301	<b>58,301</b>
Supplies and equipment	44,968	13,759	35,653	<b>94,380</b>
Building occupancy	56,277	-	34,446	<b>90,723</b>
Professional and consulting fees	17,260	336	21,984	<b>39,580</b>
	<b>848,155</b>	<b>330,819</b>	<b>2,205,894</b>	<b>3,384,868</b>
Administration	95,400	41,791	165,494	<b>302,685</b>
	<b>943,555</b>	<b>372,610</b>	<b>2,371,388</b>	<b>3,687,553</b>
<b>Excess of revenue over expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>