YOUTH DIVERSION PROGRAM

FINANCIAL STATEMENTS

AS AT MARCH 31, 2026

WILKINSON

YOUTH DIVERSION PROGRAM

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors

Qualified Opinion

We have audited the financial statements of Youth Diversion Program (the "Organization"), which comprise the statement of financial position as at March 31, 2026, the statements of revenue and expenditures, 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, 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 Organization 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.

Basis for Qualified Opinion

In common with many charitable organizations, the Organization derives revenue from donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Organization and we were not able to determine whether, as at and for the years ended March 31, 2026, and March 31, 2025, any adjustments might be necessary to donations revenue, excess of revenues over expenditures, assets and fund balances.

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 qualified 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 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 these 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.

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INDEPENDENT AUDITOR'S REPORT
(CONT'D)

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.

Wilkinson & Company LLP

KINGSTON, Canada
July 16, 2026

Chartered Professional Accountants
Licensed Public Accountants

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YOUTH DIVERSION PROGRAM
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2026

	2026 Total $	2025 Total $
ASSETS		
CURRENT		
Cash and short term deposits	**287,418**	331,690
Short-term investments - Note 3	**363,835**	335,784
Accounts receivable	**18,844**	10,000
HST receivable	**15,374**	15,493
Prepaid expenses	**25,266**	9,960
	710,737	702,927
LONG-TERM		
Tangible capital assets - Note 4	**66,780**	70,007
	777,517	772,934
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	**26,963**	56,891
Deferred revenue - Note 5	**277,300**	287,166
	304,263	344,057
LONG-TERM		
Deferred capital contributions - Note 6	**55,255**	63,203
	359,518	407,260
FUND BALANCES		
Unrestricted Fund	**42,639**	7,892
Internally restricted - Contingency Fund	**363,835**	376,214
Invested in tangible capital assets	**11,525**	(18,432)
	417,999	365,674
	777,517	772,934

APPROVED ON BEHALF OF THE BOARD

Ann MacDonald ____________ Director

Katie Lizzell ____________ Director

The accompanying notes and schedules form an integral part of these financial statements

WILKINSON

YOUTH DIVERSION PROGRAM
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 2026

	Unrestricted Fund	Invested in Tangible Capital Assets (Note 7)	Contingency Fund (Note 9)	2026 Total $	2025 Total $
FUND BALANCES - BEGINNING OF YEAR	7,892	(18,432)	376,214	365,674	433,167
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	30,534	(6,259)	28,050	52,325	(67,493)
INTERFUND TRANSFER - Note 8	4,213	36,216	(40,429)		
FUND BALANCES - END OF YEAR	42,639	11,525	363,835	417,999	365,674

The accompanying notes and schedules form an integral part of these financial statements

YOUTH DIVERSION PROGRAM
STATEMENT OF REVENUE AND EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 2026

	2026 Total $	2025 Total $
REVENUE		
Ministry of Children, Community and Social Service	**373,248**	373,248
Donations and fundraising	**194,514**	141,320
Counselling and prevention programs	**241,884**	247,923
United Way Kingston, Frontenac, Lennox and Addington	**222,000**	212,000
Ministry of Health	**141,417**	136,317
United Way Hastings & Prince Edward	**57,000**	57,000
Other grants	**256,155**	140,331
Amortization of deferred capital contributions	**7,948**	9,577
Interest	**2,149**	1,195
Other	**28,947**	5,271
Boys and Girls Club	**48,401**	
	1,573,663	1,324,182
EXPENDITURES		
Allocated administration - Note 11	**42,672**	42,672
Advertising and promotion	**2,073**	9,408
Amortization of tangible capital assets	**14,207**	14,778
Communication	**5,878**	7,326
Donations and fundraising	**1,804**	10,322
Insurance	**13,985**	14,948
Interest and bank charges	**2,323**	1,935
Office supplies and equipment	**40,990**	42,043
Professional fees	**13,198**	18,864
Program expenses	**41,186**	18,880
Rent	**53,230**	54,894
Salaries and employee benefits	**1,212,310**	1,132,904
Staff training	**15,276**	12,341
Staff travel	**37,915**	32,419
Boys and Girls Club	**52,134**	
Volunteer training	**207**	1,920
	1,549,388	1,415,654
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES BEFORE UNDERNOTED FOR YEAR	**24,275**	(91,472)
Dividend income	**1,050**	8,895
Capital gains from segregated fund distributions	**24,417**	9,334
Insurance segregated fund capital losses		(165)
Unrealized gains and losses	**2,583**	5,915
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES FOR YEAR	**52,325**	(67,493)

WILKINSON

YOUTH DIVERSION PROGRAM
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2026

	Total 2026 $	Total 2025 $
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenditures for year	**52,325**	(67,493)
Adjustment for items which do not affect cash		
Amortization of deferred capital contributions	**(7,946)**	(9,577)
Amortization of tangible capital assets	**14,207**	14,778
Dividend income	**(1,050)**	(8,895)
Capital gains from segregated fund distributions	**(24,417)**	(9,334)
Insurance segregated fund capital losses		165
Unrealized gains and losses	**(2,583)**	(5,915)
	30,536	(86,271)
Net change in non-cash working capital balances related to operations - Note 10	**(63,828)**	86,897
CASH FLOWS PROVIDED FROM (USED IN) OPERATING ACTIVITIES	**(33,292)**	626
INVESTING ACTIVITIES		
Proceeds from disposition of short-term investments		116,680
Purchase of short term investments		(208,480)
Purchase of tangible capital assets	**(10,980)**	
CASH FLOWS USED IN INVESTING ACTIVITIES	**(10,980)**	(91,800)
NET DECREASE IN CASH AND CASH EQUIVALENTS FOR YEAR	**(44,272)**	(91,174)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	**331,690**	422,864
CASH AND CASH EQUIVALENTS - END OF YEAR	**287,418**	331,690
REPRESENTED BY:		
Cash and cash equivalents - Unrestricted Fund	**287,418**	331,690

YOUTH DIVERSION PROGRAM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

1. NATURE OF OPERATIONS

Youth Diversion Program is incorporated in Ontario as an organization without share capital that provides services under the authority of the Youth Criminal Justice Act, in Kingston, Ontario.
The organization is registered as a charitable organization and consequently is exempt from income taxes under the *Income Tax Act*.

2. ACCOUNTING POLICIES

Outlined below are those accounting policies adopted by the Organization considered to be particularly significant:

(a) Basis of Accounting

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations.

(b) Fund Accounting

The accompanying financial statements include the activities of the organization for which the Board of Directors is legally accountable. In order to properly reflect its activities, the organization maintains its accounts in accordance with the principles of "fund accounting" in order that limitations and restrictions placed on the use of available resources are observed. Under fund accounting, resources for various purposes are classified for accounting and reporting into funds in accordance with activities or objectives specified.

The Invested in Other Capital Assets Fund accounts for the organization's equipment.

The Unrestricted Fund accounts for the cost of operations of providing support services financed by contracts and grants and other general income.

The Capital fund accounts for funds set aside by the Board of Directors to renovate the organization's current location or to relocate to a new location. The board transferred the balance of this fund to the contingency fund in 2024.

The Contingency fund accounts for funds set aside by the Board of Directors for working capital to cover unforeseen expenditures.

The balance sheet represents the combined position of all the funds of the organization.

YOUTH DIVERSION PROGRAM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

2. ACCOUNTING POLICIES (Cont'd)

(c) Accounting Estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Significant items subject to such estimates and assumptions include valuation of those accounts receivable, deferred revenue and accounts payable and accrued liabilities. Actual results could differ from those estimates.

(d) Revenue Recognition

The organization follows the deferral method of accounting for contributions, which includes grants received pursuant to budget arrangements established by the funders. Grants are recorded as revenue in the period to which they relate. Grants approved but not received at the end of the accounting period are accrued. Where a portion of a grant relates to a future period, it is deferred and recognized in the subsequent period. These financial statements reflect agreed arrangements approved by the funding sponsors with respect to the year ended March 31, 2026.

Investment income is recognized as revenue when earned.

Fees for service are recognized as revenue as the services are provided.

Donations and fundraising revenue is recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

(e) Deferred Revenue Relating to Capital Assets

Revenue received for the purpose of purchasing capital assets is deferred and amortized into revenue at a rate corresponding with the amortization rate for the related computers and equipment, which is a declining basis of 20% to 50%.

YOUTH DIVERSION PROGRAM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

2. ACCOUNTING POLICIES (Cont'd)

(f) Financial Instruments

(i) Measurement of Financial Instruments

The Organization initially measures its financial assets and liabilities at fair value adjusted by, in the case of financial instruments that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument.

The organization subsequently measures all its financial assets and financial liabilities at amortized cost except for equities quoted in an active market, which are subsequently measured at fair value. Changes in fair value are recognized as income.

Financial assets measured at amortized cost include accounts receivable and equity investments.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

(ii) Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a write-down is recorded in excess of revenue over expenditures. When events occurring after the impairment confirm that a reversal is necessary, the reversal is recognized in excess of revenue over expenditures up to the impairment amount previously recognized.

(g) Tangible Capital Assets and Amortization

Capital assets are stated at acquisition cost. Amortization is based on estimated useful life, is calculated on the following bases at the rates set out below.

Asset	Basis	Rate
Equipment and furniture	Declining balance	20%
Computer equipment	Declining balance	50%
Leaseholds	Straight-line	10 years
Signs	Declining balance	20%

YOUTH DIVERSION PROGRAM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

2. ACCOUNTING POLICIES (Cont'd)

(h) Donated Services

Volunteers contribute significant hours each year to assist the organization in carrying out its activities. Since these services are not normally purchased by the organization and because of the difficulty of identifying a reliable basis for their value, donated services are not recognized in these financial statements.

(i) Allocation of Common Expenses

The organization operates various programs. The costs of each program includes the costs of personnel, premises and other expenses that are directly related to providing the program. The organization also incurs a number of general support expenses that are common to the administration of the organization and each of its programs.

The organization allocated its expenses according to management's best estimate on a basis of time, space and other resources utilized. The allocation is disclosed in Note 9, and the accompanying schedules.

(j) Income Taxes

The organization is a not-for-profit organization and as such exempt from income taxes.

(k) Cash and Equivalents

Cash and equivalents consist of cash on deposit and cashable guaranteed investment certificates.

YOUTH DIVERSION PROGRAM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

3. INVESTMENTS

The organization's investments are in segregated insurance funds and consists of the following:

	2026		2025	
	Book Value	**Fair Value**	Book Value	Fair Value
	$	**$**	$	$
Board Contingency Investments				
Canada Life Canadian Value Balanced Fund	**92,912**	**100,440**	89,587	95,597
Canada Life Canadian Focused Dividend Fund	**63,597**	**90,837**	57,070	72,490
Canada Life Foreign Equity Fund	**80,614**	**78,648**	68,491	77,289
Canada Life Canadian Fixed Income Balanced Fund	**23,637**	**25,261**	22,606	24,251
Canada Life Real Estate Fund	**35,734**	**40,303**	35,676	40,750
Canada Life Global All Cap Equity Fund	**26,024**	**28,252**	23,564	25,315
Canada Life Money Market Fund	**92**	**94**	92	92
	322,610	**363,835**	297,086	335,784

YOUTH DIVERSION PROGRAM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

4. TANGIBLE CAPITAL ASSETS

	2026		2025	
	Cost	**Accumulated amortization**	Cost	Accumulated amortization
	$	**$**	$	$
Equipment and furniture	**36,082**	**24,568**	36,083	21,689
Computer equipment	**66,173**	**55,405**	55,192	50,129
Signs	**1,781**	**755**	1,781	499
Leasehold improvements	**57,963**	**14,491**	57,963	8,695
	161,999	**95,219**	151,019	81,012
Cost less accumulated amortization	**66,780**		70,007	

During the year tangible capital assets were acquired for cash consideration of $10,980 (2025 - $Nil).

5. DEFERRED REVENUE

Deferred revenue represents unrestricted donations and fundraising amounts not utilized to fund current year program expenditures and consists of the following:

	2026	2025
	$	$
Kairos - donations	**20,965**	109,728
Mentor Program - donations	**49,746**	83,688
Intersections Program	**56,250**	93,750
Lobsterfest - donation	**810**	
Empowering Young Minds - donations and fundraising	**95,870**	
Kids Can't Wait - donations and fundraising	**53,659**	
	277,300	287,166

YOUTH DIVERSION PROGRAM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

6. DEFERRED CAPITAL CONTRIBUTIONS

Deferred capital contributions consists of the following:

	2026	2025
	$	$
Beginning of year	**63,203**	72,781
Amortization of deferred capital contributions	**(7,948)**	(9,578)
End of year	**55,255**	63,203

7. INVESTED IN TANGIBLE CAPITAL ASSETS

	2026	2025
	$	$
Fund balance - beginning of year	**(18,432)**	(13,231)
Amortization of deferred capital contributions	**7,948**	9,577
Amortization of tangible capital assets	**(14,207)**	(14,778)
Interfund transfer	**36,216**	
Fund balance - end of year	**11,525**	(18,432)

8. INTERFUND TRANSFER

During the year, an interfund transfer of $36,216 was made from the Unrestricted Fund to the Invested in Tangible Capital Assets fund to align its balance with the net book value of capital and deferred capital assets.

9. INTERNALLY RESTRICTED FUNDS

Internally restricted amounts of $363,835 have been set aside in the Contingency Fund for unforeseen expenditures. These internally restricted amounts are not available for any other purpose without the approval of the board of directors.

YOUTH DIVERSION PROGRAM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

10. NET CHANGE IN NON-CASH WORKING CAPITAL BALANCES RELATED TO OPERATIONS

Cash provided from (used in) non-cash working capital is compiled as follows:

	2026 Total $	2025 Total $
(INCREASE) DECREASE IN CURRENT ASSETS		
Accounts receivable	**(8,844)**	(4,637)
HST receivable	**119**	6,446
Prepaid expenses	**(15,306)**	1,199
	(24,031)	3,008
INCREASE (DECREASE) IN CURRENT LIABILITIES		
Accounts payable and accrued liabilities	**(29,931)**	10,139
Deferred revenue	**(9,866)**	73,750
	(39,797)	83,889
NET CHANGE IN NON-CASH WORKING CAPITAL BALANCES RELATED TO OPERATIONS	**(63,828)**	86,897

YOUTH DIVERSION PROGRAM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

11. ADMINISTRATION COSTS

Common administration costs have been allocated to various programs. Expenditures net of these allocations are reported on the statement of revenue and expenditures as follows:

Costs	Total Expenditures 2025	Allocated Costs	Expenditures Net Of Allocated
	$	$	$
Salaries and employee benefits	**1,233,475**	**21,165**	**1,212,310**
Office supplies and equipment	**29,068**	**(11,922)**	**40,990**
Staff travel	**42,760**	**4,845**	**37,915**
Insurance	**17,603**	**3,618**	**13,985**
Rent	**55,453**	**2,223**	**53,230**
Professional fees	**29,041**	**15,843**	**13,198**
Interest and bank charges	**2,381**	**58**	**2,323**
Staff training	**15,458**	**182**	**15,276**
Advertising	**10,388**	**4,158**	**6,230**
Program expenses	**43,688**	**2,502**	**41,186**
	1,479,315	**42,672**	**1,436,643**

12. COMMITMENTS

In January 2022, the organization signed a 5 year lease for a piece of office equipment. The payments for the equipment are $397 per quarter.

The organization signed a 10 year lease for its location at 299-102 Concession street in Kingston for the the term of August 1, 2023 to July 31, 2033. The rent for the property is $57,599 for the year.

In 2020, the organization signed a 5 year contract with Weehooey for IT services. The monthly amount charged to the organization for IT services is $1,381.

YOUTH DIVERSION PROGRAM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

13. FINANCIAL RISKS AND CONCENTRATION OF RISK

The organization has a comprehensive risk management framework to monitor, evaluate and manage the principal risks assumed with financial instruments. The risks that arise from transacting financial instruments are as follows:

(a) Credit Risk

Credit risk is the risk of financial loss to the Organization if a party to the Organization's financial instruments fails to discharge an obligation or make payments of interest and principal when due. The Organization is exposed to this risk relating to its debt holdings in its short term investments and in accounts receivable.

(b) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of market factors. Market factors include three types of risk: currency risk, interest rate risk, and equity risk, of which the organization is exposed to interest rate risk and equity risk.

(c) Interest Rate Risk

Interest rate risk is the potential for financial loss caused by fluctuations in fair value or future cash flows of financial instruments because of changes in market interest rates. The Organization is exposed to interest rate risk through its interest bearing investments within the investment portfolio.

(d) Equity Risk

Equity risk associated with investments in shares is the risk that their fair value will fluctuate because of changes in market prices. This risk is reduced by regularly rebalancing the portfolio to be in line with the Organization's investment policy.

(e) Liquidity Risk

Liquidity risk is the risk that the Organization will not be able to meet all cash outflow obligations as they come due. The Organization mitigates this risk by monitoring cash activities and expected outflows. This risk is also mitigated by the fact that the primary source of funding is from provincial and municipal governments.

There have been no significant changes from the previous year in the exposure to risk or policies, procedures or methods used to measure the risks.

YOUTH DIVERSION PROGRAM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

14. CAPITAL DISCLOSURE

The organization's objectives with respect to capital management are to maintain a minimum capital base that allows the organization to continue with and execute its overall purpose as outlined in the fund balances accounting policy in Note 2(b). The organization's Board of Directors performs periodic reviews of the organization's capital needs to ensure they remain consistent with the risk tolerance that is acceptable to the organization.

15. SUPPLEMENTARY INFORMATION

The organization receives funding from the Ministry of Children, Community and Social Services and the Ministry of Health. As part of its funding agreements the organization is required to provide supplementary financial information on programs funded by the Ministries. As such, schedules have been prepared which provides information on the revenue and expenditures of each program code

16. ENDOWMENT FUNDS

Youth Diversion provides an opportunity for donors to participate in an endowment fund originally created by a past president of the Board of Directors that is administered by an independent third party. Donations of publicly-traded securities and cash may be received by the Community Foundation for Kingston and Area to be held and invested. In the past, Youth Diversion has committed to investing up to 10% of any unsolicited and undesignated donation over $500 into the endowment depending on the current needs of the organization. However, to address the shortfalls experienced by the organization, Youth Diversion has altered their investment policy and subsequently, paused contributions to the endowment funds while the programs are operating at a deficit. Total contributions into the endowment fund during the year amounted to $28,229. During the year there was a distribution of $8,521 from the fund and $3,360 was retained by the third party for investment management fees. In 2026-2027, $11,045 will be available to be granted to the organization. As at March 31, 2026, the balance of the fund held through the Community Foundation for Kingston and Area for Youth Diversion amounted to $222,139 (2025 - $179,018).

In 2016, the Board of Directors established an endowment fund using monies raised from a charity event that is administered by an independent third party. The fund was established to provide an annual bursary of $500. No further donations or investments are expected into the fund. During the year, there was a distribution of $1,098 from the fund and $213 was retained by the third party for investment management fees. In 2026-2027, $675 will be available to be awarded. As at March 31, 2026, the balance of the fund held through the Community Foundation for Kingston and Area for the organization amounted to $13,577 (2025 - $13,074).

YOUTH DIVERSION PROGRAM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

15. ENDOWMENT FUNDS (Cont'd)

In 1998, the executive director established an endowment fund that is administered by an independent third party. The fund was established to provide an annual bursary of $500 to a graduating student who has overcome adversity. No further donations or investments are expected into the fund. During the year, there was a distribution of $840 (2025 - $1,000) from the fund and $278 was retained by the third party for investment management fees. In 2026-2027, $880 will be available to be awarded. As at March 31, 2026, the balance of the fund held through the Community Foundation for Kingston and Area for the organization amounted to $17,707 (2025 - $16,476).

YOUTH DIVERSION PROGRAM
SCHEDULE OF REVENUE AND EXPENDITURES
PREVENTION
FOR THE YEAR ENDED MARCH 31, 2026

	2026 **$**	2025 $
REVENUE		
Ministry of Children, Community and Social Services	**107,245**	107,237
EXPENDITURES		
Administration costs	**10,497**	10,497
Advertising and promotion	**350**	319
Bank charges and interest	**148**	143
Communication	**163**	941
Insurance	**1,898**	994
Office supplies and equipment	**2,158**	3,536
Professional fees	**1,741**	1,746
Program expenses	**302**	860
Rent	**4,403**	5,185
Salaries and employee benefits	**78,858**	78,176
Staff training	**2,432**	2,062
Staff travel	**4,718**	4,572
	107,668	109,031
EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) FOR YEAR	**(423)**	(1,794)

YOUTH DIVERSION PROGRAM
SCHEDULE OF REVENUE AND EXPENDITURES
COUNSELLING/THERAPY SERVICES
FOR THE YEAR ENDED MARCH 31, 2026

	2026 **$**	2025 $
REVENUE		
Ministry of Health	**103,454**	99,454
EXPENDITURES		
Administration costs	**8,890**	8,890
Rent	**3,351**	3,351
Advertising and promotion	**271**	373
Communications	**3,029**	2,334
Donations and fundraising	**6**	19
Insurance	**47**	153
Interest and bank charges		143
Office supplies and equipment	**468**	742
Professional fees	**3,000**	3,000
Program expenses	**744**	104
Salaries and employee benefits	**77,817**	73,818
Staff training	**1,860**	1,860
Staff travel	**3,971**	4,667
	103,454	99,454
EXCESS OF REVENUE OVER EXPENDITURES FOR YEAR	**NIL**	NIL

YOUTH DIVERSION PROGRAM
SCHEDULE OF REVENUE AND EXPENDITURES
COORDINATED ACCESS AND INTAKE
FOR THE YEAR ENDED MARCH 31, 2026

	2026	2025
	$	$
REVENUE		
Ministry of Health	**21,614**	21,114
EXPENDITURES		
Administration costs	**1,014**	1,014
Interest and bank charges		20
Office supplies and equipment		10,000
Salaries and employee benefits	**20,100**	10,080
Staff travel	**500**	
	21,614	21,114
EXCESS OF EXPENDITURES OVER REVENUE FOR YEAR	**NIL**	NIL

YOUTH DIVERSION PROGRAM
SCHEDULE OF REVENUE AND EXPENDITURES
CASE MANAGEMENT AND SERVICE COORDINATION
FOR THE YEAR ENDED MARCH 31, 2026

	2026	2025
	$	$
REVENUE		
Ministry of Health	**14,073**	13,573
EXPENDITURES		
Administration costs	**1,200**	1,200
Interest and bank charges		23
Salaries and employee benefits	**12,873**	12,350
	14,073	13,573
EXCESS OF EXPENDITURES OVER REVENUE FOR YEAR	**NIL**	NIL

SCHEDULE E

YOUTH DIVERSION PROGRAM
SCHEDULE OF REVENUE AND EXPENDITURES
TARGETED PREVENTION
FOR THE YEAR ENDED MARCH 31, 2026

	2026	2025
	$	$
REVENUE		
Ministry of Health	**2,276**	2,176
EXPENDITURES		
Administration costs	**217**	217
Interest and bank charges		3
Salaries and employee benefits	**2,059**	1,956
	2,276	2,176
EXCESS OF EXPENDITURES OVER REVENUE FOR YEAR	**NIL**	NIL

YOUTH DIVERSION PROGRAM
SCHEDULE OF REVENUE AND EXPENDITURES
BROADER PUBLIC SECTOR - CHILDREN'S SERVICES
FOR THE YEAR ENDED MARCH 31, 2026

	2026 **$**	2025 $
REVENUE		
Ministry of Children, Community and Social Service	**2,051**	2,051
EXPENDITURES		
Interest and bank charges	**5**	5
Salaries and employee benefits	**2,185**	2,077
	2,190	2,082
EXCESS OF EXPENDITURES OVER REVENUE FOR YEAR	**(139)**	(31)

YOUTH DIVERSION PROGRAM
SCHEDULE OF REVENUE AND EXPENDITURES
ALTERNATIVES TO CUSTODY AND COMMUNITY INTERVENTIONS
FOR THE YEAR ENDED MARCH 31, 2026

	2026	2025
	$	$
REVENUE		
Ministry of Children, Community, and Social Service	**150,512**	150,520
EXPENDITURES		
Administration costs	**10,800**	10,800
Rent	**7,468**	10,009
Advertising and promotion	**443**	460
Communication	**701**	674
Insurance	**1,185**	2,235
Interest and bank charges	**239**	233
Office supplies and equipment	**1,215**	3,669
Program expenses	**228**	446
Salaries and employee benefits	**127,187**	120,994
Staff training	**980**	2,088
Staff travel	**2,997**	2,947
Volunteer training and recognition	**495**	1,894
	153,938	156,449
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) FOR YEAR	**(3,426)**	(5,929)

YOUTH DIVERSION PROGRAM
SCHEDULE OF REVENUE AND EXPENDITURES
REINTEGRATION/REHABILITATION SERVICES
FOR THE YEAR ENDED MARCH 31, 2026

	2026	2025
	$	$
REVENUE		
Ministry of Children, Community, and Social Service	**38,910**	38,910
EXPENDITURES		
Administration costs	**2,907**	2,907
Rent	**3,887**	5,029
Communication	**163**	154
Insurance	**190**	199
Interest and bank charges	**57**	55
Office supplies and equipment	**175**	753
Program expenses	**104**	29
Salaries and employee benefits	**30,601**	28,739
Staff training	**569**	515
Staff travel	**630**	937
	39,283	39,317
EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) FOR YEAR	**(373)**	(407)

YOUTH DIVERSION PROGRAM
SCHEDULE OF REVENUE AND EXPENDITURES
CHILD WELFARE - COMMUNITY AND PREVENTION SUPPORTS
FOR THE YEAR ENDED MARCH 31, 2026

	2026 $	2025 $
REVENUE		
Ministry of Children, Community, and Social Service	**74,530**	74,530
EXPENDITURES		
Administration costs	**7,147**	7,147
Rent and utilities	**525**	338
Advertising and promotion		206
Communication		229
Interest and bank charges	**130**	126
Office supplies and equipment		51
Program expenses	**59**	170
Salaries and employee benefits	**65,576**	65,464
Staff training		502
Staff travel	**1,570**	1,760
	75,007	75,993
EXCESS OF EXPENDITURES OVER REVENUE FOR YEAR	**(477)**	(1,463)