

Financial Statements of

YWCA HAMILTON

Year ended March 31, 2026

YWCA HAMILTON

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Year ended March 31, 2026

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INDEPENDENT AUDITOR'S REPORT

To the Members of YWCA Hamilton

Opinion

We have audited the financial statements of YWCA Hamilton (the Entity), which comprise:

- the statement of financial position as at March 31, 2026
- the statement of operations and changes in fund balances for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at March 31, 2026, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditor's Responsibilities for the Audit of the Financial Statements***" section of our auditor's report.

We are independent of the Entity 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.



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

Those charged with governance are responsible for overseeing the Entity'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 the 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 Entity's internal control.



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- 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 Entity'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 Entity 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.
- 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.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font and is underlined with a single horizontal stroke.

Chartered Professional Accountants, Licensed Public Accountants

Hamilton, Canada

June 17, 2026

YWCA HAMILTON

Statement of Financial Position

Year ended March 31, 2026, with comparative information for 2025

	2026	2025
Assets		
Current assets:		
Cash and cash equivalents – operating	\$ 1,295,836	\$ 342,205
Cash and cash equivalents – capital	6,122,663	–
Accounts receivable (note 4)	3,904,152	4,181,103
Prepaid expenses	254,761	204,316
	11,577,412	4,727,624
Investments (note 3)	109,086	–
Endowment fund (note 3)	752,296	752,296
Capital assets (note 5)	36,534,975	35,327,762
	\$ 48,973,769	\$ 40,807,682
Liabilities and Fund Balances		
Current liabilities:		
Bank indebtedness – operating	\$ –	\$ 96,995
Bank indebtedness – capital	–	9,947
Accounts payable and accrued liabilities – operating	3,947,911	3,294,356
Government remittances payable	158,767	140,068
Deferred revenue	2,560,634	2,370,779
Current portion of mortgages payable (note 7)	436,834	3,718,674
Credit facility (note 6)	339,171	339,171
	7,443,317	9,969,990
Long-term liabilities:		
Mortgages payable (note 7)	7,733,379	7,999,638
	15,176,696	17,969,628
Fund balances:		
Operating	(1,555,310)	(1,579,837)
Capital	34,148,254	23,260,332
Endowment	752,296	752,296
Reserve	317,206	297,488
Replacement reserve	134,627	107,775
	33,797,073	22,838,054
Commitments (note 10)		
	\$ 48,973,769	\$ 40,807,682

See accompanying notes to financial statements.

Approved by the Board:

Director

Director

YWCA HAMILTON

Statement of Operations and Changes in Fund Balances

Year ended March 31, 2026, with comparative information for 2025

	Operating Fund	Capital Fund	Reserve Fund (note 2)	Endowment Fund (note 3)	Replacement Reserve (note 1)	2026 Total	2025 Total
Revenue:							
Program fees	\$ 728,034	\$ —	\$ —	\$ —	\$ —	\$ 728,034	\$ 47,447
Activities and memberships	2,580,859	—	—	—	—	2,580,859	2,307,016
Grants (note 9)	29,689,571	12,098,264	—	—	3,188	41,791,023	28,177,658
United Way	170,000	—	—	—	—	170,000	205,000
Rental revenue	631,802	—	—	—	23,240	655,042	622,252
Donations	1,315,007	3,210	15,000	—	—	1,333,217	1,505,869
Investment income	87,482	39	5,918	—	424	93,863	128,657
Gain on sale of capital assets	—	6,608	—	—	—	6,608	—
Other revenue	93,492	—	—	—	—	93,492	230,154
	35,296,247	12,108,121	20,918	—	26,852	47,452,138	33,224,053
Expenses:							
Operating (schedule)	34,357,233	—	—	—	—	34,357,233	31,065,223
Amortization	—	1,918,064	—	—	—	1,918,064	1,685,402
Interest on long-term debt	—	192,203	—	—	—	192,203	216,345
Project costs	—	24,419	1,200	—	—	25,619	40,880
	34,357,233	2,134,686	1,200	—	—	36,493,119	33,007,850
Excess of revenue over expenses	939,014	9,973,435	19,718	—	26,852	10,959,019	216,203
Fund balances, beginning of year	(1,579,837)	23,260,332	297,488	752,296	107,775	22,838,054	22,621,851
Interfund transfers	(914,487)	914,487	—	—	—	—	—
Fund balances, end of year	\$ (1,555,310)	\$ 34,148,254	\$ 317,206	\$ 752,296	\$ 134,627	\$ 33,797,073	\$ 22,838,054

See accompanying notes to financial statements.

YWCA HAMILTON

Statement of Cash Flows

Year ended March 31, 2026, with comparative information for 2025

	2026	2025
Operating activities:		
Excess of revenue over expenses	\$ 10,959,019	\$ 216,203
Item not affecting cash:		
Amortization	1,918,064	1,685,402
Gain on disposal of capital assets	(6,608)	–
Changes in non-cash operating working capital items:		
Accounts receivable	276,951	(242,638)
Prepaid expenses	(50,445)	(8,713)
Accounts payable and accrued liabilities	653,555	947,764
Government remittances payable	18,699	28,083
Deferred revenue	189,855	408,661
	13,959,090	3,034,762
Investing activities:		
Capital asset purchases	(3,126,579)	(2,674,676)
Proceeds on sale of capital assets	7,910	–
Purchase of investments	(109,086)	–
	(3,227,755)	(2,674,676)
Financing activities:		
Decrease in credit facility	–	(450,000)
Repayment of mortgages payable	(3,548,099)	(53,967)
	(3,548,099)	(503,967)
Increase (decrease) in cash and cash equivalents	7,183,236	(143,881)
Cash and cash equivalents, beginning of year	235,263	379,144
Cash and cash equivalents, end of year	\$ 7,418,499	\$ 235,263
Cash and cash equivalents consists of:		
Cash and cash equivalents – operating	\$ 1,295,836	\$ 342,205
Cash and cash equivalents – capital	6,122,663	–
Bank indebtedness – operating	–	(96,995)
Bank indebtedness – capital	–	(9,947)
	\$ 7,418,499	\$ 235,263

See accompanying notes to financial statements.

YWCA HAMILTON

Notes to Financial Statements

Year ended March 31, 2026

YWCA Hamilton (the “Organization”) strengthens women’s and girls’ voices, broadens their choices, builds dynamic leadership and provides essential and meaningful services that promote safe, inclusive, and equitable communities.

YWCA Hamilton was incorporated under chapter 172 of the Revised Statutes of Ontario entitled “an Act respecting Benevolent Provident and other Societies” as a not-for-profit organization and is a registered charity under the Federal Income Tax Act, Registration Number 11923-6792-RR0001.

1. Significant accounting policies:

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant policies of the Organization are as follows:

(a) Fund accounting:

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

(i) Operational Fund:

The Operating Fund accounts for the Organization’s program delivery and administrative activities. This fund reports unrestricted resources, related liabilities and restricted operating grants.

(ii) Reserve Fund:

The Reserve Fund reports only resources that are to be used for designated purposes.

(iii) Endowment Fund:

The Endowment Fund reports resources contributed for endowment, the principal of which is subject to externally imposed restrictions. Investment income earned on Endowment Fund resources is unrestricted and available to support the general charitable purposes of the Organization, and is recognized as revenue of the Operating Fund. Amounts subsequently allocated by the Board to another fund are recorded as interfund transfers.

(iv) Capital Fund

The Capital Fund reports all capital transactions, related debt, the net investment of the Organization in such assets and any administrative costs associated with the acquisition of such assets.

All interfund transfers are completed through the discretion of the Board of Directors.

YWCA HAMILTON

Notes to Financial Statements (continued)

Year ended March 31, 2026

1. Significant accounting policies (continued):

(b) Replacement reserve:

The replacement reserve was transferred to the Organization from the former Organization Not-for-Profit Housing Corporation upon its dissolution in the 2018 fiscal year. The fund has been established as required by the Ministry of Community and Social Services to fund replacement of capital equipment. The amount to be funded annually is determined by the Ministry of Community and Social Services. The amount funded in the current year is \$3,188 (2025 - \$3,188).

As part of the mortgage agreement with the Canadian Mortgage and Housing Corporation ("CMHC"), the Organization is required to establish and set aside 4% of effective gross income in a replacement reserve. The amount funded in the current year is \$23,240 (2025 - \$22,137).

(c) Cash and cash equivalents:

Cash balances consist of cash on hand, balances with banks and highly liquid deposits with original maturities of three months. Cash equivalents which are intended to be held for longer periods are classified as investments.

(d) Capital assets:

Capital assets are recorded in the Capital Fund at cost. Costs directly attributable to the acquisition, construction, or development of capital assets are capitalized as construction in progress until the asset is substantially complete and available for use. Construction in progress is not amortized during the construction period. Once the related asset is substantially complete and available for use, the accumulated construction in progress balance is transferred to the appropriate capital asset category and amortized over the asset's estimated useful life.

Amortization is based on their estimated useful life using the following methods and annual rates or terms:

Asset	Basis	Rate
Buildings	Diminishing-balance	5%
Furniture and equipment	Diminishing-balance	20%
Vehicles	Diminishing-balance	30%
Computer equipment	Diminishing-balance	30%
Computer software	Diminishing-balance	50%

YWCA HAMILTON

Notes to Financial Statements (continued)

Year ended March 31, 2026

1. Significant accounting policies (continued):

(e) Revenue recognition:

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

Restricted contributions related to general operations are recognized as revenues of the operating fund in the year in which the related expenses are incurred. Restricted contributions related to general operations received or receivable for which the related eligible expenses have not yet been incurred are recorded as deferred revenue.

All other restricted contributions, including contributions restricted for the acquisition, construction, or development of capital assets, are recognized as revenue of the appropriate restricted fund when received or receivable, provided the amount can be reasonably estimated and collection is reasonably assured.

Unrestricted contributions are recognized as revenue of the operating fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Amounts received that are repayable, or subject to repayment if specified conditions are not met, are recorded as liabilities until the conditions for recognition as contributions have been satisfied.

Donations are recorded when the cash is received. No amounts have been recognized for pledged donations.

Investment income earned on Endowment Fund resources is unrestricted and is recognized as revenue of the Operating Fund when earned. Other investment income is recognized as revenue of the applicable fund when earned.

(f) Contributed services:

Volunteers contribute to assist the Organization in carrying out its services. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

(g) Donations-in-kind:

During the year, donations-in-kind were received for a fair market value of \$154,495 (2025 - \$54,547). They have not been recorded in the financial statements.

(h) Pension plan:

The Organization has a defined contribution pension plan available to the majority of the employees. Pension costs are charged to operations when incurred.

YWCA HAMILTON

Notes to Financial Statements (continued)

Year ended March 31, 2026

1. Significant accounting policies (continued):

(i) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Freestanding derivative instruments that are not in a qualifying hedging relationship and equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently measured at cost or amortized cost unless management has elected to carry the instruments at fair value. The Organization has not elected to carry any such financial instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Organization determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Organization expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial impairment charge.

Related party financial instruments:

The Organization initially measures financial instruments in a related party transaction ("related party financial instrument") at cost and subsequently, are measured at cost or amortized cost in accordance with ASPE Handbook Section 3856, related party financial instruments. Transaction costs directly attributable to related party transactions are immediately recognized in the statement of financial activities.

(j) Use of estimates:

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the year. Significant items subject to such estimates and assumptions include the carrying amount of capital assets and accrued liabilities and provisions for impairment of accounts receivable. Actual results could differ from those estimates.

YWCA HAMILTON

Notes to Financial Statements (continued)

Year ended March 31, 2026

1. Significant accounting policies (continued):

(k) Government assistance:

Government assistance is recorded in the financial statements when there is reasonable assurance that the Organization has complied with, and will continue to comply with, all conditions necessary to obtain the assistance. Government assistance relating to expenditures which are non-capital in nature are reflected on the statement of operations and fund balances.

2. Reserve fund:

The purpose of the following designated fund is as follows:

	2026	2025
Leadership Development – designated to provide training opportunities for the YWCA Hamilton staff	\$ 5,623	\$ 5,513
YWCA World Service – income to support YWCA International Cooperation Programs	22,214	21,782
Olga Cloke Bursary – Bursary awarded annually for educational purposes to a deserving female	17,704	17,345
Robin Bryce-Mech Bursary – Awarded annually to the recipient of YWCA Hamilton's Women of Distinction Young Trailblazer Award, to be used at her discretion for post-secondary training or leadership development.	13,800	–
Funds reserved for future organizational needs	257,865	252,848
	\$ 317,206	\$ 297,488

YWCA HAMILTON

Notes to Financial Statements (continued)

Year ended March 31, 2026

3. Investments and Endowment fund:

As at March 31, 2026, the Organization held investments with a cost of \$109,086 (2025 - \$nil) and a market value of \$114,187 (2025 - \$nil).

The endowment fund is held by the Hamilton Community Foundation. Investment amounts are included in the accounts of the Organization at cost \$752,296 (2025 - \$752,296), because the Organization's proportionate share of the fund's market value is not readily available given the nature of the investment.

The change in the market value as reported by the Hamilton Community Foundation is not reflected in the financial statements. Distributions to the Organization during the year are recognized as investment income of the Operating Fund.

Activities of the fund at market value as reported by the Hamilton Community Foundation are as follows:

	2026	2025
Opening fund balance	\$ 1,282,907	\$ 1,177,496
Investment income, realized	104,596	102,913
Unrealized gain	13,157	21,096
Less:		
Administration expenses	20,680	18,598
Closing fund balance	\$ 1,379,980	\$ 1,282,907

4. Accounts receivable:

	2026	2025
Accounts receivable	\$ 4,232,832	\$ 4,233,341
Less allowance for doubtful accounts	(328,680)	(52,238)
	\$ 3,904,152	\$ 4,181,103

YWCA HAMILTON

Notes to Financial Statements (continued)

Year ended March 31, 2026

5. Capital assets:

			2026	2025
	Cost	Accumulated amortization	Net book value	Net book value
Furniture and equipment	\$ 858,183	\$ 733,893	\$ 124,290	\$ 140,328
Computer equipment	190,883	168,864	22,019	31,455
Computer software	169,693	164,523	5,170	10,339
Vehicles	337,528	235,844	101,684	32,863
Leasehold improvements	1,697,692	305,754	1,391,938	1,267,684
	3,253,979	1,608,878	1,645,101	1,482,669
McNab Street:				
Land	201,369	—	201,369	201,369
Building	15,577,290	8,399,252	7,178,038	7,434,127
Furniture and equipment	2,498,106	2,305,531	192,575	215,759
Computer equipment	508,670	464,770	43,900	62,715
	18,785,435	11,169,553	7,615,882	7,913,970
Ottawa Street:				
Land	86,441	—	86,441	86,441
Building	20,729,423	4,265,036	16,464,387	17,320,671
Furniture and equipment	369,835	232,575	137,260	171,576
	21,185,699	4,497,611	16,688,088	17,578,688
Eaglewood Place:				
Land	191,159	—	191,159	191,159
Building	853,696	436,355	417,341	439,306
	1,044,855	436,355	608,500	630,465
24 Kensington Avenue	661,000	338,939	322,061	262,340
35 Laurier Avenue	396,044	227,666	168,378	177,240
70 West Avenue	1,152,514	424,614	727,900	752,738
Phoenix Place	839,964	287,356	552,608	581,692
102 East 19 th Street	658,832	108,088	550,744	579,731
104 Hoover Crescent	730,431	118,425	612,006	633,816
8 Wellbourn Drive	723,604	118,714	604,890	636,726
Construction in progress – Barton Street	6,438,817	—	6,438,817	4,097,687
	\$ 55,871,174	\$ 19,336,199	\$ 36,534,975	\$ 35,327,762

YWCA HAMILTON

Notes to Financial Statements (continued)

Year ended March 31, 2026

5. Capital assets (continued):

During the year, the Barton Street property includes \$176,265 (2025 - \$198,812) in mortgage interest that has been capitalized. The property is in an unlivable state and will need to be redeveloped for the purpose of renting affordable housing units. Construction started in fiscal 2026 and the project is in progress; hence no amortization for current year has been taken.

6. Credit facility:

The Organization has available an operating credit facility that permits the Organization to borrow up to a maximum of \$500,000. The credit facility bears interest at prime plus 0.5% per annum and is secured by a general security agreement against property held by the Organization. At March 31, 2026, the Organization has \$nil (2025 - \$nil) balance outstanding.

The Organization has a non-revolving credit facility which bears interest at prime plus 0.5% per annum and is secured by a general security agreement and a collateral mortgage against property held by the Organization. At March 31, 2026, the Organization has \$339,171 (2025 - \$339,171) that is outstanding.

As at March 31, 2026, the Organization was in compliance with all financial covenants related to the above noted credit facility agreements.

YWCA HAMILTON

Notes to Financial Statements (continued)

Year ended March 31, 2026

7. Mortgages payable:

	2026	2025
5.87% mortgage payable due May 15, 2026, in respect of the 70 West Street property repayable in monthly installments of \$3,731 on account of principal and interest collateralized by the MacNab Street property	\$ 246,199	\$ 277,793
5.00% mortgage payable due August 1, 2028, repayable in monthly instalments of \$1,208 on account of principal and interest collateralized by the Laurier home	32,963	45,511
1.6% mortgage payable due November 1, 2029, repayable in monthly instalments of \$17,199 on account of principal and interest collateralized by the Ottawa Street property	6,665,926	6,766,040
7.2% mortgage repaid during the year	—	3,329,550
4.95% mortgage payable due May 29, 2028, repayable in monthly instalments of \$10,289 on account of principal and interest	1,225,125	1,299,418
	8,170,213	11,718,312
Less current portion	436,834	3,718,674
	\$ 7,733,379	\$ 7,999,638

Under the terms of the mortgage agreements the aggregate amount of principal repayments required in the next five years are as follows:

Year ending March 31:	
2027	\$ 436,834
2028	196,403
2029	1,178,378
2030	6,358,598
	\$ 8,170,213

8. Pension benefits:

The Organization has a defined contribution plan providing pension benefits to some of its employees. The net expense for the Organization's benefit plan is \$322,966 (2025 - \$264,962) which is included in the employee benefits expense.

YWCA HAMILTON

Notes to Financial Statements (continued)

Year ended March 31, 2026

9. Government contracts:

The Organization has a number of government contracts which are reflected in grant revenue in the statement of operations and fund balances for the year ended March 31, 2026. Specific disclosure pertaining to one specific contract as specified in the contract funding agreement is as follows:

Ministry of Children, Community and Social Services

The Organization has a contract with the Ministry of Children, Community and Social Services to provide programming and support to individuals with developmental disabilities.

One requirement of this contract is the production by management of the Transfer Payment Annual Reconciliation which shows a summary of all revenues and expenditures and any resulting surplus (which may be subject to repayment) or deficit that relates to these contracts on a total basis as follows:

	Contract	Surplus (deficit)
Adult Community Accommodation and Support Services	\$ 9,021,798	\$ (209)
Other Developmental Services	110,436	—
Violence Against Women	236,348	(21,050)
Supervised Access Program	204,017	—
Dedicated Housing Support	46,451	13,270
	\$ 9,619,050	\$ (7,989)

10. Commitments:

The Organization is committed under operating leases for space totaling \$455,518. The commitments expire between fiscal 2027 to fiscal 2028. Future lease payments are as follows:

Year ending March 31:	
2027	\$ 317,305
2028	138,213
	\$ 455,518

YWCA HAMILTON

Notes to Financial Statements (continued)

Year ended March 31, 2026

11. Financial risks and concentration of credit risk:

(a) Liquidity risk:

The Organization's objective is to have sufficient liquidity to meet its liabilities when due. The Organization monitors its cash balances and cash flows generated from its activities to meet its day-to-day requirements. As of March 31, 2026, the most significant financial liabilities are the bank indebtedness, accounts payable and accrued liabilities, mortgages payable, and credit facility.

(b) Interest rate risk:

The Organization is exposed to interest rate risk on its mortgages payable when the terms expire which bears interest at rates ranging between 1.6% and 5.87% and its credit facility which bears interest at prime plus 0.5%.

(c) Credit risk:

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. The Organization is exposed to credit risk with respect to accounts receivable. The Organization assesses, on a continuous basis, accounts receivable and provides for any amounts that are not collectable.

12. Comparative information:

Certain comparative information has been reclassified to conform to the current year's financial statement presentation.

YWCA HAMILTON

Schedule of Operating Expenses

Year ended March 31, 2026, with comparative information for 2025

	2026	2025
Audit and legal	\$ 228,771	\$ 136,807
Bad debt expense	332,401	232
Employee benefits	3,231,499	2,986,235
Food	1,043,905	937,766
Insurance	215,466	194,002
Marketing	55,260	57,918
Miscellaneous	252,685	231,748
National YWCA	133,599	124,734
Office	251,164	273,597
Other program expenses	693,598	411,139
Property taxes	536	386
Renewals – furniture and equipment	206,356	592,515
Repairs and maintenance	1,121,745	839,545
Salaries and wages	21,145,682	19,063,819
Special assistance	2,698,509	2,774,463
Supplies	241,888	232,897
Telephone	252,424	198,120
Training, conferences, meetings	281,130	246,418
Transportation	151,550	126,177
Utilities	460,970	469,560
Rent	442,439	286,463
Special events	166,023	199,361
Recruitment	42,637	44,314
Passport expense	332,856	371,745
Computer maintenance, software and supplies	374,140	265,262
	\$ 34,357,233	\$ 31,065,223