DASC - DARTMOUTH ADULT SERVICES CENTRE

Financial Information

March 31, 2026

G&R CPA
3 Spectacle Lake Drive
Suite 120
Dartmouth, NS B3B 1W8

DASC - Dartmouth Adult Service Centre Association

Financial Statements

March 31, 2026

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
DASC - Dartmouth Adult Service Centre Association

Opinion

We have audited the financial statements of DASC - Dartmouth Adult Service Centre Association (the "Association"), which comprise the statement of financial position as at March 31, 2026 the statements of changes in net assets, revenues and expenditures, 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* paragraph, the accompanying financial statements the DASC - Dartmouth Adult Service Centre Association are prepared, in all material respects, in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO).

Basis for Qualified Opinion

In common with many not-for-profit organizations, DASC - Dartmouth Adult Service Centre Association derives part of its revenue from donations and 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 DASC - Dartmouth Adult Service Centre Association. Therefore, we were not able to determine whether any adjustments might be necessary to donations and fundraising revenue, excess (deficiency) of revenue or expenditures, and cash flows from operations for the years ended March 31, 2026 and 2025, current assets as at March 31, 2026 and 2025, and net assets as at April 1 2025 and March 31 2026. Our audit opinion on the financial statements for the year ended March 31, 2026 was modified accordingly because of the possible effects of this limitation in 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 Association in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other 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 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 these financial statements, management is responsible for assessing the Association's 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 the Association or to cease operations, or has no realistic alternative to do so.

Those charged with governance are responsible for overseeing the Association'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 Association'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 Association'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 Association to cease to continue as a going concern.

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.

G & R

G&R CHARTERED PROFESSIONAL ACCOUNTANTS

Dartmouth, Nova Scotia
June 17, 2026

DASC - Dartmouth Adult Service Centre Association

Statement of Financial Position as at March 31, 2026

	Unrestricted Fund $	Restricted Capital Asset Fund $	Total 2026 $	Total 2025 $
ASSETS				
Current Assets				
Cash	459,788	-	459,788	312,358
Investments (Note 4)	292,724	-	292,724	285,636
Accounts receivable	94,978	-	94,978	207,173
HST recoverable	9,861	-	9,861	10,790
Inventories (Note 3)	34,378	-	34,378	22,736
Prepaid expenses and deposit	19,288	-	19,288	37,744
	911,017	-	911,017	876,437
Capital assets (Note 5)	-	2,147,559	2,147,559	2,181,348
Total Assets	911,017	2,147,559	3,058,576	3,057,785
LIABILITIES				
Current Liabilities				
Accounts payable and accrued liabilities	157,566	-	157,566	180,606
Deferred revenue (Note 6)	39,881	-	39,881	110,269
Total Liabilities	197,447	-	197,447	290,875
Net Assets	713,570	2,147,559	2,861,129	2,766,910
Total Liabilities and Net Assets	911,017	2,147,559	3,058,576	3,057,785

Commitments (Note 9)

SIGNED ON BEHALF OF THE BOARD

________________, *Director*

________________, *Director*

DASC - Dartmouth Adult Service Centre Association

Statement of Changes in Net Assets

For the Year Ended March 31, 2026

	Unrestricted Fund $	Restricted Capital Asset Fund $	Total 2026 $	Total 2025 $
Net Assets - Beginning of Year	585,562	2,181,348	2,766,910	2,652,610
Excess (deficiency) of revenue over expenditures for the year	285,301	(191,082)	94,219	114,300
Interfund transfers	(157,293)	157,293	-	-
	128,008	(33,789)	94,219	114,300
Net Assets - End of Year	713,570	2,147,559	2,861,129	2,766,910

DASC - Dartmouth Adult Service Centre Association

Statement of Revenues and Expenditures

For the Year Ended March 31, 2026

	Unrestricted Fund $	Restricted Capital Asset Fund $	Total 2026 $	Total 2025 $
Revenue				
Government Revenue				
Province of Nova Scotia grant (Note 7)	2,803,887	-	2,803,887	2,826,496
Municipal property tax exemption	151,935	-	151,935	157,739
	2,955,822	-	2,955,822	2,984,235
Earned Revenue				
Broadening Day Options grants	895,903	-	895,903	818,750
Business centers net profit (Schedule 2)	264,831	-	264,831	217,543
Fundraising and donations	259,498	-	259,498	261,926
External revenue (Schedule 1)	136,235	-	136,235	137,808
Miscellaneous income	78,514	-	78,514	27,676
Total Revenue	4,590,803	-	4,590,803	4,447,938
Expenditures				
Human Resources				
Salaries - staff	3,295,130	-	3,295,130	3,222,270
Staff training	12,474	-	12,474	15,075
Recruitment	5,985	-	5,985	16,937
Transportation	13,214	-	13,214	11,595
	3,326,803	-	3,326,803	3,265,877
Administration				
Amortization	-	191,082	191,082	182,372
Office supplies, telephone, and postage	79,145	-	79,145	83,684
Business development	58,022	-	58,022	45,114
Accounting and legal	12,470	-	12,470	22,260
Association fees	5,107	-	5,107	5,192
Consulting	21,000	-	21,000	-
	175,744	191,082	366,826	338,622
Facility				
Property taxes	154,054	-	154,054	159,655
Building maintenance and repairs	158,422	-	158,422	113,727
Occupancy cost	73,314	-	73,314	75,691
Equipment rentals and repairs	31,069	-	31,069	31,469
	416,859	-	416,859	380,542
Program				
Participant wages	172,258	-	172,258	129,242
Program expenses	70,999	-	70,999	59,997
External project expenses (Schedule 1)	108,004	-	108,004	117,904
Vehicle	34,835	-	34,835	41,454
	386,096	-	386,096	348,597
Total Expenditures	4,305,502	191,082	4,496,584	4,333,638
Excess (Deficiency) of Revenue Over Expenditures for the Year	285,301	(191,082)	94,219	114,300

DASC - Dartmouth Adult Service Centre Association

Statement of Cash Flows

For the Year Ended March 31, 2026

	Unrestricted Fund $	Restricted Capital Asset Fund $	Total 2026 $	Total 2025 $
Cash Flows from Operating Activities				
Excess (deficiency) of revenue over expenditures for the year	285,301	(191,082)	94,219	114,300
Adjustments to earning not involving cash -				
Amortization	-	191,082	191,082	182,372
	285,301	-	285,301	296,672
Changes in non-cash working capital				
Decrease (increase) in accounts receivable	112,195	-	112,195	(24,899)
Decrease (increase) in HST receivable	929	-	929	(3,501)
Increase in inventory	(11,642)	-	(11,642)	(10,003)
Decrease (increase) in prepaid expenses	18,456	-	18,456	(7,035)
Increase (decrease) in accounts payable and accrued liabilities	(23,040)	-	(23,040)	54,192
Decrease in deferred revenue	(70,388)	-	(70,388)	(63,082)
Total Cash Flows from Operating Activities	311,811	-	311,811	242,344
Cash Flows from Investing Activities				
Purchase of investments	(7,088)	-	(7,088)	(110,270)
Purchase of capital assets	-	(157,293)	(157,293)	(6,590)
Interfund transfer	(157,293)	157,293	-	-
Total Cash Flows from Investing Activities	(164,381)	-	(164,381)	(116,860)
Increase in Cash for the Year	147,430	-	147,430	125,484
Cash - Beginning of Year	312,358	-	312,358	186,874
Cash - End of Year	459,788	-	459,788	312,358

DASC - Dartmouth Adult Service Centre Association

Notes to Financial Statements

For the Year Ended March 31, 2026

Nature of Operations

DASC - Dartmouth Adult Service Centre Association (the "Association") is a not-for-profit organization incorporated provincially under the Societies Act of Nova Scotia.

DASC's mission is to empower individuals with intellectual disabilities to become self-advocates through program and employment opportunities. We envision a barrier-free community for individuals with intellectual disabilities. DASC serves about 200 people annually though a diverse range of services including community employment, social enterprise, life skills, enrichment, life enhancement, active lifestyles, recreation and leisure, individual support, and youth programs.

1. Summary of Significant Accounting Policies

Basis of Accounting

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO) and include the following significant accounting policies:

Fund Accounting

The Association follows the restricted fund method of accounting for contributions.

The Unrestricted Fund accounts for the Association's program delivery and administrative activities. This fund reports unrestricted resources and restricted operating grants.

The Restricted Capital Asset Fund reports only externally restricted resources that were used for the purpose of building the permanent premises on Dorey Avenue in Dartmouth, and ongoing upgrades and related equipment and fixtures. In 2013, all capital assets were transferred to this fund as instructed by the Board. This fund holds all capital assets of the Association.

Financial Instruments

The financial assets and liabilities are initially recorded at fair value. The Association subsequently measures all its financial assets and financial liabilities at cost or amortized cost. Changes in fair value are recognized in excess (deficiency) of revenues over expenditures for the year.

Financial assets measured at cost include cash, accounts receivable, HST recoverable, and investments. Financial liabilities measures at cost include accounts payable and accrued liabilities.

Impairment of Financial Assets

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of any write down is recognized in excess (deficiency) of revenues over expenditures for the year. Any previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have previously been reported at the date of the reversal had the impairment not been recognized previously. The amount of any reversal is recognized in excess (deficiency) of revenues over expenditures for the year.

Inventory

The Association's inventory of raw materials is recorded at the lower of cost and replacement cost. Cost is determined by the first-in, first-out method. Cost of inventories of items that are segregated for specific projects is assigned by using specific identification of their individual costs.

When the reversal of previously written down inventory is recognized, the reversal is recognized in excess (deficiency) of revenues over expenditures for the year.

. . . (continued) . . .

1. Summary of Significant Accounting Policies . . . (continued)

Capital Assets

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

Building	25 years	straight-line method
Office equipment	20%	declining balance method
Production equipment	20%	declining balance method
Program equipment	20%	declining balance method
Computer equipment	30%	declining balance method
Computer software	100%	declining balance method
Vehicles	30%	declining balance method

The Association regularly reviews its capital assets to eliminate obsolete items.

Impairment of Long-Lived Assets

Capital assets subject to amortization are tested for impairment whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. An impairment loss is recognized when the carrying amount of the asset exceeds the sum of the projected future net cash flows resulting from its use and eventual disposition. The impairment loss, if any, is measured as the amount by which the carrying amount of the asset exceeds its fair value. As of March 31, 2026 no impairment losses have been recognized.

Income Taxes

The Association is a not-for-profit organization and a registered charity under the Income Tax Act and may issue receipts for charitable donations. Income from operations is exempt from income taxes.

Revenue Recognition

Revenue from grants is recorded when amounts are received or receivable if the amount can be estimated based on the terms of the grant agreement and collection is reasonably assured.

Donation revenue is recorded as it is received or receivable in the case of pledges where the amount to be received can be estimated and collection is reasonably assured.

Rental, interest and other revenue is recorded when earned, amount is reasonable, and collection is reasonably assured. Investment income earned during the year includes distributions and changes in fair value of the underlying mutual funds.

Restricted donation revenue is recorded as it is received or receivable, if the amount can be estimated, and collection is reasonably assured.

Contributed Services and Materials

Contributed services and materials are recorded in the financial statements when their fair market value can be reasonably determined, they are used in the normal course of operations, and would otherwise have been purchased.

Use of Estimates

The preparation of financial statements in accordance 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 March 31, 2026, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting periods. Actual results could differ from management's best estimates as additional information becomes available in the future. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in excess (deficiency) of revenues over expenditures for the year in which they become known.

2. Financial Instruments

The significant risks to which the Association is exposed are credit risk and liquidity risk.

Credit Risk

Financial instruments that potentially subject the Association to concentrations of credit risk consist of cash and accounts receivable. The Association has deposited cash with reputable financial institutions, from which management believes the risk of loss to be remote. Credit risk arises from the potential that a counter party will fail to perform its obligations. The Association is exposed to credit risk from customers. The Association has a significant number of customers which minimizes concentration of credit risk. As at March 31, 2026, an allowance for doubtful accounts of $nil (2025 - $nil) was recorded. Any credit losses are provided for in the financial statements and consistently have been within management's expectations.

Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.Liquidity risk also includes the risk of not being able to liquidate assets in a timely manner at a reasonable price. The Association is exposed to this risk mainly in respect of its receipt of funds from its customers, government and other related sources, and accounts payable and accrued liabilities. The Association's approach to managing liquidity risk is to ensure that it always has sufficient cash flows, and cash on hand to meet its operating obligations.

3. Inventories

	2026 $	2025 $
Button parts	**31,230**	21,334
Postage	**3,042**	1,297
Contract materials	**106**	105
	34,378	22,736

4. Investments

The Association holds funds through an investment savings account administered by RBC Dominion Securities Inc. The investments consist entirely of mutual funds and are measured at fair value.

5. Capital Assets

	Cost $	Accumulated Amortization $	Net 2026 $	Net 2025 $
Land	349,258	-	**349,258**	349,258
Buildings	3,295,215	1,746,434	**1,548,781**	1,680,589
Office equipment	29,740	28,927	**813**	841
Production equipment	107,441	92,383	**15,058**	5,034
Program equipment	82,634	65,526	**17,108**	17,568
Computer equipment	127,241	111,786	**15,455**	16,036
Computer software	52,495	52,495	**-**	-
Vehicles	483,353	332,463	**150,890**	49,885
New building equipment and furniture	594,800	544,604	**50,196**	62,137
	5,122,177	2,974,618	**2,147,559**	2,181,348

DASC - Dartmouth Adult Service Centre Association

Notes to Financial Statements

For the Year Ended March 31, 2026

6. Deferred Revenue

	Opening Balance 2026 $	Grant Funding Received $	Recognized During The Year $	Ending Balance 2026 $	Ending Balance 2025 $
Broadening Day Options Grants	43,639	555,943	559,701	39,881	43,639
Deferred revenue - Other (Youth Program)	66,630	-	66,630	-	66,630
Balance - End of Year	110,269	555,943	626,331	39,881	110,269

7. Economic Dependence

The Association is dependent on funding from the Province of Nova Scotia to carry out its mandate. This funding is renewed annually, and the service agreement for funding in places expires on March 31, 2027. During the year ended March 31, 2026, funding received from the Province was $2,803,887 (2025 - $2,826,496).

8. Contingent Liability

The Association's sick leave policy permits employees to accumulate unused sick leave credits. As these benefits are utilized, the Association may incur additional costs to replace absent employees. If all accumulated sick leave credits outstanding at March 31, 2026 were utilized, the estimated incremental cost to the Association would be $68,786 (2025 - $87,025).

9. Commitments

The Association has entered into agreements to lease space at Cole Harbour Place and North Woodside Community Centre in Dartmouth, NS for various lease terms. These leased spaces will be used to help the Association carry out its programs. The minimum lease payments for each of the next 3 years are as follows:

		$
Year ending March 31,	2027	8,699
	2028	8,695
	2029	6,076
Total	2030	23,470

10. Employee Future Benefits

Defined Contribution Pension Plan

The Association participates in a defined contribution pension plan administered by Directions Council for Vocational Services Society. Under the terms of the plan, the Association contributes a specified percentage of employees' salaries to the plan. The Association has no further obligation beyond its contribution. Total employer contributions for the year ended March 31, 2026 were $173,642 (2025 - $158,397) and are recognized as an expense during the year.

DASC - Dartmouth Adult Service Centre Association

Schedule 1 - External Revenue and Project Expenses

For the Year Ended March 31, 2026

	Youth project $	Home Service NS $	2026 $	2025 $
Project revenue	66,630	69,605	**136,235**	137,808
Direct project costs	(69,909)	(38,095)	**(108,003)**	(117,904)
Excess (deficiency) of revenue over expenditures	(3,279)	31,510	**28,232**	19,904

DASC - Dartmouth Adult Service Centre Association

Schedule 2 - Business Centre's Net Profit

For the Year Ended March 31, 2026

	Board Room Rental $	Buttons $	Contracts $	Total $
2026				
Sales	66,735	34,326	193,281	294,342
Less: direct costs	(3,415)	(7,288)	(18,808)	(29,511)
2026 Gross Profit	63,320	27,038	174,473	264,831
2025				
Sales	56,187	58,130	131,863	246,180
Less: direct costs	(284)	(11,728)	(16,625)	(28,637)
2025 Gross profit	55,903	46,402	115,238	217,543