

NORTH END COMMUNITY HEALTH CENTRE
Financial Statements
Year Ended March 31, 2026

NORTH END COMMUNITY HEALTH CENTRE
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Year Ended March 31, 2026

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LYLE TILLEY DAVIDSON
Chartered Professional Accountants

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of North End Community Health Centre

Qualified Opinion

We have audited the financial statements of North End Community Health Centre (the "Centre"), which comprise the statement of financial position as at March 31, 2026, and the statements of revenues and expenditures, 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, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Centre as at March 31, 2026, and the results of its operations and 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 Centre derives revenue from fundraising activities 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 Centre. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenue, excess of revenues over expenditures, and cash flows from operations for the years ended March 31, 2026 and March 31, 2025 and current assets and net assets as at April 1 and March 31 for both 2026 and 2025 fiscal year ends. Our audit opinion on the financial statements for the year ended March 31, 2025 was modified accordingly because of the possible effects of this limitation of 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 Centre in accordance with 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 audit 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 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.

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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.

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.



Halifax, Nova Scotia
September 16, 2026

CHARTERED PROFESSIONAL ACCOUNTANTS

NORTH END COMMUNITY HEALTH CENTRE

Statement of Financial Position

March 31, 2026

	Unrestricted Fund	Internally Restricted	Externally Restricted Fund	Capital Fund	2026	2025
ASSETS						
CURRENT						
Cash	\$ 411,340	\$ -	\$ 311,618	\$ -	\$ 722,958	\$ 2,262,475
Short term investments (Note 4)	-	-	-	-	-	172,277
Restricted cash	-	231,283	-	-	231,283	264,896
Accounts receivable (Note 5)	1,408,124	-	-	-	1,408,124	472,713
Prepaid expenses	592,155	-	-	-	592,155	222,462
	2,411,619	231,283	311,618	-	2,954,520	3,394,823
CAPITAL ASSETS (Note 6)	-	-	-	13,069,470	13,069,470	13,328,192
DOSD RECEIVABLE (Note 7)	-	-	-	15,365,175	15,365,175	15,929,704
LONG TERM INVESTMENTS (Note 4)	-	169,343	-	-	169,343	-
	\$ 2,411,619	\$ 400,626	\$ 311,618	\$ 28,434,645	\$ 31,558,508	\$ 32,652,719
LIABILITIES AND NET ASSETS						
CURRENT						
Accounts payable and accruals	\$ 1,154,601	\$ -	\$ -	\$ -	\$ 1,154,601	\$ 722,587
Deposits received	26,841	-	-	-	26,841	19,274
Current portion of long term debt (Notes 7, 12)	-	-	-	151,254	151,254	143,991
Deferred revenue (Note 8)	2,164,106	-	25,426	-	2,189,532	1,686,775
Amounts held in trust (Note 9)	-	-	290,657	-	290,657	1,217,329
	3,345,548	-	316,083	151,254	3,812,885	3,789,956
DEFERRED CAPITAL						
CONTRIBUTIONS (Note 10)	-	-	-	7,114,499	7,114,499	7,274,959
LONG TERM DEBT (Notes 7, 12)	-	-	-	8,293,453	8,293,453	8,444,707
DEFERRED REVENUE (Note 7)	-	-	-	6,920,469	6,920,469	7,341,006
	3,345,548	-	316,083	22,479,675	26,141,306	26,850,628
NET ASSETS (DEBT)	(933,929)	400,626	(4,465)	5,954,970	5,417,202	5,802,091
	\$ 2,411,619	\$ 400,626	\$ 311,618	\$ 28,434,645	\$ 31,558,508	\$ 32,652,719

LEASE COMMITMENTS (Note 13) CONTINGENT LIABILITY (Note 14)

NORTH END COMMUNITY HEALTH CENTRE
Statement of Revenues and Expenditures
Year Ended March 31, 2026

	Unrestricted Fund	Internally Restricted Fund	Externally Restricted Fund	Capital Fund	2026	2025
REVENUE						
Grants and program revenue	\$ 6,630,472	\$ -	\$ -	\$ -	\$ 6,630,472	\$ 5,566,782
Nova Scotia Health Authority	4,321,121	-	-	-	4,321,121	3,415,938
Medical Services Insurance						
program	1,576,624	-	-	-	1,576,624	1,345,360
Recoveries	1,002,444	-	-	-	1,002,444	52,375
Affordable Housing Association of						
Nova Scotia	853,753	-	-	-	853,753	819,642
Rent	654,041	-	-	-	654,041	895,973
Amortization of capital grants	-	-	-	460,768	460,768	466,704
Fundraising and donation revenue	397,937	-	-	-	397,937	372,940
Generated revenue	151,739	-	-	-	151,739	89,756
Other income	13,950	-	-	-	13,950	76,968
Interest and investment income	2,894	4,397	1,402	-	8,693	24,106
	15,604,975	4,397	1,402	460,768	16,071,542	13,126,544
EXPENDITURES						
Salaries, wages, and benefits	10,960,742	-	-	-	10,960,742	8,485,999
Direct costs (<i>Schedule 1</i>)	2,276,382	-	-	-	2,276,382	2,082,719
Indirect costs (<i>Schedule 1</i>)	2,645,043	-	-	574,264	3,219,307	3,178,449
	15,882,167	-	-	574,264	16,456,431	13,747,167
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES						
	\$ (277,192)	\$ 4,397	\$ 1,402	\$ (113,496)	\$ (384,889)	\$ (620,623)

NORTH END COMMUNITY HEALTH CENTRE

Statement of Changes in Net Assets

Year Ended March 31, 2026

	Unrestricted Fund	Internally Restricted Fund	Externally Restricted Fund	Capital Fund	2026	2025
NET ASSETS (DEBT) - BEGINNING OF YEAR	\$ (679,515)	\$ 392,212	\$ 36,160	\$ 6,053,234	\$ 5,802,091	\$ 6,422,714
Excess (deficiency) of revenue over expenditures	(277,192)	4,397	1,402	(113,496)	(384,889)	(620,623)
Interfund transfers	22,778	4,017	(42,027)	15,232	-	-
NET ASSETS (DEBT) - END OF YEAR	\$ (933,929)	\$ 400,626	\$ (4,465)	\$ 5,954,970	\$ 5,417,202	\$ 5,802,091

NORTH END COMMUNITY HEALTH CENTRE

Statement of Cash Flows

Year Ended March 31, 2026

	2026	2025
OPERATING ACTIVITIES		
Deficiency of revenue over expenditures	\$ (384,889)	\$ (620,623)
Items not affecting cash:		
Amortization of capital assets	574,264	593,582
Amortization of deferred capital grants	(460,768)	(466,704)
Gain on sale of capital assets	(4,635)	(5,834)
Write off of capital assets	39,083	-
	<u>(236,945)</u>	<u>(499,579)</u>
Changes in non-cash working capital:		
Accounts receivable	(762,618)	548,364
Allowance for doubtful accounts	(172,795)	172,795
Accounts payable and accruals	432,022	119,112
Deferred revenue	502,757	215,604
Prepaid expenses	(369,693)	(80,949)
Deposits received	7,567	8,749
Amounts held in trust	(926,672)	1,209,274
	<u>(1,289,432)</u>	<u>2,192,949</u>
Cash flow from (used by) operating activities	<u>(1,526,377)</u>	<u>1,693,370</u>
INVESTING ACTIVITIES		
Purchase of capital assets	(349,987)	(595,264)
Proceeds on disposal of capital assets	-	10,326
Deferred capital contributions	300,300	309,433
Purchase of long term investments	(169,343)	-
	<u>(219,030)</u>	<u>(275,505)</u>
Cash flow used by investing activities	<u>(219,030)</u>	<u>(275,505)</u>
FINANCING ACTIVITIES		
Deferred revenue	(420,537)	(494,678)
Repayment of long term debt	(143,992)	(156,111)
DOSD receivable	564,529	650,789
	<u>-</u>	<u>-</u>
Cash flow from financing activities	<u>-</u>	<u>-</u>
INCREASE (DECREASE) IN CASH FLOW	(1,745,407)	1,417,865
Cash - beginning of year	<u>2,699,648</u>	<u>1,281,783</u>
CASH - END OF YEAR	\$ 954,241	\$ 2,699,648
CASH CONSISTS OF:		
Externally restricted cash	\$ 311,618	\$ 1,240,906
Unrestricted cash	411,340	1,021,569
Internally restricted cash	231,283	264,896
Short term investments	<u>-</u>	<u>172,277</u>
	\$ 954,241	\$ 2,699,648

NORTH END COMMUNITY HEALTH CENTRE

Notes to Financial Statements

Year Ended March 31, 2026

1. DESCRIPTION OF THE ORGANIZATION

North End Community Health Centre (the "Centre") is a not-for-profit organization registered in Nova Scotia. As a registered charity, the Centre is exempt from the payment of income tax under Subsection 149(1) of the Income Tax Act.

With a voluntary Board of Directors, the mission statement of the North End Community Health Centre includes supporting the North End of Halifax by offering leadership in primary health care, housing support, education and advocacy in order to achieve a healthy community. Board members include representatives from the local community, community organizations and the health care sector.

The Centre changed its legal name on October 30, 2024, and a Certificate of Name Change to reflect this was issued by the Registry of Joint Stock Companies. The Centre's legal name was previously The North End Community Health Association.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Financial instruments

Financial instruments are recorded at fair value when acquired or issued, except for transactions with related parties which are recorded at the exchange amount. 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.

Cash

Cash consists of cash on hand and balances held within Canadian financial institutions, net of any outstanding transactions.

Investments

Short term investments consist of highly liquid investments with a maturity date of one year or less.

Long term investments consist of investments with a maturity date of more than one year.

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NORTH END COMMUNITY HEALTH CENTRE

Notes to Financial Statements

Year Ended March 31, 2026

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Capital assets

Capital assets are stated at cost less accumulated amortization and are amortized over their estimated useful lives at the following rates and methods:

Buildings	30 years	straight-line method
Computer equipment	55%	declining balance method
Data infrastructure	10 years	straight-line method
Equipment	20%	declining balance method
Leasehold improvements	term of the lease	straight-line
Motor vehicles	30%	declining balance method

Capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

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NORTH END COMMUNITY HEALTH CENTRE

Notes to Financial Statements

Year Ended March 31, 2026

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Impairment of long-lived assets

The Centre tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

Measurement uncertainty

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates. Significant estimates include the useful lives of capital assets, accrued liabilities and deferred revenue.

Contributed services and materials

Contributed materials and services are recorded in the financial statements when their fair value can be reasonably determined, they are used in the normal course of operations and would otherwise have been purchased. During the year the Centre did not receive any contributed materials or services.

Government assistance

Government assistance for acquiring fixed assets and related to expenses is recorded as deferred government assistance and is amortized on the same basis and according to the same rates as the related fixed assets or to income as eligible expenditures are incurred.

Fund accounting

The unrestricted fund reports the assets, liabilities, revenues and expenses of day to day operations of the Centre, including the clinic, and any projects and programs that are ongoing.

The internally restricted fund reports the assets, liabilities, revenues and expenses of fundraising and donation activities of the Centre, which have been set aside for specific purposes as approved by the board.

The externally restricted fund reports the assets, liabilities, revenues and expenses of donations that have been specified for the Margaret Casey Education Fund and the Nova Scotia Association of Community Health Centres.

The capital fund reports the assets, liabilities, revenues and expenses related to North End Community Health Centre's capital assets.

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NORTH END COMMUNITY HEALTH CENTRE

Notes to Financial Statements

Year Ended March 31, 2026

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Revenue recognition

North End Community Health Centre follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. 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.

Contributions of capital assets and contributions for purposes of acquiring such assets are deferred, and recognized as revenue on the same basis as the underlying assets are amortized.

All other revenue sources are recognized at the time that the service is rendered and when collection is reasonably assured.

Investment income is recognized as it is earned.

3. FINANCIAL INSTRUMENTS

The Centre is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. Financial instruments consist of cash, short term investments, long term investments, restricted cash, accounts receivable, DOSD receivable, accounts payable, deposits received, amounts held in trust and long term debt. The following analysis provides information about the Centre's risk exposure and concentration as of March 31, 2026.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Centre is exposed to credit risk from customers and funders. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The majority of funding for the Centre stems from government sources, so revenue exposed to credit risk is minimal.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Centre is exposed to this risk mainly in respect of its receipt of funds from its customers and other related sources, deposits received, amounts held in trust, accounts payable and long term debt.

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 risk, interest rate risk and other price risk. The Centre is mainly exposed to interest rate risk.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Centre manages exposure through its normal operating and financing activities. The Centre is exposed to interest rate risk primarily through its long term debt.

NORTH END COMMUNITY HEALTH CENTRE

Notes to Financial Statements

Year Ended March 31, 2026

4. INVESTMENTS

	2026	2025
<u>Short term</u>		
Guaranteed Investment Certificates matured during the year	\$ -	\$ 172,277
<u>Long term</u>		
Bank of Nova Scotia term deposit, bearing interest at 3.25%, maturing March 20, 2028	\$ 114,006	\$ -
Bank of Nova Scotia term deposit, bearing interest at 3.25%, maturing March 4, 2028	55,337	-
	<u>\$ 169,343</u>	<u>\$ -</u>

5. ACCOUNTS RECEIVABLE

	2026	2025
Accounts receivable	\$ 570,722	\$ 461,574
Government funding receivable	734,282	73,061
Allowance for doubtful accounts	-	(172,795)
Harmonized sales tax recoverable	103,120	110,873
	<u>\$ 1,408,124</u>	<u>\$ 472,713</u>

6. CAPITAL ASSETS

	Cost	Accumulated amortization	2026 Net book value	2025 Net book value
Land	\$ 5,463,762	\$ -	\$ 5,463,762	\$ 5,463,762
Buildings	7,985,068	901,687	7,083,381	7,089,100
Equipment	678,968	363,900	315,068	331,048
Motor vehicles	249,849	188,065	61,784	88,263
Computer equipment	80,638	64,929	15,709	27,781
Data infrastructure	116,055	104,452	11,603	23,209
Leasehold improvements	693,565	575,402	118,163	305,029
	<u>\$ 15,267,905</u>	<u>\$ 2,198,435</u>	<u>\$ 13,069,470</u>	<u>\$ 13,328,192</u>

NORTH END COMMUNITY HEALTH CENTRE

Notes to Financial Statements

Year Ended March 31, 2026

7. DOSD RECEIVABLE

The Department of Operations and Social Development (DOSD) confirmed its commitment to fund the purchase and operation of six supportive housing properties. Included in the balance at year end is the amount owing from DOSD related to the future mortgage payments required for the six properties. The balance is comprised of the principal repayment required of \$8,444,706 (2025 - \$8,588,698) included in long term debt and future interest payments required of \$6,920,469 (2025 - \$7,341,006) included in long term deferred revenue.

8. DEFERRED REVENUE

	2026	2025
Province of Nova Scotia	\$ 1,431,834	\$ 1,155,511
Prepaid rent	65,410	35,992
Other grants	666,862	469,846
Margaret Casey restricted fund	25,426	25,426
	<u>\$ 2,189,532</u>	<u>\$ 1,686,775</u>

9. AMOUNTS HELD IN TRUST

Included in amounts held in trust is \$282,610 (2025 - \$1,209,282) in funding for the Nova Scotia Association of Community Health Centres (NSACHC), of which the Centre is a member. During the prior year the Centre was asked to hold the funds on behalf of NSACHC. The funds will be disbursed as approved in accordance with the agreement between the Province, NSACHC and its members providing for funding to each member as well as operational expenses for NSACHC.

10. DEFERRED CAPITAL CONTRIBUTIONS

	2026	2025
Deferred capital contributions	\$ 8,786,465	\$ 8,486,157
Accumulated amortization	(1,671,966)	(1,211,198)
	<u>\$ 7,114,499</u>	<u>\$ 7,274,959</u>

11. EMPLOYEE FUTURE BENEFITS

Defined benefit pension plan

Employees of the Centre participate in the Nova Scotia Health Employees Pension Plan, a contributory defined benefit pension plan administered by the Province of Nova Scotia, which provides benefits based on length of service and earnings. Contributions to the plan are required by both the employees and the employer. Total employer contributions for 2026 were \$792,206 (2025 - \$604,619) and are recognized as an expense during the year. The Centre is not responsible for any under-funded liability, nor does the Centre have any access to any surplus that may arise in the plan.

NORTH END COMMUNITY HEALTH CENTRE

Notes to Financial Statements

Year Ended March 31, 2026

12. LONG TERM DEBT

	2026	2025
Nova Scotia Department of Growth and Development loan bearing interest at 5.00% per annum, repayable in monthly blended payments of \$13,075. The loan matures on December 1, 2052 and is secured by the related property which has a carrying value of \$2,817,486.	\$ 2,324,538	\$ 2,365,308
Nova Scotia Department of Growth and Development loan bearing interest at 5.00% per annum, repayable in monthly blended payments of \$3,042. The loan matures on January 4, 2053 and is secured by the related property which has a carrying value of \$799,462.	541,619	551,065
Nova Scotia Department of Growth and Development loan bearing interest at 4.62% per annum, repayable in monthly blended payments of \$2,147. The loan matures on January 4, 2053 and is secured by the related property which has a carrying value of \$399,545.	397,740	405,120
NS Department of Growth and Development loan bearing interest at 4.93% per annum, repayable in monthly blended payments of \$6,672. The loan matures on May 1, 2053 and is secured by the related property which has a carrying value of \$1,243,150.	1,203,685	1,224,454
Nova Scotia Department of Growth and Development loan bearing interest at 4.93% per annum, repayable in monthly blended payments of \$7,731. The loan matures on May 1, 2053 and is secured by the related property which has a carrying value of \$1,492,677.	1,394,746	1,418,811
Nova Scotia Department of Growth and Development loan bearing interest at 5.08% per annum, repayable in monthly blended payments of \$14,377. The loan matures on January 1, 2054 and is secured by the related property which has a carrying value of \$2,558,262.	2,582,379	2,623,940
	8,444,707	8,588,698
Amounts payable within one year	(151,254)	(143,991)
	\$ 8,293,453	\$ 8,444,707

Principal repayment terms are approximately:

2027	\$ 151,254
2028	158,884
2029	166,898
2030	175,317
2031	184,160
Thereafter	7,608,194
	\$ 8,444,707

NORTH END COMMUNITY HEALTH CENTRE

Notes to Financial Statements

Year Ended March 31, 2026

13. LEASE COMMITMENTS

The Centre has long term leases with respect to its premises and rental properties. The leases contain renewal options and provides for payment of utilities, property taxes and maintenance costs. Future minimum lease payments as at March 31, 2026, are as follows:

2027	\$ 234,837
2028	139,710
2029	96,825
2030	98,109
2031	63,239
Thereafter	<u>225,141</u>
	<u>\$ 857,861</u>

14. CONTINGENT LIABILITY

The employees of the Centre are permitted to accumulate up to 90 days of sick time. As of March 31, 2026, the employees have accumulated 26,305 hours which amounts to \$1,237,240 (2025 - \$939,774). This amount has not been recorded in the financial statements as a liability due to the uncertainty surrounding how much time will be used and because the accrued sick time cannot be paid out in lieu of time taken.

NORTH END COMMUNITY HEALTH CENTRE

Schedule of Expenditures

(Schedule 1)

Year Ended March 31, 2026

	Unrestricted Fund	Internally Restricted Fund	Externally Restricted Fund	Capital Fund	2026	2025
DIRECT COSTS						
Client specific and program costs	\$ 843,076	\$ -	\$ -	\$ -	\$ 843,076	\$ 923,290
Licensing	48,327	-	-	-	48,327	40,238
Medical supplies	196,926	-	-	-	196,926	192,662
Physician services	1,138,555	-	-	-	1,138,555	889,658
Vehicle	49,498	-	-	-	49,498	36,871
	\$ 2,276,382	\$ -	\$ -	\$ -	\$ 2,276,382	\$ 2,082,719
INDIRECT COSTS						
Amortization	\$ -	\$ -	\$ -	\$ 574,264	\$ 574,264	\$ 593,582
Communications	89,886	-	-	-	89,886	79,288
IT resources	376,271	-	-	-	376,271	280,381
Office	207,227	-	-	-	207,227	173,036
Other indirect costs	46,695	-	-	-	46,695	295,260
Professional fees	530,286	-	-	-	530,286	285,004
Rental	571,561	-	-	-	571,561	555,583
Taxes and insurance	94,256	-	-	-	94,256	131,840
Training and travel	127,589	-	-	-	127,589	190,523
Utilities and maintenance	601,272	-	-	-	601,272	593,952
	\$ 2,645,043	\$ -	\$ -	\$ 574,264	\$ 3,219,307	\$ 3,178,449