

COMMUNITY LIVING OSHAWA/CLARINGTON

FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2020



**Smith
Chappell
Marsh
Vilander** *LLP Chartered Accountants*

*H. Howard Smith, FCPA (Retired)
Richard A. Chappell, CPA, CA (Retired)
Deborah L. Marsh, CPA, CA
Vesa K. Vilander, CPA, CA*

INDEPENDENT AUDITOR'S REPORT

**TO THE MEMBERS OF
COMMUNITY LIVING OSHAWA/CLARINGTON
OSHAWA, ONTARIO**

Qualified Opinion

We have audited the financial statements of Community Living Oshawa/Clarington (the Organization), which comprise the statement of financial position as at March 31, 2020 and March 31, 2019, and the statements of operations, 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 possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2020 and March 31, 2019, and the results of its operations and its cash flows for the years then ended in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.

Basis for Qualified Opinion

In common with many not-for-profit organizations, the Organization derives 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 the Organization. Therefore, we were not able to determine whether any adjustments might be necessary to donations and fundraising revenue, excess of revenues over expenses, and cash flows from operations for the years ended March 31, 2020 and 2019, current assets as at March 31, 2020 and 2019, and net assets as at April 1 and March 31 for both the 2020 and 2019 years.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Organization in accordance with the ethical requirements that are relevant to our 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 qualified opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian Accounting Standards for Not-for-Profit Organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

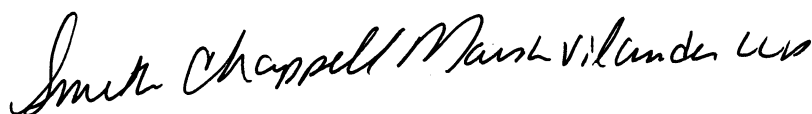
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Chartered Accountants, Licensed Public Accountants

August 11, 2020
Oshawa, Ontario

COMMUNITY LIVING OSHAWA/CLARINGTON

(INCORPORATED WITHOUT SHARE CAPITAL UNDER THE LAWS OF THE PROVINCE OF ONTARIO)

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2020

			<u>2020</u>	<u>2019</u>
<u>ASSETS</u>				
Current				
Cash and cash equivalents		\$	605,280	\$ 857,580
Accounts receivable			1,032,549	631,664
Subsidies receivable			26,102	17,403
Prepaid expenses			70,207	41,375
			<u>1,734,138</u>	<u>1,548,022</u>
Capital				
	<u>Cost</u>	<u>Accumulated Amortization</u>		
Land	\$ 1,945,855	\$ -	1,945,855	1,945,855
Buildings	6,467,917	3,683,674	2,784,243	2,930,782
Furniture, equipment and vehicles	1,956,456	1,857,170	99,286	154,764
	<u>\$ 10,370,228</u>	<u>\$ 5,540,844</u>	<u>4,829,384</u>	<u>5,031,401</u>
			\$ <u>6,563,522</u>	\$ <u>6,579,423</u>

Approved by the Board of Directors:

COMMUNITY LIVING OSHAWA/CLARINGTON**(INCORPORATED WITHOUT SHARE CAPITAL UNDER THE LAWS OF THE PROVINCE OF ONTARIO)****STATEMENT OF FINANCIAL POSITION****AS AT MARCH 31, 2020**

	<u>2020</u>	<u>2019</u>
<u>LIABILITIES</u>		
Current		
Bank indebtedness (Note 3)	\$ -	\$ -
Accounts payable and accrued liabilities	2,180,204	2,263,851
Due to Ministry of Children, Community and Social Services	22,235	22,235
Funds held in trust	21,924	21,664
Current portion of long term debt	880,395	261,897
	<u>3,104,758</u>	<u>2,569,647</u>
Long Term (Note 4)		
Loans payable	8,711	21,807
Mortgages payable	1,563,556	1,702,561
Less: current portion shown above	(880,395)	(261,897)
	<u>691,872</u>	<u>1,462,471</u>
Deferred contributions related to capital assets (Note 5)	<u>501,437</u>	<u>528,164</u>
Net Assets		
Investment in capital assets (Note 6)	2,755,680	2,778,869
Capital reserve allowance - Dedicated Supportive Housing (Note 9)	45,983	40,395
Unrestricted net assets (deficit)	(536,208)	(800,123)
	<u>2,265,455</u>	<u>2,019,141</u>
	<u>\$ 6,563,522</u>	<u>\$ 6,579,423</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED MARCH 31, 2020

	Investment in Capital Assets	Capital Reserve Allowance	Unrestricted	Total 2020	Total 2019
Opening balance	\$ 2,778,869	\$ 40,395	\$ (800,123)	\$ 2,019,141	\$ 1,941,449
Prior year adjustment due to Ministry review (Note 8)			-	-	-
Excess of revenue over expenses (expenses over revenue) (Note 6)	(175,290)	-	416,016	240,726	72,104
Net change in investment in capital assets (Note 6)	152,101	-	(152,101)	-	-
Dedicated Supportive Housing funding (Note 9)	-	5,588	-	5,588	5,588
Closing balance	\$ 2,755,680	\$ 45,983	\$ (536,208)	\$ 2,265,455	\$ 2,019,141

COMMUNITY LIVING OSHAWA/CLARINGTON

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ 17,366,685	\$ 17,642,335
Other Provincial subsidy	1,217,470	1,078,194
Sales	41,782	45,336
Program fees	1,219,474	1,154,037
Trillium	87,000	-
Fundraising	186,003	57,149
Donations	17,339	15,942
Other revenue	180,515	209,402
Amortization of deferred contributions (Note 5)	26,727	28,246
	<u>20,342,995</u>	<u>20,230,641</u>
Expenses (Schedule A)	<u>20,102,269</u>	<u>20,152,181</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>240,726</u>	\$ <u>78,460</u>
Due to (from) Ministry	\$ -	\$ 6,356
Retained by organization	<u>240,726</u>	<u>72,104</u>
	\$ <u>240,726</u>	\$ <u>78,460</u>

EXPENSESFOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Expenses		
Salaries	\$ 12,754,815	\$ 12,907,021
Benefits	2,371,892	2,583,018
Travel	403,372	319,506
Communication	113,639	115,194
Rent/lease/mortgage interest	163,902	172,720
Utilities	201,532	248,955
Staff training	107,634	107,402
Advertising and promotion	7,877	3,799
Professional/contracted out services	73,902	86,795
Purchased client services	361,579	360,994
Purchased client services - OPR	226,109	229,352
Insurance	40,080	43,420
Other services	37,375	52,908
Supplies, equipment related to repairs and maintenance	539,178	385,046
IT - supplies and equipment	25,160	31,310
Other supplies and equipment	89,075	124,623
Capital repairs and maintenance	41,734	44,514
Individualized funding	2,320,662	2,164,118
Loss on disposal of assets	22,383	-
Amortization	179,634	205,841
	<hr/>	<hr/>
Total expenses before vacation accrual	20,081,534	20,186,536
	<hr/>	<hr/>
Vacation accrual (Note 12)	20,735	(34,355)
	<hr/>	<hr/>
TOTAL EXPENSES	\$ 20,102,269	\$ 20,152,181
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COMMUNITY LIVING OSHAWA/CLARINGTONSTATEMENT OF OPERATIONS - MINISTRY SERVICE CONTRACT TOTALS (TPAR)FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ 17,366,685	\$ 17,642,335
Program fees	1,139,776	1,100,839
Donations	-	2,390
Other revenue	94,719	121,004
Amortization of deferred contributions (Note 5)	26,727	28,246
	<u>18,627,907</u>	<u>18,894,814</u>
Expenses		
Salaries	12,487,673	12,647,217
Benefits	2,333,817	2,536,165
Travel	392,078	307,233
Communication	111,997	112,088
Rent/lease/mortgage interest	145,437	151,825
Utilities	175,393	222,816
Staff training	107,005	107,262
Advertising and promotion	7,877	3,799
Professional/contracted out services	73,902	86,795
Purchased client services	361,579	360,994
Purchased client services - OPR	226,109	229,352
Insurance	37,980	41,320
Other services	33,531	33,770
Supplies, equipment related to repairs and maintenance	378,972	294,363
IT - supplies and equipment	24,443	30,533
Other supplies and equipment	58,472	96,640
Capital repairs and maintenance	41,734	11,638
Individualized funding	1,587,233	1,543,122
Expenditure recovery	(52,795)	(55,436)
Loss on disposal of assets	22,383	-
Amortization	77,647	106,308
	<u>18,632,467</u>	<u>18,867,804</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	(4,560)	27,010
Vacation accrual (Note 12)	<u>21,652</u>	<u>(33,361)</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>(26,212)</u>	\$ <u>60,371</u>
Due to (from) Ministry	\$ -	\$ 1,362
Retained by organization	<u>(26,212)</u>	<u>59,009</u>
	\$ <u>(26,212)</u>	\$ <u>60,371</u>

COMMUNITY LIVING OSHAWA/CLARINGTON**STATEMENT OF OPERATIONS - NON-SERVICE CONTRACT TOTALS****FOR THE YEAR ENDED MARCH 31, 2020**

	<u>2020</u>	<u>2019</u>
Revenue		
Other Provincial subsidy	\$ 1,217,470	\$ 1,078,194
Sales	41,782	45,336
Program fees	79,698	53,198
Trillium	87,000	-
Fundraising	186,003	57,149
Donations	17,339	13,552
Other revenue	85,796	88,398
	<u>1,715,088</u>	<u>1,335,827</u>
Expenses		
Salaries	267,142	259,804
Benefits	38,075	46,853
Travel	11,294	12,273
Communication	1,642	3,106
Rent/lease/mortgage interest	18,465	20,895
Utilities	26,139	26,139
Staff training	629	140
Insurance	2,100	2,100
Other services	3,844	19,138
Supplies, equipment related to repairs and maintenance	159,032	52,536
IT - supplies and equipment	717	777
Other supplies and equipment	30,603	27,983
Capital repairs and maintenance	-	32,876
Individualized funding	733,429	620,996
Expenditure recovery	53,969	93,583
Amortization	101,987	99,533
	<u>1,449,067</u>	<u>1,318,732</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	266,021	17,095
Vacation accrual (Note 12)	(917)	(994)
	<u>266,938</u>	<u>18,089</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ 266,938	\$ 18,089
Due to (from) Ministry	\$ -	\$ 4,994
Retained by organization	266,938	13,095
	<u>\$ 266,938</u>	<u>\$ 18,089</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

STATEMENT OF OPERATING SURPLUS (DEFICIT)

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Central Administration	\$ -	\$ -
Property Maintenance	-	-
DS Host Family Residences	223,185	260,281
DS Supported Independent Living	193,419	224,165
DS Supported Group Living Residences	(463,845)	(443,737)
DS Intensive Support Residences	13,051	18,300
DS Caregiver Respite Services	13,166	8,144
DS Community Participation	(13,166)	(8,144)
DS Professional and Specialized Services	-	-
Community Living - Children's Group Living	(64,846)	(61,256)
Children Associate Living	72,765	61,256
Children In-Home Respite	(648)	6,473
Children Out-of-Home Respite	30,770	(7,842)
Support Services - Children	(30,063)	1,369
Temporary Supports	-	-
Partner Facility Renewal	-	-
Partner Facility Renewal - Fire Code Retrofit	-	1,362
Children Out-of-Home Respite Initiative	-	-
Dedicated Supportive Housing	-	-
DSH Social Housing Improvement Program	-	4,994
ODSP Employment Supports	19,128	-
Special Projects	5,410	-
Association Accounts	193,636	-
Clarington Project	48,764	13,095
Ontario Trillium Foundation	-	-
Net Surplus (Deficit)	\$ 240,726	\$ 78,460
Due to (from) Ministry	\$ -	\$ 6,356
Retained by organization	240,726	72,104
	\$ 240,726	\$ 78,460

COMMUNITY LIVING OSHAWA/CLARINGTON

CENTRAL ADMINISTRATION

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Memberships and miscellaneous	\$ 445	\$ 260
Donations	-	2,390
	<hr/>	<hr/>
	445	2,650
	<hr/>	<hr/>
Expenses		
Salaries	704,424	726,630
Benefits	144,635	143,402
Travel	4,671	3,983
Communication	9,540	7,247
Utilities	1,823	8,107
Staff training	9,653	14,383
Advertising and promotion	7,877	3,799
Professional/contracted out services	61,698	70,951
Purchased client services - OPR	70,812	103,100
Insurance	11,436	12,564
Other services	33,531	33,730
Supplies, equipment related to repairs and maintenance	21,230	11,906
IT - supplies and equipment	10,134	15,031
Other supplies and equipment	17,953	26,628
Expenditure transfer	(21,100)	(21,100)
Allocated administration	(1,087,872)	(1,157,711)
	<hr/>	<hr/>
	445	2,650
	<hr/>	<hr/>
EXCESS OF REVENUE OVER EXPENSES	\$ -	\$ -
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COMMUNITY LIVING OSHAWA/CLARINGTON

PROPERTY MAINTENANCE

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Memberships and miscellaneous	\$ -	\$ -
Expenses		
Salaries	357,026	372,366
Benefits	70,565	74,130
Salaries allocated	(375,056)	(416,489)
Travel	28,995	42,637
Communication	1,670	2,090
Rent/lease/mortgage interest	12,538	18,251
Staff training	500	542
Services related to repairs and maintenance	(51,641)	(48,287)
Insurance	1,440	1,560
Supplies, equipment related to repairs and maintenance	9,613	13,488
Allocated to programs	(55,650)	(60,288)
	-	-
EXCESS OF REVENUE OVER EXPENSES	\$ -	\$ -

COMMUNITY LIVING OSHAWA/CLARINGTON

DS HOST FAMILY RESIDENCES (9111)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ 845,009	\$ 797,461
Other	-	-
	<u>845,009</u>	<u>797,461</u>
Expenses		
Salaries	73,223	72,221
Staff benefits	14,352	14,127
Travel	1,582	1,006
Communication	855	920
Rent/lease/mortgage interest	1,139	1,115
Utilities	648	702
Staff training	750	813
Insurance	228	247
IT - supplies and equipment	500	542
Other supplies and equipment	1,750	1,896
Individualized funding	477,951	398,748
Allocated administration	46,332	47,576
	<u>619,310</u>	<u>539,913</u>
Excess of revenue over expenses (expenses over revenue)		
before vacation accrual	225,699	257,548
Vacation accrual (Note 12)	2,514	(2,733)
EXCESS OF REVENUE OVER EXPENSES	<u>\$ 223,185</u>	<u>\$ 260,281</u>
Due to Ministry	<u>\$ 223,185</u>	<u>\$ 260,281</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

DS SUPPORTED INDEPENDENT LIVING (9112)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ 1,144,176	\$ 1,108,164
Other	-	26,419
	<u>1,144,176</u>	<u>1,134,583</u>
Expenses		
Salaries	279,332	281,088
Benefits	54,707	53,632
Maintenance salaries and benefits	9,751	10,564
Travel	14,896	15,086
Communication	3,183	3,107
Staff training	3,150	3,250
Services related to repairs and maintenance	1,159	1,256
Insurance	552	598
Supplies, equipment related to repairs and maintenance	1,000	1,083
IT - supplies and equipment	2,000	2,167
Other supplies and equipment	3,075	3,250
Individualized funding	524,959	480,369
Allocated administration	56,028	55,799
	<u>953,792</u>	<u>911,249</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	190,384	223,334
Vacation accrual (Note 12)	(3,035)	(831)
EXCESS OF REVENUE OVER EXPENSES	\$ 193,419	\$ 224,165
Due to (from) Ministry	\$ 193,419	\$ 224,165

COMMUNITY LIVING OSHAWA/CLARINGTON**DS SUPPORTED GROUP LIVING RESIDENCES (8847)****STATEMENT OF REVENUE AND EXPENSES****FOR THE YEAR ENDED MARCH 31, 2020**

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ 9,550,883	\$ 9,676,596
Program Fees	939,729	915,579
Other	94,274	94,325
Amortization of deferred contributions (Note 5)	26,727	28,246
	<u>10,611,613</u>	<u>10,714,746</u>
Expenses		
Salaries	7,559,105	7,547,387
Benefits	1,385,594	1,544,188
Maintenance salaries and benefits	144,397	166,608
Travel	281,919	151,086
Communication	67,413	65,828
Rent/lease/mortgage interest	118,863	126,265
Utilities	106,443	126,198
Staff training	64,251	68,014
Services related to repairs and maintenance	17,161	18,591
Professional/contracted out services	7,831	9,936
Purchased client services	302,014	291,237
Purchased client services - OPR	65,909	93,134
Insurance	12,396	13,429
Supplies, equipment related to repairs and maintenance	151,549	126,105
IT - supplies and equipment	4,825	5,227
Other supplies and equipment	11,842	26,889
Allocated administration	639,564	675,445
Loss on disposal of capital assets	22,383	-
Amortization	77,647	106,308
	<u>11,041,106</u>	<u>11,161,875</u>
Excess of revenue over expenses (expenses over revenue)		
before vacation accrual	(429,493)	(447,129)
Vacation accrual (Note 12)	<u>34,352</u>	<u>(3,392)</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>(463,845)</u>	\$ <u>(443,737)</u>
Due to (from) Ministry	\$ (427,560)	\$ (498,158)
Retained by organization	<u>(36,285)</u>	<u>54,421</u>
	\$ <u>(463,845)</u>	\$ <u>(443,737)</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

DS INTENSIVE GROUP LIVING (9110)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ 321,166	\$ 335,552
Program fees	20,616	20,396
	<hr/> 341,782	<hr/> 355,948
Expenses		
Salaries	221,526	222,550
Benefits	42,206	47,987
Maintenance salaries and benefits	19,064	20,653
Travel	4,196	6,829
Communication	2,684	2,610
Utilities	58	1,325
Staff training	2,400	2,600
Services related to repairs and maintenance	2,264	2,453
Professional/contracted out services	676	957
Purchased client services	7,519	6,537
Insurance	792	858
Supplies, equipment related to repairs and maintenance	7,144	2,629
IT - supplies and equipment	675	731
Other supplies and equipment	845	915
Allocated administration	21,420	21,989
	<hr/> 333,469	<hr/> 341,623
Excess of revenue over expenses (expenses over revenue) before vacation accrual	8,313	14,325
Vacation accrual (Note 12)	<hr/> (4,738)	<hr/> (3,975)
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <hr/> 13,051	\$ <hr/> 18,300
Due to (from) Ministry	\$ <hr/> 13,051	\$ <hr/> 18,300

COMMUNITY LIVING OSHAWA/CLARINGTON

DS CAREGIVER RESPITE SERVICES (9130)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ <u>98,491</u>	\$ <u>133,234</u>
Expenses		
Individualized funding	<u>85,325</u>	<u>125,090</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u><u>13,166</u></u>	\$ <u><u>8,144</u></u>
Due to Ministry	\$ <u><u>13,166</u></u>	\$ <u><u>8,144</u></u>

COMMUNITY LIVING OSHAWA/CLARINGTON**DS COMMUNITY PARTICIPATION (9131)****STATEMENT OF REVENUE AND EXPENSES****FOR THE YEAR ENDED MARCH 31, 2020**

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ 2,503,939	\$ 2,510,476
Program fees	-	-
	<u>2,503,939</u>	<u>2,510,476</u>
Expenses		
Salaries	1,470,029	1,548,847
Benefits	250,015	292,309
Maintenance salaries and benefits	142,210	154,061
Travel	19,683	20,959
Communication	14,907	18,730
Rent/lease/mortgage interest	3,079	3,015
Utilities	43,892	57,969
Staff training	20,359	11,222
Services related to repairs and maintenance	16,902	18,311
Professional/contracted out services	1,108	2,269
Purchased client services - OPR	89,388	-
Insurance	7,152	7,748
Other services	-	40
Supplies, equipment related to repairs and maintenance	122,923	48,138
IT - supplies and equipment	2,809	3,043
Other supplies and equipment	17,833	31,457
Individualized funding	191,232	178,914
Allocated administration	132,576	152,434
Expenditure transfer	(20,055)	(21,726)
	<u>2,526,042</u>	<u>2,527,740</u>
Excess of revenue over expenses (expenses over revenue)		
before vacation accrual	(22,103)	(17,264)
Vacation accrual (Note 12)	<u>(8,937)</u>	<u>(9,120)</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>(13,166)</u>	\$ <u>(8,144)</u>
Due to (from) Ministry	\$ -	\$ -
Retained by organization	<u>(13,166)</u>	<u>(8,144)</u>
	\$ <u>(13,166)</u>	\$ <u>(8,144)</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

DS PROFESSIONAL AND SPECIALIZED SERVICES (9132)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ -	\$ 83,288
Expenses		
Salaries	-	44,022
Benefits	-	6,192
Travel	-	1,273
Purchased client services - OPR	-	32,672
Allocated administration	-	7,572
	-	91,731
Excess of revenue over expenses (expenses over revenue) before vacation accrual	-	(8,443)
Vacation accrual (Note 12)	-	(8,443)
EXCESS OF REVENUE OVER EXPENSES	\$ -	\$ -
Due to (from) Ministry	\$ -	\$ -

COMMUNITY LIVING OSHAWA/CLARINGTON

COMMUNITY LIVING - CHILDREN'S GROUP LIVING (9250)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ 1,922,146	\$ 1,977,504
Fees for programs	153,265	144,840
	<u>2,075,411</u>	<u>2,122,344</u>
Expenses		
Salaries	1,466,533	1,471,976
Benefits	292,662	287,545
Maintenance salaries and benefits	55,808	60,459
Travel	23,503	51,703
Communication	8,408	8,785
Rent/lease/mortgage interest	9,818	3,179
Utilities	19,494	24,507
Staff training	4,110	4,453
Services related to repairs and maintenance	13,700	7,185
Professional/contracted out services	2,112	2,269
Purchased client services	44,606	56,267
Purchased client services - OPR	-	446
Insurance	3,141	3,487
Supplies, equipment related to repairs and maintenance	61,618	70,278
IT - supplies and equipment	2,000	2,167
Other supplies and equipment	2,323	2,777
Allocated administration	130,284	135,662
	<u>2,140,120</u>	<u>2,193,145</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	(64,709)	(70,801)
Vacation accrual (Note 12)	<u>137</u>	<u>(9,545)</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>(64,846)</u>	\$ <u>(61,256)</u>
Due to (from) Ministry	\$ <u>(64,846)</u>	\$ <u>(61,256)</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

CHILD ASSOCIATE LIVING (9251)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ 228,970	\$ 236,533
Expenses		
Salaries	61,142	72,262
Benefits	8,913	13,547
Travel	685	610
Communication	848	746
Utilities	348	377
Staff training	1,100	1,192
Insurance	108	117
Supplies, equipment related to repairs and maintenance	150	163
IT - supplies and equipment	500	542
Other supplies and equipment	625	677
Individualized funding	67,810	70,500
Allocated administration	15,876	16,338
	<u>158,105</u>	<u>177,071</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	70,865	59,462
Vacation accrual (Note 12)	<u>(1,900)</u>	<u>(1,794)</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u>72,765</u>	\$ <u>61,256</u>
Due to Ministry	\$ <u>72,765</u>	\$ <u>61,256</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

CHILDREN IN-HOME RESPITE (9254)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ <u>31,652</u>	\$ <u>32,564</u>
Expenses		
Individualized funding	26,888	24,054
Allocated administration	<u>5,412</u>	<u>2,037</u>
	<u>32,300</u>	<u>26,091</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>(648)</u>	\$ <u>6,473</u>
Due to Ministry	\$ <u>(648)</u>	\$ <u>6,473</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

CHILDREN OUT-OF-HOME RESPITE (9255)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ 136,848	\$ 140,789
Program fees	26,166	20,024
	<u>163,014</u>	<u>160,813</u>
Expenses		
Salaries	82,222	109,141
Benefits	16,154	8,669
Travel	4,310	3,763
Communication	811	628
Utilities	331	848
Professional/contracted out services	96	-
Purchased client services	3,760	2,966
Insurance	-	1
Supplies, equipment related to repairs and maintenance	2,873	19,628
IT - supplies and equipment	111	120
Allocated administration	21,576	22,891
	<u>132,244</u>	<u>168,655</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>30,770</u>	\$ <u>(7,842)</u>
Due to (from) Ministry	\$ <u>30,770</u>	\$ <u>(7,842)</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

SUPPORT SERVICES - CHILDREN (9259)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ <u>142,068</u>	\$ <u>145,192</u>
Expenses		
Salaries	123,572	96,802
Benefits	25,992	20,080
Maintenance salaries and benefits	3,826	4,145
Travel	3,634	3,960
Communication	537	513
Utilities	360	390
Staff training	342	371
Services related to repairs and maintenance	455	493
Insurance	204	221
Supplies, equipment related to repairs and maintenance	300	325
IT - supplies and equipment	500	542
Other supplies and equipment	1,986	2,151
Allocated administration	7,164	7,358
	<u>168,872</u>	<u>137,351</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	(26,804)	7,841
Vacation accrual (Note 12)	<u>3,259</u>	<u>6,472</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>(30,063)</u>	\$ <u>1,369</u>
Due to (from) Ministry	\$ <u>(30,063)</u>	\$ <u>1,369</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

DS TEMPORARY SUPPORTS (9137)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ <u>213,068</u>	\$ <u>265,447</u>
Expenses		
Individualized funding	<u>213,068</u>	<u>265,447</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>-</u>	\$ <u>-</u>
Due to (from) Ministry	\$ <u>-</u>	\$ <u>-</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

PARTNER FACILITY RENEWAL (8917)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ <u>41,734</u>	\$ <u>-</u>
Expenses		
Capital/repairs and maintenance	<u>41,734</u>	<u>-</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>
Due to (from) Ministry	\$ -	\$ -
Retained by organization	<u>-</u>	<u>-</u>
	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>

COMMUNITY LIVING OSHAWA/CLARINGTON

PARTNER FACILITY RENEWAL - FIRE CODE RETROFIT (8917)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ <u>-</u>	\$ <u>13,000</u>
Expenses		
Capital/repairs and maintenance	<u>-</u>	<u>11,638</u>
	\$ <u>-</u>	\$ <u>1,362</u>
EXCESS OF REVENUE OVER EXPENSES		
Due to Ministry	\$ <u>-</u>	\$ <u>1,362</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

CHILDREN OUT-OF-HOME RESPITE INITIATIVE (A510)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Provincial subsidy	\$ 186,535	\$ 186,535
Program fees	-	-
	<u>186,535</u>	<u>186,535</u>
Expenses		
Salaries	145,189	142,210
Benefits	28,022	30,357
Travel	4,004	4,338
Communication	1,141	884
Utilities	1,996	2,393
Staff training	390	422
Professional/contracted out services	381	413
Purchased client services	3,680	3,987
Insurance	531	490
Supplies, equipment related to repairs and maintenance	572	620
IT - supplies and equipment	389	421
Other supplies and equipment	240	-
	<u>186,535</u>	<u>186,535</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>-</u>	\$ <u>-</u>
Due to (from) Ministry	\$ <u>-</u>	\$ <u>-</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

DEDICATED SUPPORTIVE HOUSING

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Other provincial Subsidy	\$ 208,836	\$ 208,837
Program fees	32,448	32,448
	<u>241,284</u>	<u>241,285</u>
Expenses		
Operating		
Maintenance, salaries, wages and benefits	55,650	55,650
Maintenance materials and services	9,081	9,081
Utilities	26,139	26,139
Administration	22,274	22,299
Insurance	2,100	2,100
Total Operating	<u>115,244</u>	<u>115,269</u>
Other		
Mortgage interest	18,465	20,895
Transfer to capital reserve	5,588	5,588
Amortization	101,987	99,533
Total Other	<u>126,040</u>	<u>126,016</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u>-</u>	\$ <u>-</u>
Due to Ministry	\$ <u>-</u>	\$ <u>-</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

DEDICATED SUPPORTIVE HOUSING - SOCIAL HOUSING IMPROVEMENT PROGRAM

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Other provincial subsidy	\$ <u>-</u>	\$ <u>37,870</u>
Expenses		
Capital/repairs and maintenance	<u>-</u>	<u>32,876</u>
	\$ <u>-</u>	\$ <u>4,994</u>
EXCESS OF REVENUE OVER EXPENSES		
Due to Ministry	\$ <u>-</u>	\$ <u>4,994</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

EMPLOYMENT SUPPORTS

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Other Provincial subsidy	\$ <u>201,862</u>	\$ <u>173,543</u>
Expenses		
Salaries	145,411	137,547
Benefits	28,438	27,334
Travel	6,529	6,683
Communication	1,256	415
Staff training	629	140
IT - supplies and equipment	717	777
Other supplies and equipment	671	1,641
	<u>183,651</u>	<u>174,537</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	18,211	(994)
Vacation accrual (Note 12)	<u>(917)</u>	<u>(994)</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u><u>19,128</u></u>	\$ <u><u>-</u></u>

COMMUNITY LIVING OSHAWA/CLARINGTON

SPECIAL PROJECTS

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Other	\$ <u>32,572</u>	\$ <u>30,426</u>
Expenses		
Salaries	19,663	17,458
Benefits	800	757
Individualized funding	-	-
Travel	-	49
Supplies, equipment related to repairs and maintenance	2,858	9,261
Other supplies and equipment	3,841	2,901
	<u>27,162</u>	<u>30,426</u>
 EXCESS OF REVENUE OVER EXPENSES		
(EXPENSES OVER REVENUE)	\$ <u><u>5,410</u></u>	\$ <u><u>-</u></u>

COMMUNITY LIVING OSHAWA/CLARINGTON

ASSOCIATION ACCOUNTS

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Other Provincial subsidy	\$ 806,772	\$ 657,944
Donations	10,079	4,632
Fund-raising (net)	143,581	9,337
Other	53,224	57,972
Sales	41,782	45,336
	<u>1,055,438</u>	<u>775,221</u>
Expenses		
Salaries	46,418	49,149
Benefits	8,837	18,762
Travel	86	-
Supplies, equipment related to repairs and maintenance	47,323	21,289
Other supplies and equipment	14,069	15,467
Individualized funding	733,429	620,996
Expenditure transfer	-	36,948
Allocated administration	<u>11,640</u>	<u>12,610</u>
	<u>861,802</u>	<u>775,221</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u>193,636</u>	\$ <u>-</u>
Retained by organization	\$ <u>193,636</u>	\$ <u>-</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

CLARINGTON PROJECT

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Donations	\$ 7,260	\$ 8,920
Program fees	47,250	20,750
Fund-raising	42,422	47,812
	<u>96,932</u>	<u>77,482</u>
Expenses		
Travel	4,679	5,541
Communication	386	2,691
Supplies, equipment related to repairs and maintenance	7,182	7,317
Other supplies and equipment	12,022	7,974
Miscellaneous	3,844	19,138
Capital/repairs and maintenance	-	-
Expenditure transfer	20,055	21,726
	<u>48,168</u>	<u>64,387</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u>48,764</u>	\$ <u>13,095</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

ONTARIO TRILLIUM FOUNDATION

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
Revenue		
Grant	\$ <u>87,000</u>	\$ <u>-</u>
Expenses		
Supplies, equipment related to repairs and maintenance	<u>87,000</u>	<u>-</u>
	\$ <u>-</u>	\$ <u>-</u>
EXCESS OF REVENUE OVER EXPENSES	<u><u>-</u></u>	<u><u>-</u></u>

COMMUNITY LIVING OSHAWA/CLARINGTON**STATEMENT OF CASH FLOWS****FOR THE YEAR ENDED MARCH 31, 2020**

	<u>2020</u>	<u>2019</u>
Operating activities		
Excess of revenue over expenses (expenses over revenue)	\$ 240,726	\$ 72,104
Charges to income not involving cash:		
Amortization	179,634	205,841
Adjustment due to MCSS review	-	-
Loss (gain) on disposal of capital assets	22,383	-
Change in capital reserve allowance	5,588	5,588
Net change in non-cash working capital balances related to operations:		
Accounts receivable	(400,885)	40,331
Subsidies receivable	(8,699)	31,298
Prepaid expenses	(28,832)	19,667
Accounts payable and accrued liabilities	(83,647)	(98,539)
Due to Ministry of Community and Social Services	-	6,356
Funds held in trust	260	193
	<u>(73,472)</u>	<u>282,839</u>
Investing activities		
Proceeds on disposal of capital assets	-	-
Additions to capital assets	-	(82,819)
	<u>-</u>	<u>(82,819)</u>
Financing activities		
Increase (decrease) in loans payable	(13,096)	(32,479)
Increase (decrease) in mortgages payable	(139,005)	(129,812)
Increase (decrease) in deferred contributions related to capital assets	(26,727)	(28,246)
	<u>(178,828)</u>	<u>(190,537)</u>
Change in cash during the year	(252,300)	9,483
Cash at the beginning of the year	857,580	848,097
Cash at the end of the year	\$ <u>605,280</u>	\$ <u>857,580</u>
Cash is comprised of:		
Cash	\$ 605,280	\$ 857,580
Bank indebtedness	-	-
	\$ <u>605,280</u>	\$ <u>857,580</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

1. Purpose of the Organization

Community Living Oshawa/Clarington is a non-profit organization, which provides care and accommodation for the benefit of individuals with an intellectual disability. The organization was incorporated in Ontario on February 15, 1957 without share capital and is a registered charity, which is exempt from tax under the provisions of the Income Tax Act. On May 22, 2003, the organization changed its name from The Oshawa/Clarington Association for Community Living to Community Living Oshawa/Clarington.

2. Significant Accounting Policies

The financial statements were prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations and include the following significant accounting policies:

(a) Capital Assets

Capital assets are stated at cost. Amortization charges are calculated on a declining balance basis at the following rates:

Buildings	5%
Furniture, equipment and vehicles	25%

(b) Donated Services

The organization does not record the value of donated materials and services as it is felt to be impracticable from a record keeping and valuation point of view.

(c) Pledges

The organization does not account for the value of pledges. Accordingly, donations are recorded on a cash basis.

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

2. Significant Accounting Policies - continued

(d) Revenue Recognition

Community Living Oshawa/Clarington follows the deferral method of accounting for contributions. 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.

Government funding is recognized according to the contract. Fundraising revenue is recorded when the event is held. Sales are recognized when the product is shipped to the customer. Fees for programs are recognized on a monthly basis.

Certain revenues are received during the year for events to be held or programs to be completed in the next fiscal year. These revenues are deferred to the next year's operations.

(e) Basis of Presentation

These statements have been departmentalized in accordance with the funding and budgeting requirements prescribed by the Ministry of Children, Community and Social Services.

(f) Allocation of Expenses

The organization provides various programs on behalf of the Ministry of Children, Community and Social Services (MCCSS). The costs of each program include the costs of personnel, premises and other expenses that are directly related to providing the program. The organization also incurs a number of general support expenses that are common to the administration of the organization and each of its programs.

The organization allocates certain of its general support expenses by identifying the appropriate basis of allocating each component. The organization allocates these expenses to the departments in accordance with the approved budgets.

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

2. Significant Accounting Policies - continued

(g) 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 amount 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 reporting period. Actual results may differ from those estimates.

(h) Financial Instruments

Measurement of financial instruments

The organization initially measures its financial assets at fair value.

The organization 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 and cash equivalents, accounts receivable and subsidies receivable.

Financial liabilities measured at amortized cost include bank indebtedness, accounts payable and accrued liabilities and Due to Ministry of Community and Social Services.

The organization has no financial assets measured at fair value.

Impairment

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.

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

2. Significant Accounting Policies - continued

(h) Financial Instruments (continued)

Transaction costs

The organization recognizes its transaction costs in net income in the period incurred. However, financial instruments that will not be subsequently measured at fair value are adjusted by the transaction costs that are directly attributable to their origination, issuance or assumption.

(i) Cash and Cash Equivalents

Cash and cash equivalents include cash on deposit and short-term guaranteed investment certificates.

3. Bank Credit Facility

The bank credit facility represents a line of credit with the Royal Bank of Canada to a maximum of \$1,000,000. The interest rate is Royal Bank prime. Security pledged for the line of credit consists of a mortgage on 1200 Simcoe Street South and a general security agreement. There was no balance outstanding at March 31, 2020 (\$nil at March 31, 2019).

4. Long Term

Mortgages Payable

Property:	630 Annapolis	\$ 61,179
Mortgagor:	Canada Mortgage and Housing Corporation	
Monthly Payment:	\$1,039.23	
Interest Rate:	1.39%	
Maturity Date:	June 1, 2020	
Property:	821 Central Park	66,830
Mortgagor:	Canada Mortgage and Housing Corporation	
Monthly Payment:	\$1,135.21	
Interest Rate:	1.39%	
Maturity Date:	June 1, 2020	

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

4. Long Term - continued

Property:	380 Holcan	110,100
Mortgagor:	Scotiabank	
Monthly Payment:	\$1,677.43	
Interest Rate:	1.735%	
Maturity Date:	March 1, 2021	
Property:	425 Adelaide	80,334
Mortgagor:	Scotiabank	
Monthly Payment:	\$1,223.93	
Interest Rate:	1.735%	
Maturity Date:	March 1, 2021	
Property:	488 Rossland	123,498
Mortgagor:	TD Canada Trust	
Monthly Payment:	\$2,092.35	
Interest Rate:	6.51%	
Maturity Date:	March 1, 2026	
Property:	844 Bessborough	114,761
Mortgagor:	Scotiabank	
Monthly Payment:	\$1,663.30	
Interest Rate:	1.855%	
Maturity Date:	June 1, 2021	
Property:	209 Killdeer	88,644
Mortgagor:	Scotiabank	
Monthly Payment:	\$1,210.21	
Interest Rate:	2.31%	
Maturity Date:	November 1, 2024	
Property:	6758 Enfield	304,283
Mortgagor:	Royal Bank	
Monthly Payment:	\$1,992.42	
Interest Rate:	4.42%	
Maturity Date:	December 23, 2023	

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

4. Long Term - continued

Property:	1200 Simcoe Street	21,128
Mortgagor:	Royal Bank	
Monthly Payment:	\$545.44	
Interest Rate:	4.58%	
Maturity Date:	September 2, 2023	
Property:	1186 King Street	592,799
Mortgagor:	Royal Bank	
Monthly Payment:	\$3,357.00	
Interest Rate:	3.58%	
Maturity Date:	November 3, 2020	
		<hr/>
		1,563,556
		<hr/>
		871,684
Less: Current portion		<hr/>
		<u>\$ 691,872</u>

All mortgages are secured by the respective properties. The Ministry of Children, Community and Social Services has guaranteed payment of all the above mortgages, except 6758 Enfield and 1200 Simcoe Street, and funds all capital expenditures and mortgage payments. Principal repayments in the next five years are as follows: \$871,684 in 2021, \$170,686 in 2022, \$76,420 in 2023, \$334,290 in 2024 and \$84,782 in 2025. All mortgages are to be refinanced when they mature.

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

4. Long Term - continued

Loans payable

The loan payable below was utilized to purchase a vehicle.

Loan payable to:	Royal Bank	\$ 8,711
Monthly Payment:	variable	
Interest Rate:	variable	
Maturity Date:	April 7, 2021	
Less: Current portion		<u>8,711</u>
		<u>\$ 0</u>

All loans are secured by the respective vehicles. Principal repayments in the next five years are as follows: \$8,712 in 2020.

5. Deferred Contributions - Capital Assets

Deferred capital contributions related to capital assets represent the unamortized amount of grants received for the purchase of capital assets. The amortization of capital contributions is recorded as revenue in the statement of operations.

	<u>2020</u>	<u>2019</u>
Opening balance	\$ 528,164	\$ 556,410
Less: Amounts amortized to revenue	<u>26,727</u>	<u>28,246</u>
Closing balance	<u>\$ 501,437</u>	<u>\$ 528,164</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

6. Investment in Capital Assets

(a) Investment in capital assets is calculated as follows:

	<u>2020</u>	<u>2019</u>
Capital assets	\$4,829,384	\$ 5,031,401
Less: Amount financed by deferred contributions	(501,437)	(528,164)
Bank credit facility	-	-
Loans payable	(8,711)	(21,807)
Mortgages payable	<u>(1,563,556)</u>	<u>(1,702,561)</u>
	<u>\$ 2,755,680</u>	<u>\$ 2,778,869</u>

(b) Change in net assets invested in capital assets is calculated as follows:

	<u>2020</u>	<u>2019</u>
Excess of revenue over expenses (expenses over revenue)		
Amortization of deferred contributions	\$ 26,727	\$ 28,246
Gain (loss) on sale	(22,383)	-
Less: Amortization of capital assets	<u>(179,634)</u>	<u>(205,841)</u>
	<u>\$ (175,290)</u>	<u>\$ (177,595)</u>
Net change in investment in capital assets		
Purchase of capital assets	\$ -	\$ 82,819
Proceeds on sale	-	-
Addition of new mortgage and loans	-	-
Repayment of mortgage and loan principal	<u>152,101</u>	<u>162,291</u>
	<u>\$ 152,101</u>	<u>\$ 245,110</u>

7. Contingent Liabilities

In the normal course of operations, the organization becomes involved in various legal actions, including claims relating to injuries and damage to property. The organization maintains provisions (including but not limited to insurance) it considers to be adequate for such actions. While the final outcome with respect to actions outstanding or pending at March 31, 2020 cannot be predicted with certainty, it is the opinion of management that their resolution will not have a material adverse effect on the organization's financial position or results of its operations.

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

8. Prior year adjustment

Each fiscal year, the organization is required to perform a year-end reconciliation to determine any amounts repayable to, or recoverable from, Ministry of Children, Community and Social Services (MCCSS) in accordance with the corporation's operating agreements. As at the Auditors' Report date, the fiscal years ending March 31, 2018, 2019 and 2020 have not been reviewed by MCCSS, and as a result, future adjustments may be required as a result of this review. Due to the particular requirements of MCCSS, comparative figures are not restated when these adjustments are made.

9. Capital Reserve Allowance - Dedicated Supportive Housing

The capital reserve allowance represents funding received from the Dedicated Supportive Housing, which can be used for future approved capital expenditures. Reduction in this reserve occurs when allowable capital expenditures are made. During the year, funding and interest of \$5,588 was received and no expenditures were incurred.

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

10. Community Living - Residences

The following are under the operations of Community Living - Adult Residences:

630 Annapolis Avenue
38-40 Wayne Street
425 Adelaide Avenue
821 Central Park Boulevard
380 Holcan Avenue
488 Rossland Road
6758 Enfield Road
209 Killdeer Street
706 Holt Road
4794 Old Scugog Road
580 Wilson Road
844 Bessborough Drive
321 Marland Street
88 Wyndfield Crescent
1186 King Street East

The following are under the operations of Community Living - Children's' Residences:

1035 Olive Avenue
1200 Simcoe Street
23 Inglewood Place
881 Pinecrest Road

11. Commitments

The organization is committed to annual amounts under lease agreements with respect to vehicles, equipment and properties as follows:

2021	\$188,101
2022	\$188,101
2023	\$175,380
2024	\$139,958
2025	\$ 62,348

These leases expire at various dates between March 2022 and April 2025

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

12. Vacation Accrual

Vacation salaries payable in the amount of \$608,375 were accrued in the March 31, 2015 financial statements in accordance with the Ministry of Children, Community and Social Services guidelines. Prior to 2015, per the Ministry of Children, Community and Social Services guidelines, this payable was not accrued. The entire amount was recognized in the March 31, 2015 fiscal year to be consistent with reporting to the Ministry of Children, Community and Social Services for fiscal 2014/15. Vacation is being accrued on an annual basis starting in 2016.

13. Financial Instruments

Risks and concentrations

The organization is exposed to various risks through its financial instruments. The following analysis provides a measure of the organization's risk exposure and concentrations at March 31, 2020.

Credit risk

Credit risk arises from the potential that counterparties will fail to perform their obligations. The organization is subject to credit risk through its accounts receivables. Account monitoring procedures are utilized to minimize risk of loss.

Interest rate risk

Interest rate risk arises because of the fluctuation in interest rates. The organization is subject to interest rate risk through some of their mortgages. The organization is not subject to interest rate risk with certain mortgages payable as the mortgages are guaranteed by the funding authority. For the other mortgages payable, the organization monitors the current interest rate to ensure that their interest rates do not vary much from the market rate.

Liquidity Risk

Liquidity risk is defined as the risk that the organization may not be able to meet or settle its obligations as they become due. The organization has taken steps to ensure that it will have sufficient working capital to meet its obligations.

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

14. Economic Dependence

In common with other publicly funded agencies, the organization derives the majority of its revenue from the Province of Ontario. Further, the Province of Ontario through the Ministry of Children, Community and Social Services has an encumbrance on specific real properties held in the name of the Association.

15. Subsequent Event

In March 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a global pandemic, which continues to spread in Canada and around the world.

As at August 11, 2020, the organization is aware of changes in its operations as a result of the COVID- 19 crisis. The organization is continuing to deliver services. The delivery of services has been modified to meet the requirements as prescribed by the government. The health and safety of clients, staff and the community are a priority.

Management is uncertain of the effects of these changes on its financial statements and believe that any disturbance may be temporary; however, there is uncertainty about the length and potential impact of the disturbance.

As a result, we are unable to estimate the potential impact on the organization's operation as at the date of these financial statements.

COMMUNITY LIVING OSHAWA/CLARINGTON

(INCORPORATED WITHOUT SHARE CAPITAL UNDER THE LAWS OF THE PROVINCE OF ONTARIO)

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2020

			<u>2020</u>	<u>2019</u>
<u>ASSETS</u>				
Current				
Cash and cash equivalents		\$	605,280	\$ 857,580
Accounts receivable			1,032,549	631,664
Subsidies receivable			26,102	17,403
Prepaid expenses			70,207	41,375
			<u>1,734,138</u>	<u>1,548,022</u>
Capital				
	<u>Cost</u>	<u>Accumulated Amortization</u>		
Land	\$ 1,945,855	\$ -	1,945,855	1,945,855
Buildings	6,467,917	3,683,674	2,784,243	2,930,782
Furniture, equipment and vehicles	1,956,456	1,857,170	99,286	154,764
	<u>\$ 10,370,228</u>	<u>\$ 5,540,844</u>	<u>4,829,384</u>	<u>5,031,401</u>
			\$ <u>6,563,522</u>	\$ <u>6,579,423</u>

Approved by the Board of Directors:

