

**THE BLACK COALITION FOR AIDS
PREVENTION OF METROPOLITAN TORONTO**

FINANCIAL STATEMENTS

MARCH 31, 2025

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PREVENTION OF METROPOLITAN TORONTO**

FINANCIAL STATEMENTS

MARCH 31, 2025

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
The Black Coalition for AIDS Prevention of Metropolitan Toronto
Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of The Black Coalition for AIDS Prevention of Metropolitan Toronto, which comprise the statement of financial position as at March 31, 2025, and the statements of operations and changes in net assets and cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of revenues described in the Basis for Qualified Opinion paragraph, the accompanying financial statements present fairly, in all material respects, the financial position of The Black Coalition for AIDS Prevention of Metropolitan Toronto as at March 31, 2025, 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

The Coalition derives certain of its revenues from donations, the completeness of which is not susceptible to satisfactory audit procedures. Accordingly, our verification of this revenue was limited to the amounts recorded in the records of the Coalition. Therefore we were not able to determine whether any adjustments might be necessary to operating revenue, excess of revenues over expenses and cash flows for the years ended March 31, 2025 and March 31, 2024, current assets as at March 31, 2025 and March 31, 2024, and fund balance as at the beginning and end of the years ended March 31, 2025 and March 31, 2024. Our audit opinion on the financial statements for the year ended March 31, 2025 was modified accordingly.

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 Black Coalition for AIDS Prevention of Metropolitan Toronto 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.

INDEPENDENT AUDITOR'S REPORT (Continued)

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 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 the financial statements, management is responsible for assessing the Coalition'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 Coalition or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Coalition'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.

INDEPENDENT AUDITOR'S REPORT (Continued)

- 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 Coalition'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 Coalition'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 Coalition 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.

KRIENS-LAROSE, LLP

KRIENS-LAROSE, LLP

**Chartered Professional Accountants
Licensed Public Accountants**

Toronto, Ontario
June 19, 2025

THE BLACK COALITION FOR AIDS
PREVENTION OF METROPOLITAN TORONTO
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

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	2025 \$	2024 \$
ASSETS		
CURRENT		
Cash	414,519	291,608
Grants receivable	144,098	203,035
Accounts receivable	-	61,981
Prepaid expenses	2,000	7,345
Government remittances receivable (Note 3)	32,395	132,051
	593,012	696,020
EQUIPMENT (Note 4)	36,034	72,069
	629,046	768,089

THE BLACK COALITION FOR AIDS
PREVENTION OF METROPOLITAN TORONTO
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

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	2025 \$	2024 \$
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	184,159	155,358
Due to Ontario Ministry of Health (Note 5)	398,175	223,841
Due to Public Health Agency of Canada	89,147	88,730
Due to City of Toronto (Note 6)	-	41,433
Deferred contributions (Note 7)	93,775	42,941
Deferred contributions related to equipment (Note 8)	8,136	17,436
	773,392	569,739
DEFERRED CONTRIBUTIONS RELATED TO EQUIPMENT (Note 8)		
	18,599	36,034
	791,991	605,773
NET ASSETS		
UNRESTRICTED NET ASSETS (DEFICIT)	(162,945)	162,316
	629,046	768,089

APPROVED ON BEHALF OF THE BOARD:



Director Roger Ramkissoon, Treasurer. June 27, 2025



Director Camille Orridge, Chair. June 27, 2025

THE BLACK COALITION FOR AIDS
PREVENTION OF METROPOLITAN TORONTO
STATEMENT OF OPERATIONS AND CHANGES IN UNRESTRICTED NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2025

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	Black CAP 2025 \$	ACCHO 2025 \$	Total 2025 \$	Total 2024 \$
REVENUES				
Ontario Ministry of Health (Note 5)	767,321	693,445	1,460,766	1,622,718
Ontario Ministry of Citizenship and Immigration	70,000	-	70,000	70,000
Ontario HIV Treatment Network	-	-	-	49,709
Public Health Agency of Canada	197,169	-	197,169	447,301
Citizenship and Immigration Canada	262,771	-	262,771	276,604
Health Canada	-	-	-	118,750
City of Toronto	13,088	-	13,088	56,352
Other grants (Note 9)	579,807	-	579,807	535,242
Donations	28,865	-	28,865	413,218
Deferred capital contributions (Note 8)	26,735	-	26,735	26,735
Administrative/Program recovery (Note 10)	165,409	-	165,409	121,240
	2,111,165	693,445	2,804,610	3,737,869
EXPENSES				
Human resources (Note 12)	1,536,060	293,745	1,829,805	2,280,300
Program and workshops	440,627	90,349	530,976	649,582
Rent (Note 12)	204,910	81,697	286,607	274,891
Professional fees (Note 12)	80,986	33,408	114,394	267,450
Administrative expenses (Note 10)	49,225	116,184	165,409	121,240
Communications campaign	4,215	28,437	32,652	50,232
Amortization	36,034	-	36,034	36,104
Resource development	-	49,625	49,625	26,029
Office administration	1,958	-	1,958	24,987
Emergency Funding to people with HIV/AIDS	2,722	-	2,722	8,022
Volunteer activities and development	-	-	-	7,803
	2,356,737	693,445	3,050,182	3,746,640
Excess (deficiency) of revenues over expenses before extraordinary items	(245,572)	-	(245,572)	(8,771)
Amount recoverable from (payable to) Ontario				
Ministry of Health - 2020-2021	(1,619)	-	(1,619)	-
Ministry of Health - 2021-2022	(25,134)	-	(25,134)	-
Ministry of Health - 2021-2023	(52,936)	-	(52,936)	-
Excess (deficiency) of revenues over expenses for the year	(325,261)	-	(325,261)	(8,771)
Unrestricted net assets, beginning of year	124,754	37,562	162,316	171,087
Unrestricted net assets, (deficit) end of year	(200,507)	37,562	(162,945)	162,316

See accompanying notes to the financial statements

THE BLACK COALITION FOR AIDS
PREVENTION OF METROPOLITAN TORONTO
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2025

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	2025 \$	2024 \$
CASH WAS PROVIDED BY (USED IN):		
OPERATING ACTIVITIES		
Cash receipts from grants	2,270,607	2,582,730
Cash receipts from donations and recoveries	608,672	948,460
Cash receipts from government assistance	-	118,750
Cash paid to suppliers and employees	(2,714,935)	(3,499,991)
Cash paid to City of Toronto	(41,433)	-
	122,911	149,949
Change in cash	122,911	149,949
Cash, beginning of year	291,608	141,659
Cash, end of year	414,519	291,608

See accompanying notes to the financial statements

PURPOSE OF THE ORGANIZATION

The Black Coalition for AIDS Prevention of Metropolitan Toronto ("the Coalition") was incorporated without share capital on March 31, 1991 under the Ontario Business Corporations Act and is a registered charity under the Income Tax Act (Canada). The purpose of the coalition is to reduce the spread of HIV infection in black communities and to enhance the quality of life of black people living with or affected by HIV/AIDS.

The Coalition is a registered charity under the Income Tax Act (Canada), and as such is exempt from the payment of corporate income taxes.

1. OPERATIONS

A loss of \$325,261 was incurred in the 2025 fiscal year, which resulted in the Organization having a net deficit of \$162,945 as at March 31, 2025, compared to net assets of \$162,316 as at March 31, 2024.

These financial statements have been prepared based on the achievement of a positive 2026 fiscal year, and using accounting principles applicable to a going concern, which assume that the Organization will achieve a balanced or surplus 2026 fiscal year and be able to realize its assets and satisfy its liabilities in the normal course of its operations.

The ability of the Organization to repay all or a portion of its liabilities is dependent on the Organization's 2026 operating results and in achieving a 2026 fiscal year surplus.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Handbook and include the following significant accounting policies:

Basis of Presentation

The accounting policies of the Coalition are in accordance with accounting principles that apply to a going concern. The continued ability of the Coalition to operate its programs is dependent on its ability to obtain sufficient funding, as the majority of the Coalition's revenue is funded revenue.

Financial Instruments

The Coalition initially measures its financial assets and financial liabilities at fair value. The Coalition subsequently measures all its financial assets and financial liabilities at amortized cost. Changes in fair value are recognized in the statement of operations.

Financial assets measured at amortized cost include cash, grants receivable and accounts receivable.

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

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 and disclosure of contingent assets and liabilities at the reporting date and the reported amounts of revenues and expenses for the reporting period. Actual results could differ from these estimates. These estimates are reviewed periodically and adjustments are made, as appropriate, in the statement of operations in the year they become known.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand and fixed income investments with maturities of less than 90 days.

Continued...

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Prepaid Expenses

Prepaid expenses are recorded for goods and services to be received in the next fiscal year, which were paid for in the current fiscal year.

Equipment and Amortization

Equipment is stated at acquisition cost. Amortization is provided on a straight-line basis at the following annual rates:

Office equipment	3 years
Computer equipment	3 years
Furniture	3 years
Leasehold improvements	term of the premises lease

Where equipment no longer has any long-term service potential to the Coalition, the excess of their net carrying amount over any residual value is recognized as an expense in the statement of operations.

Continued...

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition

The Coalition follows the deferral method of accounting for contributions.

Externally 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.

Restricted contributions related to equipment is recognized as revenue as the equipment is amortized over their useful lives.

Donations are recognized as revenue when received.

Interest is recognized when received.

Donated Property and Services

During the year, voluntary services were provided. Because these services are not normally purchased by the Coalition, and because of the difficulty of determining their fair value, donated services are not recognized in these statements.

Allocation of Expenses

The Coalition engages in various service programs. The cost of these programs include the expenses that are directly related to providing the services. The Coalition also incurs general administration expenses that are common to the Coalition and each of its programs. The Coalition allocates certain of its general administration expenses on the basis as disclosed in note 12.

3. GOVERNMENT REMITTANCES RECEIVABLE

Government remittances receivable consist of the following:

	2025 \$	2024 \$
GST/HST rebate	32,395	132,051

4. EQUIPMENT

	2025		2024	
	Cost \$	Accumulated amortization \$	Cost \$	Accumulated amortization \$
Office equipment	29,093	29,093	29,093	29,093
Computer equipment	106,556	106,556	106,556	106,556
Leasehold improvements	466,345	430,311	466,345	394,276
Furniture	55,098	55,098	55,098	55,098
	657,092	621,058	657,092	585,023
Net book value		36,034		72,069

Continued...

5. DUE TO ONTARIO MINISTRY OF HEALTH

The amount owing to the Ministry represents the excess of funding received from the Ministry over the expenses incurred for the program in the fiscal year. The total funding received from the Ministry of \$1,555,411 (2024: \$1,777,612) has been accounted for as revenue of \$1,460,766 (2024: \$1,622,718), deferred contributions of \$nil (2024: \$nil) and due to the Ministry of \$174,334 (2024: \$154,894). The Ministry conducted a reconciliation of prior year programs. The increase of \$79,689 amount payable to the Ministry is based on the preliminary audit results which is not finalized by the Ministry.

By the end of fiscal year 2025, the amount owing to the Ministry consists of the following:

	\$
2020-2021	3,527
2021-2022	92,173
2022-2023	52,936
2023-2024	154,894
2024-2025	94,645
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Total	398,175

Continued...

6. DUE TO CITY OF TORONTO

During the 2021 fiscal year, City of Toronto (Toronto Urban Health Fund - TUHF) conducted a spot audit of prior year programs. As a result of the audit, it was determined that \$183,315 was considered as unspent funds. The Coalition recognized revenue in prior years in the amount of \$58,197, and therefore in the fiscal year 2021, this amount has been presented as a reduction to net assets. This amount is scheduled to be paid back to the City of Toronto in the following installments:

	\$
2022	100,449
2023	41,433
2024	41,433
<hr/>	
Total	183,315

In fiscal year 2025 \$41,433 (2024: \$nil) was paid back to the City of Toronto. As at March 31, 2025, the total remaining amount owing to the City of Toronto is \$nil.

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7. DEFERRED CONTRIBUTIONS

Deferred contributions represent externally restricted amounts received in the current year that are earmarked for future specific programs. The changes in deferred revenue balances are as follows:

	2025 \$	2024 \$
Balance, beginning of year	42,941	136,807
Contributions received during the year	2,634,435	3,082,810
Amounts recognized as revenue during the year	(2,583,601)	(3,176,676)
	93,775	42,941

Deferred revenue consists of the following:

	2025 \$	2024 \$
City of Toronto	75,342	-
Public Health Agency of Canada	18,433	32,599
Ontario Ministry of Health	-	10,342
	93,775	42,941

Continued...

8. DEFERRED CONTRIBUTIONS RELATED TO EQUIPMENT

Deferred contributions related to equipment represent restricted contributions with which the Coalition's assets were originally purchased. The changes in the deferred contributions balance for the year are as follows:

	2025 \$	2024 \$
Balance, beginning of year	53,470	80,205
Amounts amortized to revenue	(26,735)	(26,735)
Balance, end of year	26,735	53,470
Current portion	8,136	17,436
Long term portion	18,599	36,034

9. PRIVATE FUNDING

Private funding received by Black Coalition for AIDS Prevention is used to maintain and enhance programs and services, and to provide emergency financial assistance to people living with HIV/AIDS.

10. ADMINISTRATIVE / PROGRAM RECOVERY

Administrative / program recovery are allowable administrative which the Coalition entitled as stipulated in the respective funding agreements.

Continued...

11. COMMITMENTS

The Coalition entered into a premises lease on May 6, 2010. The term of the lease is December 1, 2010 to February 28, 2016. The lease was extended in the 2015 fiscal year to February 28, 2026. The total remaining minimum rental commitment under the lease is approximately \$110,000.

In addition to the minimum rent, the Coalition is required to make payments for its share of operating costs, taxes and utilities. These annual costs are estimated at \$140,000.

The annual minimum rental commitments under the lease are as follows:

2026	110,000
<hr/>	
Total	110,000
<hr/>	

12. EXPENSE ALLOCATIONS

Salaries, benefits, rent, professional fee and administration expenses are allocated among the Black CAP and ACCHO programs based on the time staff dedicated to the programs, and the approximation of percentage of usage of the particular expenses. The dollar amount of salaries, benefits and general administrative expenses allocated to various services programs have been disclosed in the statement of operations.

13. SUBSEQUENT EVENT

As at April 1, 2025, the African and Caribbean Council on HIV/AIDS in Ontario (ACCHO) Program transitioned its operations to the Ontario AIDS Network (OAN), which now serve as its Trustee. This transition brings ACCHO under the same umbrella as other Priority Population Networks (PPNs), including the Women and HIV/AIDS Initiative (WHAI) and the Gay Men's Sexual Health Alliance (GMSH). Together, these networks can leverage their shared leadership and adopt a more integrated approach to addressing HIV/AIDS for all populations most at risk of HIV in Ontario.

Continued...

14. FINANCIAL INSTRUMENTS

The Coalition is exposed to various risks through its financial instruments. The following presents the Coalition's risk exposure and concentrations at March 31, 2025.

Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Coalition's main credit risk relate to grants receivable. Actual exposure to credit losses has been minimal in prior years. The allowance for doubtful accounts is \$nil (2024: \$24,949).

Liquidity Risk

Liquidity risk is the risk that the Coalition will encounter difficulty in meeting obligations associated with financial liabilities. The Coalition is exposed to this risk due to the March 31, 2025 deficit position as outlined in note # 1, and as the Coalition depends on Government assistance and funding for its operations. In order to reduce its liquidity risk, the Coalition seeks to continue to receive funding on an annual basis, and manages its cash flow and set aside idle funds to fulfill its obligations.

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 risks: currency risk, interest rate risk and other price risk.

Currency Risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Coalition does not have a currency risk, as almost all transactions are in Canadian dollars.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Coalition has a low interest rate risk.

Other Price Risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Coalition is not exposed to other price risk.

Continued...

15. PUBLIC HEALTH AGENCY OF CANADA

The funding received by Black CAP from the Public Health Agency of Canada and the expenses related to the funding are summarized as follows:

	2025
	\$
REVENUE	
Public Health Agency of Canada	197,169
EXPENSES	
Personnel	154,846
Rent/utilities	23,776
Professional fees	9,335
Workshops	7,212
Other	1,885
Travel	115
	197,169
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES FOR THE YEAR	-

Continued...

16. ONTARIO MINISTRY OF HEALTH

The funding received by Black CAP from the Ontario Ministry of Health and the expenses related to the funding are summarized as follows:

	2025
	\$
REVENUE	
Ontario Ministry of Health	767,321
EXPENSES	
Personnel	458,485
Rent/utilities	133,193
Supplies/program expense	168,069
Protected Allocations	7,574
	767,321
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES FOR THE YEAR	-

Continued...

15. ONTARIO MINISTRY OF HEALTH (Continued)

The funding received by ACCHO from the Ontario Ministry of Health and the expenses related to the funding are summarized as follows:

	2025 \$
REVENUE	
Ontario Ministry of Health	693,445
EXPENSES	
Personnel	293,745
Administrative expenses	121,512
Supplies/program expense	83,326
Rent/utilities	81,697
Other/special items	78,062
Professional fees	33,408
Telephone	1,695
Protected Allocations	-
	693,445
EXCESS OF REVENUES OVER EXPENSES FOR THE YEAR	-
