

FINANCIAL STATEMENTS

TFL TECHNOLOGY FOR LIVING SOCIETY

March 31, 2025



INDEPENDENT AUDITORS' REPORT

To the Members of
TFL Technology for Living Society

Opinion

We have audited the financial statements of TFL Technology for Living Society (the Society), which comprise the statement of financial position as at March 31, 2025, and the statements of changes in net assets, operations and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Society 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 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 report. We are independent of the Society in accordance with the ethical requirements that are relevant to our audits 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 audit opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with 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 Society'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 Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society'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:

INDEPENDENT AUDITORS' REPORT (CONT'D)

- 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 Society'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 Society'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 Society 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.

Report on Other Legal and Regulatory Requirements

As required by the British Columbia Societies Act, we report that, in our opinion, the accounting principles used in these financial statements, Canadian accounting standards for not-for-profit organizations, have been applied on a basis consistent with that of the preceding year.

Tompkins Wozny LLP

Vancouver, Canada
September 18, 2025

Chartered Professional Accountants



STATEMENT OF FINANCIAL POSITION

As at March 31

	Restricted Funds		Association	2025	2024
	PROP	TIL	Funds	Total	Total
	\$	\$	\$	\$	\$
ASSETS					
Current					
Cash and cash equivalents <i>[note 3]</i>	—	—	3,840,537	3,840,537	5,003,273
Interfund balances	2,080,881	267,744	(2,348,625)	—	—
Funding and accounts receivable	—	—	72,398	72,398	96,270
GST receivable	30,809	2,412	4,221	37,442	29,493
Inventory of supplies	243,466	23,795	—	267,261	266,978
Prepaid expenses	53,076	577	—	53,653	16,246
Total current assets	2,408,232	294,528	1,568,531	4,271,291	5,412,260
Equipment <i>[note 4]</i>	2,843,673	58,954	—	2,902,627	2,726,093
	5,251,905	353,482	1,568,531	7,173,918	8,138,353
LIABILITIES AND NET ASSETS					
Current liabilities					
Accounts payable and accruals <i>[note 5]</i>	396,643	32,537	11,140	440,320	359,627
Deferred funding and revenue <i>[note 6]</i>	189,185	42,121	285,855	517,161	2,046,301
Total current liabilities	585,828	74,658	296,995	957,481	2,405,928
Deferred equipment funding <i>[note 7]</i>	2,843,673	58,954	—	2,902,627	2,726,093
Total liabilities	3,429,501	133,612	296,995	3,860,108	5,132,021
Net assets					
Internally restricted <i>[note 8]</i>	—	—	186,677	186,677	186,677
Restricted funds	1,822,404	219,870	—	2,042,274	1,927,732
Unrestricted	—	—	1,084,859	1,084,859	891,923
Total net assets	1,822,404	219,870	1,271,536	3,313,810	3,006,332
	5,251,905	353,482	1,568,531	7,173,918	8,138,353

Commitment *[note 11]*

See accompanying notes to the financial statements

On behalf of the Board:

Director_____
Director

STATEMENT OF CHANGES IN NET ASSETS AND RESTRICTED FUNDS

Year ended March 31

	Restricted Funds		Association Funds		
	PROP	TIL	Internally Restricted	Un - Restricted	Total
	\$	\$	\$	\$	\$
2025			<i>[Note 8]</i>		
Balance, beginning of year	1,769,037	158,695	186,677	891,923	3,006,332
Excess of revenue for the year	53,367	61,175	—	192,936	307,478
Balance, end of year	1,822,404	219,870	186,677	1,084,859	3,313,810
2024					
Balance, beginning of year	1,499,165	144,571	186,677	564,826	2,395,239
Excess of revenue for the year	269,872	14,124	—	327,097	611,093
Balance, end of year	1,769,037	158,695	186,677	891,923	3,006,332

See accompanying notes to the financial statements

STATEMENT OF OPERATIONS

Year ended March 31

	2025				2024
	Restricted Funds		Association		Total
	PROP	TIL	Funds	Total	
	\$	\$	\$	\$	\$
REVENUE					
Contracts and Grants <i>[note 6]</i>					
Vancouver Coastal Health Authority <i>[note 13]</i>	4,764,075	505,452	—	5,269,527	4,728,188
Open doors project	—	—	73,764	73,764	61,208
Youth Assistive Technology Fund	—	—	59,173	59,173	34,333
Simon Cox Competition	—	—	37,340	37,340	27,509
Perrinham Foundation	—	—	25,000	25,000	25,000
George Pearson Centre fund	—	—	6,233	6,233	10,391
Government of Canada - summer grant	—	5,197	—	5,197	—
North Okanagan Community Foundation	—	—	5,000	5,000	—
Stuart Belkin Education Fund	—	—	3,575	3,575	15,673
Praxis Spinal Cord Institute	—	—	1,088	1,088	27,678
Victoria Foundation	—	—	79	79	—
New Horizons - We Talk Tech	—	—	—	—	18,067
Neil Squire - wage subsidy	—	—	—	—	2,820
Smart Technology	—	—	—	—	2,176
Interest and other	—	—	197,052	197,052	244,988
Fees for services	—	91,634	94,033	185,667	164,950
Donations	—	—	24,074	24,074	104,657
Amortization - deferred equipment funding <i>[note 7]</i>	1,057,113	36,283	—	1,093,396	966,702
Revenue used for equipment purchases	(1,227,685)	(42,243)	—	(1,269,928)	(1,011,727)
	4,593,503	596,323	526,411	5,716,237	5,422,613
EXPENSES					
Salaries and benefits	2,112,775	345,071	939	2,458,785	2,055,924
Client service costs					
Supplies	397,850	28,099	54,098	480,047	493,727
Equipment maintenance	162,947	9,148	—	172,095	152,407
Contracted client services	94,714	4,511	66,823	166,048	181,055
Travel	115,105	4,074	—	119,179	91,866
Open doors project	—	—	73,764	73,764	61,208
Educational materials/peer support	62,592	6,023	—	68,615	77,279
Youth Assistive Technology Fund	—	—	58,234	58,234	29,818
Simon Cox Competition	—	—	37,340	37,340	30,234
Perrinham Foundation	—	—	25,000	25,000	25,000
George Pearson Centre fund	—	—	6,232	6,232	10,391
North Okanagan Community Foundation	—	—	5,000	5,000	—
Stuart Belkin Education Fund	—	—	3,575	3,575	15,673
Praxis Spinal Cord Institute	—	—	1,088	1,088	17,978
COPD Project	—	—	795	795	28,324
Victoria Foundation	—	—	79	79	—
New Horizons - We Talk Tech	—	—	—	—	18,686
Smart Technology	—	—	—	—	17,477
Rent and premises	243,557	53,457	(1,000)	296,014	267,271
Office and administration	215,818	45,246	1,508	262,572	191,532
Insurance	77,665	3,236	—	80,901	78,968
Amortization expense	1,057,113	36,283	—	1,093,396	966,702
	4,540,136	535,148	333,475	5,408,759	4,811,520
Excess of revenue for the year	53,367	61,175	192,936	307,478	611,093

See accompanying notes to the financial statements



STATEMENT OF CASH FLOWS

Year ended March 31

	2025 \$	2024 \$
OPERATING ACTIVITIES		
Excess of revenue for year	307,478	611,093
Items not affecting cash		
Amortization - equipment	1,093,396	966,702
Amortization - deferred equipment funding	(1,093,396)	(966,702)
Change in other non-cash items		
Funding and accounts receivable	23,872	92,691
GST receivable	(7,949)	(1,592)
Inventory of supplies	(283)	(30,806)
Prepaid expenses	(37,407)	863
Accounts payable and accruals	80,693	58,665
Deferred funding and revenue	(1,529,140)	(981,376)
Cash used in operating activities	(1,162,736)	(250,462)
FINANCING ACTIVITIES		
Restricted funding used for equipment purchases	1,269,928	1,011,727
Cash provided by financing activities	1,269,928	1,011,727
INVESTING ACTIVITIES		
Purchases of equipment	(1,269,928)	(1,011,727)
Cash used in investing activities	(1,269,928)	(1,011,727)
Decrease in cash for the year	(1,162,736)	(250,462)
Cash, beginning of year	5,003,273	5,253,735
Cash, end of year	3,840,537	5,003,273

See accompanying notes to the financial statements

NOTES TO FINANCIAL STATEMENTS

March 31, 2025

1. NATURE OF OPERATIONS

TFL Technology for Living Society (the "Society") commenced operations on April 1, 2006 when it assumed certain net assets and related contractual obligations of the B.C. Paraplegic Association. The Society is incorporated under the Societies Act (B.C.) and is a not-for-profit organization established for the purpose of providing assistive technologies and associated supports to meet the needs of persons with disabilities living independently in the community. The Society became a registered charity effective April 1, 2007.

The Society provides assistance through the following programs:

[a] The Technology for Independent Living ("TIL") program provides environmental controls and related supports to assist persons with severe disabilities in operating standard equipment in the home environment (i.e. telephone, lighting etc.). It also provides supports for those individuals who are physically disabled and non-vocal.

[b] The Provincial Respiratory Outreach Program ("PROP") provides a comprehensive range of equipment and supplies, respiratory therapy, education, biomedical engineering, and peer support to individuals with disabilities who need assisted ventilation to meet their respiratory needs while living in the community.

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

Use of Estimates

The preparation of financial statements in conformity with Canadian ASNPO 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 amounts of revenues and expenses reported during the year. Significant areas requiring the use of management estimates relate to the determination of net recoverable value of assets, in particular as it relates to useful lives of capital assets and the determination of deferred revenue. Actual results could differ from these estimates.

Revenue Recognition

Revenue is recognized using the deferral method of accounting, as it is earned.

Fund Accounting

The Society reflects revenues relating to the PROP and TIL programs as separate funds. Any unexpended funding for the PROP and TIL programs must be used for future expenditures or they are otherwise repayable to Vancouver Coastal Health Authority, the Province of B.C. or other service provider, or to the donor.

NOTES TO FINANCIAL STATEMENTS

March 31, 2025

2. SIGNIFICANT ACCOUNTING POLICIES

Direct Access Gaming Revenues

Direct access gaming revenues, when applicable, are taken into income and reported as an expense as the funds are disbursed. Unexpended gaming funds are reported as deferred revenue of the TIL program.

Measurement of Financial Instruments

The Society initially measures its financial assets and financial liabilities at fair value. The Society subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in net income.

Financial assets measured at amortized cost include cash, short-term deposits and accounts receivable. Financial liabilities measured at amortized cost include accounts payable and accruals.

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The 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 been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

Investments

The investments are recorded at their fair market value.

Inventory of Supplies

Inventory of supplies is recorded at the lower of cost and current replacement cost.

Equipment

Equipment is recorded at cost, less accumulated amortization, and is amortized on a straight-line basis over the following estimated useful lives:

▪ PROP equipment	5 years
▪ PROP computers	5 years
▪ PROP database	15 years
▪ PROP furniture and fixtures	10 years
▪ PROP leasehold improvements	20 years
▪ TIL equipment	3 years

NOTES TO FINANCIAL STATEMENTS

March 31, 2025

3. CASH AND CASH EQUIVALENTS

	2025	2024
	\$	\$
Current account - operating	607,425	327,008
Current account - Premium Interest account	1,208,112	265
Guaranteed investment certificates	2,025,000	4,676,000
	3,840,537	5,003,273

The guaranteed investment certificates have interest rates ranging from 3.00% to 4.67% and maturity dates ranging from June 2025 to December 2025.

4. EQUIPMENT

	Cost	Accumulated Amortization	Book Value
	\$	\$	\$
2025			
PROP equipment	8,208,753	5,559,355	2,649,398
PROP computers	77,834	36,033	41,801
PROP database	191,517	45,368	146,149
PROP furniture and fixtures	12,649	6,324	6,325
PROP leasehold improvements	14,085	14,085	—
TIL equipment	531,593	472,639	58,954
	9,036,431	6,133,804	2,902,627
2024			
PROP equipment	7,024,026	4,526,309	2,497,717
PROP computers	50,931	25,998	24,933
PROP database	175,460	32,600	142,860
PROP furniture and fixtures	12,649	5,059	7,590
PROP leasehold improvements	14,085	14,085	—
TIL equipment	489,350	436,357	52,993
	7,766,501	5,040,408	2,726,093

Pursuant to the Society's contracts with Vancouver Coastal Health Authority ("VCHA") or the Province of B.C., the above equipment is held solely for use in the PROP and TIL programs.

NOTES TO FINANCIAL STATEMENTS

March 31, 2025

5. ACCOUNTS PAYABLE AND ACCRUALS

	2025 \$	2024 \$
Operations	399,474	328,351
Government remittances - payroll deductions	26,261	21,824
- WorkSafeBC	14,585	9,452
	440,320	359,627

6. DEFERRED FUNDING AND REVENUE

Deferred funding and revenue represents funding received that is designated for operating and program expenses to be incurred after the end of the year.

	Opening Deferred \$	Received or Receivable \$	Earned \$	Closing Deferred \$
PROP Fund:				
Vancouver Coastal Health Authority - operations	185,792	2,273,558	2,270,165	189,185
Vancouver Coastal Health Authority - equipment	1,521,286	972,624	2,493,910	—
	1,707,078	3,246,182	4,764,075	189,185
TIL Fund:				
Vancouver Coastal Health Authority	40,929	506,644	505,452	42,121
Government of Canada - summer grant	—	5,197	5,197	—
	40,929	511,841	510,649	42,121
Association Fund:				
City of Vancouver Fund	—	20,000	—	20,000
George Pearson Centre fund	8,836	—	6,233	2,603
Gore Mutual Fund	—	8,000	—	8,000
New Horizons - We Talk Tech	—	25,000	—	25,000
North Okanagan Community Foundation	5,000	—	5,000	—
Open Doors project	20,263	75,000	73,764	21,499
Perrinham Foundation	—	25,000	25,000	—
Praxis Spinal Cord Institute	22,322	(17,322)	1,088	3,912
Simon Cox Competition	—	41,850	37,340	4,510
Simon Cox Innovations fund	10,405	—	—	10,405
Smart Technology	—	1,285	—	1,285
Stuart Belkin Education Fund	209,327	(54,000)	3,575	151,752
Suzette Lewis fund	890	(890)	—	—
Victoria Foundation	—	17,500	79	17,421
Youth Assistive Technology Fund	21,251	57,390	59,173	19,468
	298,294	198,813	211,252	285,855
	2,046,301	3,956,836	5,485,976	517,161

NOTES TO FINANCIAL STATEMENTS

March 31, 2025

7. DEFERRED EQUIPMENT FUNDING

Deferred equipment funding represent past funding received that has been expended on equipment purchases that have not yet been recognized as income. This funding is being amortized to income over the useful life of the related equipment, as follows:

	2025 \$	2024 \$
Balance, beginning of year	2,726,093	2,681,068
Expended on equipment during the year		
From PROP funding	1,227,685	973,175
From TIL funding	42,243	38,552
Amortization of equipment for the year - PROP equipment	(1,057,113)	(929,635)
Amortization of equipment for the year - TIL equipment	(36,283)	(37,067)
Balance, end of year	2,902,625	2,726,093

8. INTERNALLY RESTRICTED NET ASSETS

The Society's Board of Directors has internally restricted net assets for the following purposes:

	Opening \$	Restricted in Year \$	Utilized in Year \$	Closing \$
TIL development plan	35,335	—	—	35,335
TIL special needs equipment	22,349	—	—	22,349
Building fund	128,993	—	—	128,993
	186,677	—	—	186,677

NOTES TO FINANCIAL STATEMENTS

March 31, 2025

9. ALLOCATED EXPENSES

In 2025, the Society allocated salary and benefits expenses and administrative costs to the PROP and TIL programs, as shown in the following table:

	PROP	TIL	Association
Salaries and benefits			
Executive director, finance & admin. Manager	82%	18%	Nil
Biomedical engineering department manager	50%	50%	Nil
Biomedical technician	50%	50%	Nil
Client services & IT manager, materials manager	82%	18%	Nil
Respiratory therapy department manager	100%	Nil	Nil
Administrative costs			
Rent and premises	82%	18%	Nil
Office and administration	82%	18%	Nil

Insurance is allocated to PROP, TIL and the Association based on the relative value of the items insured. All other costs were incurred specifically for each program.

10. FINANCIAL INSTRUMENTS

The Society is exposed to various risks through its financial instruments. The following analysis presents the Society's exposures to significant risk as at March 31, 2025.

Credit Risk

The Society is exposed to credit risk with respect to its bank deposits, short-term investments and accounts receivable. The Society assesses, on a continuous basis, accounts receivable on the basis of amounts it is virtually certain to receive and investments are invested with a large financial institution.

Liquidity Risk

Liquidity risk is the risk of being unable to meet cash requirements or fund obligations as they become due. It stems from the possibility of a delay in realizing the fair value of financial instruments.

The Society manages its liquidity risk by constantly monitoring forecasted and actual cash flows and financial liability maturities, and by holding assets that can be readily converted into cash.

Interest Rate Risk

The Society is exposed to interest rate risk on its term deposits in so far that the initial rate may be higher than the current interest rate obtained on maturity and renewal.

NOTES TO FINANCIAL STATEMENTS

March 31, 2025

11. COMMITMENT

Operations are conducted from leased premises, currently rented at a base rent plus operating expenses and property taxes. The lease expires on October 31, 2029.

The commitment for the next five fiscal years, for base rent only, is:

	\$
2026	163,242
2027	166,559
2028	172,863
2029	176,845
2030	104,514
	784,023

12. SALARIES AND BENEFITS

Pursuant to the British Columbia Societies Act, the Society is required to disclose salaries and benefits paid to employees who are paid \$75,000 or more during the fiscal year. 2025 salaries and benefits expense includes \$1,461,418 paid to fifteen employees [2024 - \$1,486,753 - fifteen employees].

13. ECONOMIC DEPENDENCE

The primary source of the Society's revenues are the grant revenues from Vancouver Coastal Health Authority. The Society's ability to continue viable operations is dependent upon maintaining this source of revenue. These financial statements have been prepared on a going concern basis on the assumption this source of funding will continue to finance the Society's program activities.