

COMMUNITY LIVING OSHAWA/CLARINGTON

FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2018



INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying statement of financial position of Community Living Oshawa/Clarington as at March 31, 2018 and the statements of changes in net assets and operations for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

In common with many non-profit organizations, the organization derives revenues from donations and fund-raising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to donations and fund-raising, excess (deficiency) of revenues over expenditures, and net assets. Our report on the financial statements as at and for the year ended March 31, 2017 was qualified for the same reason.

Qualified Opinion

In our opinion, except for the effect of the matters described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Community Living Oshawa/Clarington as at March 31, 2018, and the results of its operations for the year then ended in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.


Chartered Accountants, Licensed Public Accountants

June 19, 2018
Oshawa, Ontario

COMMUNITY LIVING OSHAWA/CLARINGTON

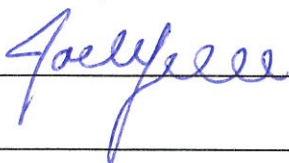
(INCORPORATED WITHOUT SHARE CAPITAL UNDER THE LAWS OF THE PROVINCE OF ONTARIO)

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2018

			<u>2018</u>	<u>2017</u>
<u>ASSETS</u>				
Current				
Cash and cash equivalents		\$	848,097	\$ 116,816
Accounts receivable			671,995	841,653
Subsidies receivable			48,701	126,519
Prepaid expenses			61,042	142,519
			<u>1,629,835</u>	<u>1,227,507</u>
Capital				
	<u>Cost</u>	<u>Accumulated Amortization</u>		
Land	\$ 1,945,855	\$ -	1,945,855	1,662,786
Buildings	6,385,098	3,382,885	3,002,213	2,406,120
Furniture, equipment and vehicles	2,238,189	2,031,834	206,355	275,142
	<u>\$ 10,569,142</u>	<u>\$ 5,414,719</u>	<u>5,154,423</u>	<u>4,344,048</u>
			<u>\$ 6,784,258</u>	<u>\$ 5,571,555</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, 2018

	<u>2018</u>	<u>2017</u>
<u>LIABILITIES</u>		
Current		
Bank indebtedness (Note 3)	\$ -	\$ 135,000
Accounts payable and accrued liabilities	2,362,390	1,978,486
Due to Ministry of Community and Social Services	15,879	-
Funds held in trust	21,471	21,279
Current portion of long term debt	192,108	151,349
	<u>2,591,848</u>	<u>2,286,114</u>
Long Term (Note 4)		
Loans payable	54,286	94,051
Mortgages payable	1,832,373	1,314,602
Less: current portion shown above	(192,108)	(151,349)
	<u>1,694,551</u>	<u>1,257,304</u>
Deferred contributions related to capital assets (Note 5)	<u>556,410</u>	<u>586,291</u>
Net Assets		
Investment in capital assets (Note 6)	2,711,354	2,349,104
Capital reserve allowance - Dedicated Supportive Housing (Note 9)	34,807	29,219
Unrestricted net assets (deficit)	(804,712)	(936,477)
	<u>1,941,449</u>	<u>1,441,846</u>
	<u>\$ 6,784,258</u>	<u>\$ 5,571,555</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED MARCH 31, 2018

	Investment in Capital Assets	Capital Reserve Allowance	Unrestricted	Total 2018	Total 2017
Opening balance	\$ 2,349,104	\$ 29,219	\$ (936,477)	\$ 1,441,846	\$ 1,433,906
Prior year adjustment due to Ministry review (Note 8)			-	-	-
Excess of revenue over expenses (expenses over revenue) (Note 6)	(196,916)	-	690,931	494,015	7,549
Net change in investment in capital assets (Note 6)	559,166	-	(559,166)	-	-
Dedicated Supportive Housing funding (Note 9)	-	5,588	-	5,588	391
Closing balance	\$ 2,711,354	\$ 34,807	\$ (804,712)	\$ 1,941,449	\$ 1,441,846

COMMUNITY LIVING OSHAWA/CLARINGTON

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ 17,044,414	\$ 15,995,543
Other Provincial subsidy	1,246,553	1,118,708
Sales	44,072	47,159
Program fees	1,046,963	1,090,283
Fundraising	130,182	74,624
Donations	7,485	41,643
Ontario Trillium Foundation	-	148,400
Other revenue	265,306	212,568
Amortization of deferred contributions (Note 5)	29,881	31,653
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	19,814,856	18,760,581
Expenses (Schedule A)	19,304,962	18,753,032
	<hr/>	<hr/>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ 509,894	\$ 7,549
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Due to (from) Ministry	\$ 15,879	\$ -
Retained by organization	494,015	7,549
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	\$ 509,894	\$ 7,549
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COMMUNITY LIVING OSHAWA/CLARINGTON**SCHEDULE A****EXPENSES****FOR THE YEAR ENDED MARCH 31, 2018**

	<u>2018</u>	<u>2017</u>
Expenses		
Salaries	\$ 11,563,024	\$ 11,590,681
Benefits	2,404,501	2,248,102
Travel	272,796	248,098
Communication	105,603	134,814
Rent/lease/mortgage interest	168,868	172,880
Utilities	234,664	247,196
Staff training	117,357	101,960
Advertising and promotion	5,923	5,055
Professional/contracted out services	112,814	76,590
Purchased client services	303,930	281,565
Purchased client services - OPR	295,275	122,481
Insurance	52,334	49,354
Other services	43,735	65,103
Supplies, equipment related to repairs and maintenance	436,139	304,472
IT - supplies and equipment	26,055	29,269
Other supplies and equipment	107,286	83,467
Capital repairs and maintenance	187,955	335,389
Individualized funding	2,679,374	2,375,539
Amortization	226,797	216,587
Loss on disposal of capital assets	-	7,877
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Total expenses before vacation accrual	19,344,430	18,696,479
	<hr/>	<hr/>
Vacation accrual (Note 12)	(39,468)	56,553
	<hr/>	<hr/>
TOTAL EXPENSES	\$ <u>19,304,962</u>	\$ <u>18,753,032</u>

COMMUNITY LIVING OSHAWA/CLARINGTON**STATEMENT OF OPERATIONS - MINISTRY SERVICE CONTRACT TOTALS (TPAR)****FOR THE YEAR ENDED MARCH 31, 2018**

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ 17,044,414	\$ 15,995,543
Other Provincial subsidy	1,230	-
Program fees	991,285	1,030,410
Donations	1,210	130
Other revenue	108,411	120,878
Amortization of deferred contributions (Note 5)	29,881	31,653
	<u>18,176,431</u>	<u>17,178,614</u>
Expenses		
Salaries	11,271,568	11,308,834
Benefits	2,359,239	2,208,795
Travel	260,521	239,619
Communication	103,081	133,401
Rent/lease/mortgage interest	145,578	146,474
Utilities	204,323	194,666
Staff training	117,228	101,831
Advertising and promotion	5,923	5,055
Professional/contracted out services	78,931	76,590
Purchased client services	303,930	281,565
Purchased client services - OPR	295,275	122,481
Insurance	50,234	47,254
Other services	35,735	31,478
Supplies, equipment related to repairs and maintenance	291,157	183,368
IT - supplies and equipment	25,338	28,552
Other supplies and equipment	65,882	62,857
Capital repairs and maintenance	109,600	171,566
Individualized funding	2,013,693	1,778,739
Expenditure recovery	(126,860)	(108,972)
Amortization	129,659	121,932
Loss on disposal of capital assets	-	7,877
	<u>17,740,035</u>	<u>17,143,962</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	436,396	34,652
Vacation accrual (Note 12)	<u>(43,338)</u>	<u>39,107</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>479,734</u>	\$ <u>(4,455)</u>
Due to (from) Ministry	\$ -	\$ -
Retained by organization	<u>479,734</u>	<u>(4,455)</u>
	\$ <u>479,734</u>	\$ <u>(4,455)</u>

COMMUNITY LIVING OSHAWA/CLARINGTON**STATEMENT OF OPERATIONS - NON-SERVICE CONTRACT TOTALS****FOR THE YEAR ENDED MARCH 31, 2018**

	<u>2018</u>	<u>2017</u>
Revenue		
Other Provincial subsidy	\$ 1,245,323	\$ 1,118,708
Sales	44,072	47,159
Program fees	55,678	59,873
Fundraising	130,182	74,624
Donations	6,275	41,513
Ontario Trillium Foundation	-	148,400
Other revenue	156,895	91,690
	<u>1,638,425</u>	<u>1,581,967</u>
Expenses		
Salaries	291,456	281,847
Benefits	45,262	39,307
Travel	12,275	8,479
Communication	2,522	1,413
Rent/lease/mortgage interest	23,290	26,406
Utilities	30,341	52,530
Staff training	129	129
Professional/contracted out services	33,883	-
Insurance	2,100	2,100
Other services	8,000	45,265
Supplies, equipment related to repairs and maintenance	143,783	108,265
IT - supplies and equipment	717	717
Other supplies and equipment	41,404	20,610
Capital repairs and maintenance	78,355	163,823
Individualized funding	665,681	596,800
Expenditure recovery	128,059	110,171
Amortization	97,138	94,655
	<u>1,604,395</u>	<u>1,552,517</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	34,030	29,450
Vacation accrual (Note 12)	3,870	17,446
	<u>30,160</u>	<u>12,004</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>30,160</u>	\$ <u>12,004</u>
Due to (from) Ministry	\$ 15,879	\$ -
Retained by organization	14,281	12,004
	<u>\$ 30,160</u>	<u>\$ 12,004</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

STATEMENT OF OPERATING SURPLUS (DEFICIT)

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Central Administration	\$ -	\$ -
Property Maintenance	-	-
DS Host Family Residences	114,928	65,716
DS Supported Independent Living	132,633	67,441
DS Supported Group Living Residences	(250,799)	(156,319)
DS Intensive Support Residences	15,722	(1,556)
DS Caregiver Respite Services	(129)	27,503
DS Community Participation	137,879	(27,496)
DS Professional and Specialized Services	-	-
Community Living - Children's Group Living	(43,602)	(25,297)
Children Associate Living	43,602	45,560
Children In-Home Respite	5,456	5,464
Children Out-of-Home Respite	(4,314)	(15,944)
Support Services - Children	(1,142)	10,480
Temporary Supports	-	(7)
Partner Facility Renewal	329,500	-
Partner Facility Renewal - Fire Code Retrofit	-	-
Children Out-of-Home Respite Initiative	-	-
Dedicated Supportive Housing	-	-
DSH Social Housing Improvement Program	15,879	-
ODSP Employment Supports	-	-
Special Projects	1,186	-
Association Accounts	-	-
Clarington Project	13,095	12,004
Ontario Trillium Foundation	-	-
Net Surplus (Deficit)	\$ 509,894	\$ 7,549
Due to (from) Ministry	\$ 15,879	\$ -
Retained by organization	494,015	7,549
	\$ 509,894	\$ 7,549

COMMUNITY LIVING OSHAWA/CLARINGTON

CENTRAL ADMINISTRATION

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Memberships and miscellaneous	\$ 760	\$ 428
Donations	1,210	130
	<hr/>	<hr/>
	1,970	558
	<hr/>	<hr/>
Expenses		
Salaries	727,441	733,166
Benefits	153,861	147,813
Travel	6,991	3,544
Communication	10,101	15,948
Utilities	8,848	14,693
Staff training	19,910	14,866
Advertising and promotion	5,695	4,827
Professional/contracted out services	58,801	57,277
Purchased client services - OPR	62,087	25,472
Insurance	23,840	11,436
Other services	35,735	31,478
Supplies, equipment related to repairs and maintenance	12,796	11,572
IT - supplies and equipment	9,629	14,243
Other supplies and equipment	20,103	20,365
Expenditure transfer	(21,100)	(88,917)
Allocated administration	(1,132,768)	(1,017,225)
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	1,970	558
	<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, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Memberships and miscellaneous	\$ -	\$ -
	<hr/>	<hr/>
Expenses		
Salaries	361,270	349,698
Benefits	76,393	70,492
Salaries allocated	(387,276)	(375,056)
Travel	24,400	22,638
Communication	1,702	2,121
Rent/lease/mortgage interest	14,853	14,568
Staff training	500	676
Services related to repairs and maintenance	(44,573)	(44,573)
Insurance	1,440	1,440
Supplies, equipment related to repairs and maintenance	6,941	13,021
Other supplies and equipment	-	625
Allocated to programs	(55,650)	(55,650)
	<hr/>	<hr/>
	-	-
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EXCESS OF REVENUE OVER EXPENSES	\$ -	\$ -
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COMMUNITY LIVING OSHAWA/CLARINGTON

DS HOST FAMILY RESIDENCES (9111)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ 643,829	\$ 598,201
Other	<u>13,377</u>	<u>14,500</u>
	<u>657,206</u>	<u>612,701</u>
Expenses		
Salaries	62,550	72,456
Staff benefits	13,200	14,570
Travel	278	1,122
Communication	601	601
Rent/lease/mortgage interest	1,405	4,325
Utilities	648	648
Staff training	750	750
Insurance	228	228
IT - supplies and equipment	500	500
Other supplies and equipment	1,750	1,750
Individualized funding	418,736	409,447
Allocated administration	<u>41,160</u>	<u>40,492</u>
	<u>541,806</u>	<u>546,889</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	115,400	65,812
Vacation accrual (Note 12)	<u>472</u>	<u>96</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u>114,928</u>	\$ <u>65,716</u>
Due to Ministry	\$ <u>114,928</u>	\$ <u>65,716</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

DS SUPPORTED INDEPENDENT LIVING (9112)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ 1,030,275	\$ 941,512
Expenses		
Salaries	273,407	270,473
Benefits	56,282	53,893
Maintenance salaries and benefits	9,751	9,751
Travel	19,174	14,922
Communication	4,207	4,417
Staff training	3,050	3,000
Services related to repairs and maintenance	1,159	1,159
Insurance	552	552
Supplies, equipment related to repairs and maintenance	1,000	1,000
IT - supplies and equipment	2,000	2,000
Other supplies and equipment	3,000	3,000
Individualized funding	461,519	452,347
Allocated administration	58,236	57,514
	<u>893,337</u>	<u>874,028</u>
Excess of revenue over expenses (expenses over revenue)		
before vacation accrual	136,938	67,484
Vacation accrual (Note 12)	<u>4,305</u>	<u>43</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u>132,633</u>	\$ <u>67,441</u>
Due to (from) Ministry	\$ <u>132,633</u>	\$ <u>67,441</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

DS SUPPORTED GROUP LIVING RESIDENCES (8847)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ 8,584,492	\$ 8,264,329
Program Fees	795,914	842,356
Other	94,274	106,050
Amortization of deferred contributions (Note 5)	29,881	31,653
	<u>9,504,561</u>	<u>9,244,388</u>
Expenses		
Salaries	6,445,528	6,334,806
Benefits	1,341,668	1,231,263
Maintenance salaries and benefits	156,617	144,397
Travel	111,863	120,081
Communication	60,873	76,538
Rent/lease/mortgage interest	119,163	109,465
Utilities	113,973	105,607
Staff training	72,432	63,062
Services related to repairs and maintenance	17,161	17,161
Professional/contracted out services	11,592	14,138
Purchased client services	245,600	225,493
Purchased client services - OPR	149,010	78,534
Insurance	12,396	21,820
Supplies, equipment related to repairs and maintenance	213,733	113,076
IT - supplies and equipment	4,825	4,825
Other supplies and equipment	14,450	9,854
Allocated administration	580,668	557,106
Amortization	129,659	121,932
Loss on disposal of capital assets	-	7,877
	<u>9,801,211</u>	<u>9,357,035</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	(296,650)	(112,647)
Vacation accrual (Note 12)	(45,851)	43,672
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ (250,799)	\$ (156,319)
Due to (from) Ministry	\$ (263,283)	\$ (119,825)
Retained by organization	12,484	(36,494)
	<u><u>\$ (250,799)</u></u>	<u><u>\$ (156,319)</u></u>

COMMUNITY LIVING OSHAWA/CLARINGTON

DS INTENSIVE GROUP LIVING (9110)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ 321,166	\$ 321,166
Program fees	19,786	19,536
	<u>340,952</u>	<u>340,702</u>
Expenses		
Salaries	208,338	227,009
Benefits	43,331	45,381
Maintenance salaries and benefits	19,064	19,064
Travel	6,715	6,405
Communication	2,446	4,346
Utilities	1,916	53
Staff training	2,400	2,400
Services related to repairs and maintenance	2,264	2,264
Professional/contracted out services	1,538	567
Purchased client services	8,995	6,812
Insurance	792	792
Supplies, equipment related to repairs and maintenance	247	40
IT - supplies and equipment	675	675
Other supplies and equipment	845	845
Allocated administration	22,452	21,575
	<u>322,018</u>	<u>338,228</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	18,934	2,474
Vacation accrual (Note 12)	3,212	4,030
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ 15,722	\$ (1,556)
Due to (from) Ministry	\$ 15,722	\$ (1,556)

COMMUNITY LIVING OSHAWA/CLARINGTON

DS CAREGIVER RESPITE SERVICES (9130)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ <u>148,944</u>	\$ <u>170,796</u>
Expenses		
Individualized funding	<u>149,073</u>	<u>143,293</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u><u>(129)</u></u>	\$ <u><u>27,503</u></u>
Due to Ministry	\$ <u><u>(129)</u></u>	\$ <u><u>27,503</u></u>

COMMUNITY LIVING OSHAWA/CLARINGTON

DS COMMUNITY PARTICIPATION (9131)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2017</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ 2,484,836	\$ 2,431,943
Other	-	(100)
	<u>2,484,836</u>	<u>2,431,843</u>
Expenses		
Salaries	1,360,358	1,497,915
Benefits	301,374	298,820
Maintenance salaries and benefits	142,210	142,210
Travel	5,941	17,585
Communication	13,871	16,133
Rent/lease/mortgage interest	3,798	11,757
Utilities	53,597	43,525
Staff training	10,399	10,359
Services related to repairs and maintenance	16,902	16,902
Professional/contracted out services	1,701	859
Insurance	7,152	7,152
Supplies, equipment related to repairs and maintenance	39,253	46,168
IT - supplies and equipment	2,809	2,809
Other supplies and equipment	20,320	21,004
Individualized funding	248,903	204,433
Allocated administration	153,984	145,010
Expenditure transfer	(20,055)	(20,055)
	<u>2,362,517</u>	<u>2,462,586</u>
Excess of revenue over expenses (expenses over revenue)		
before vacation accrual	122,319	(30,743)
Vacation accrual (Note 12)	<u>(15,560)</u>	<u>(3,247)</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>137,879</u>	\$ <u>(27,496)</u>
Due to (from) Ministry	\$ 129	\$ (27,496)
Retained by organization	<u>137,750</u>	<u>-</u>
	<u>\$ 137,879</u>	<u>\$ (27,496)</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

DS PROFESSIONAL AND SPECIALIZED SERVICES (9132)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ 125,000	\$ -
Expenses		
Salaries	28,080	-
Benefits	5,475	-
Travel	1,200	-
Staff training	2,000	-
Purchased client services - OPR	39,453	-
IT - supplies and equipment	1,400	-
Individualized funding	33,270	-
Allocated administration	5,679	-
	<u>116,557</u>	<u>-</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	8,443	-
Vacation accrual (Note 12)	<u>8,443</u>	<u>-</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u>-</u>	\$ <u>-</u>
Due to (from) Ministry	\$ <u>-</u>	\$ <u>-</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

COMMUNITY LIVING - CHILDREN'S GROUP LIVING (9250)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ 1,946,704	\$ 1,922,146
Fees for programs	150,970	151,320
	<u>2,097,674</u>	<u>2,073,466</u>
Expenses		
Salaries	1,428,104	1,467,759
Benefits	283,800	261,989
Maintenance salaries and benefits	55,808	55,808
Travel	76,489	46,014
Communication	7,713	10,744
Rent/lease/mortgage interest	6,359	6,359
Utilities	21,649	25,190
Staff training	3,179	4,110
Services related to repairs and maintenance	6,632	6,632
Professional/contracted out services	4,596	2,284
Purchased client services	44,545	44,086
Purchased client services - OPR	44,725	18,475
Insurance	3,219	3,219
Supplies, equipment related to repairs and maintenance	15,000	11,487
IT - supplies and equipment	2,000	2,000
Other supplies and equipment	2,563	2,563
Allocated administration	136,344	133,974
	<u>2,142,725</u>	<u>2,102,693</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	(45,051)	(29,227)
Vacation accrual (Note 12)	<u>(1,449)</u>	<u>(3,930)</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>(43,602)</u>	\$ <u>(25,297)</u>
Due to (from) Ministry	\$ <u>(43,602)</u>	\$ <u>(25,297)</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

CHILD ASSOCIATE LIVING (9251)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ 262,630	\$ 240,190
Expenses		
Salaries	92,498	64,070
Benefits	19,103	12,904
Travel	753	866
Communication	426	400
Utilities	348	348
Staff training	1,100	1,100
Insurance	108	108
Supplies, equipment related to repairs and maintenance	150	150
IT - supplies and equipment	500	500
Other supplies and equipment	625	625
Individualized funding	84,077	97,289
Allocated administration	16,584	15,889
	<u>216,272</u>	<u>194,249</u>
Excess of revenue over expenses (expenses over revenue)		
before vacation accrual	46,358	45,941
Vacation accrual (Note 12)	<u>2,756</u>	<u>381</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u>43,602</u>	\$ <u>45,560</u>
Due to Ministry	\$ <u><u>43,602</u></u>	\$ <u><u>45,560</u></u>

COMMUNITY LIVING OSHAWA/CLARINGTON

CHILDREN IN-HOME RESPITE (9254)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ <u>32,621</u>	\$ <u>31,652</u>
Expenses		
Individualized funding	25,089	24,112
Allocated administration	<u>2,076</u>	<u>2,076</u>
	<u>27,165</u>	<u>26,188</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>5,456</u>	\$ <u>5,464</u>
Due to Ministry	\$ <u>5,456</u>	\$ <u>5,464</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

CHILDREN OUT-OF-HOME RESPITE (9255)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ 136,848	\$ 136,848
Program fees	24,615	17,198
	<u>161,463</u>	<u>154,046</u>
Expenses		
Salaries	118,311	116,774
Benefits	21,760	25,406
Communication	-	1,012
Utilities	696	1,954
Professional/contracted out services	160	-
Purchased client services	1,110	2,006
Supplies, equipment related to repairs and maintenance	1,165	1,430
IT - supplies and equipment	111	111
Allocated administration	22,464	21,297
	<u>165,777</u>	<u>169,990</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>(4,314)</u>	\$ <u>(15,944)</u>
Due to (from) Ministry	\$ <u>(4,314)</u>	\$ <u>(15,944)</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

SUPPORT SERVICES - CHILDREN (9259)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ <u>108,408</u>	\$ <u>130,848</u>
Expenses		
Salaries	76,144	87,108
Benefits	14,970	17,371
Maintenance salaries and benefits	3,826	3,826
Travel	2,713	2,438
Utilities	360	360
Staff training	342	342
Services related to repairs and maintenance	455	455
Insurance	204	204
Supplies, equipment related to repairs and maintenance	300	300
IT - supplies and equipment	500	500
Other supplies and equipment	1,986	1,986
Allocated administration	7,416	7,416
	<u>109,216</u>	<u>122,306</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	(808)	8,542
Vacation accrual (Note 12)	<u>334</u>	<u>(1,938)</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>(1,142)</u>	\$ <u>10,480</u>
Due to (from) Ministry	\$ <u>(1,142)</u>	\$ <u>10,480</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

DS TEMPORARY SUPPORTS (9137)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ <u>593,026</u>	\$ <u>447,811</u>
Expenses		
Individualized funding	<u>593,026</u>	<u>447,818</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u> -</u>	\$ <u> (7)</u>
Due to (from) Ministry	\$ <u> -</u>	\$ <u> (7)</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

PARTNER FACILITY RENEWAL (8917)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ <u>402,100</u>	\$ <u>136,399</u>
Expenses		
Capital/repairs and maintenance	<u>72,600</u>	<u>136,399</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u><u>329,500</u></u>	\$ <u><u>-</u></u>
Due to (from) Ministry	\$ -	\$ -
Retained by organization	<u>329,500</u>	<u>-</u>
	\$ <u><u>329,500</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, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ <u>37,000</u>	\$ <u>35,167</u>
Expenses		
Capital/repairs and maintenance	<u>37,000</u>	<u>35,167</u>
	\$ <u>-</u>	\$ <u>-</u>
EXCESS OF REVENUE OVER EXPENSES		
Due to Ministry	\$ <u>-</u>	\$ <u>-</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

CHILDREN OUT-OF-HOME RESPITE INITIATIVE (A510)

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Provincial subsidy	\$ 186,535	\$ 186,535
Program fees	1,230	-
	<u>187,765</u>	<u>186,535</u>
Expenses		
Salaries	145,189	143,250
Benefits	28,022	28,893
Travel	4,004	4,004
Communication	1,141	1,141
Utilities	2,288	2,288
Staff training	1,166	1,166
Professional/contracted out services	543	1,465
Purchased client services	3,680	3,168
Insurance	531	531
Supplies, equipment related to repairs and maintenance	572	-
IT - supplies and equipment	389	389
Other supplies and equipment	240	240
	<u>187,765</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, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Other provincial Subsidy	\$ 248,719	\$ 253,686
Program fees	32,448	32,448
	<u>281,167</u>	<u>286,134</u>
Expenses		
Operating		
Maintenance, salaries, wages and benefits	55,650	55,650
Maintenance materials and services	44,761	26,906
Utilities	30,341	52,530
Administration	22,299	22,299
Insurance	2,100	2,100
	<u>155,151</u>	<u>159,485</u>
Total Operating		
	<u>155,151</u>	<u>159,485</u>
Other		
Mortgage interest	23,290	26,406
Transfer to capital reserve	5,588	5,588
Amortization	97,138	94,655
	<u>126,016</u>	<u>126,649</u>
Total Other		
	<u>126,016</u>	<u>126,649</u>
EXCESS OF REVENUE OVER EXPENSES	\$ -	\$ -
Due to Ministry	\$ -	\$ -

COMMUNITY LIVING OSHAWA/CLARINGTON

DEDICATED SUPPORTIVE HOUSING - SOCIAL HOUSING IMPROVEMENT PROGRAM

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Other provincial subsidy	\$ <u>73,630</u>	\$ <u>-</u>
Expenses		
Capital/repairs and maintenance	<u>57,751</u>	<u>-</u>
	\$ <u>15,879</u>	\$ <u>-</u>
EXCESS OF REVENUE OVER EXPENSES		
Due to Ministry	\$ <u>15,879</u>	\$ <u>-</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

EMPLOYMENT SUPPORTS

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Other Provincial subsidy	\$ <u>183,228</u>	\$ <u>200,405</u>
Expenses		
Salaries	137,860	137,585
Benefits	28,694	27,729
Travel	6,514	3,859
Communication	377	496
Staff training	129	129
Other services	70	10,615
IT - supplies and equipment	717	717
Other supplies and equipment	<u>4,997</u>	<u>1,829</u>
	<u>179,358</u>	<u>182,959</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	3,870	17,446
Vacation accrual (Note 12)	<u>3,870</u>	<u>17,446</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>-</u>	\$ <u>-</u>
Due to Ministry	\$ <u>-</u>	\$ <u>-</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

SPECIAL PROJECTS

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Other	\$ <u>54,813</u>	\$ <u>30,056</u>
Expenses		
Salaries	18,983	25,266
Benefits	609	760
Professional/contracted out services	33,883	-
Travel	152	86
Supplies, equipment related to repairs and maintenance	-	3,944
	<u>53,627</u>	<u>30,056</u>
 EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	 \$ <u>1,186</u>	 \$ <u>-</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

ASSOCIATION ACCOUNTS

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Other Provincial subsidy	\$ 739,746	\$ 664,617
Donations	3,978	39,698
Fund-raising (net)	62,560	21,551
Other	102,082	61,634
Sales	44,072	47,159
	<u>952,438</u>	<u>834,659</u>
Expenses		
Salaries	78,963	63,346
Benefits	15,959	10,818
Supplies, equipment related to repairs and maintenance	83,547	70,148
Other supplies and equipment	22,583	14,090
Individualized funding	665,681	596,800
Expenditure transfer	74,065	67,817
Allocated administration	11,640	11,640
	<u>952,438</u>	<u>834,659</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u>-</u>	\$ <u>-</u>
Retained by organization	\$ <u>-</u>	\$ <u>-</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

CLARINGTON PROJECT

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Donations	\$ 2,297	\$ 1,815
Program fees	23,230	27,425
Fund-raising	67,622	53,073
	<hr/>	<hr/>
	93,149	82,313
	<hr/>	<hr/>
Expenses		
Travel	5,609	4,534
Communication	2,145	917
Supplies, equipment related to repairs and maintenance	9,887	1,679
Other supplies and equipment	13,824	4,691
Miscellaneous	7,930	23,010
Capital/repairs and maintenance	20,604	15,423
Expenditure transfer	20,055	20,055
	<hr/>	<hr/>
	80,054	70,309
	<hr/>	<hr/>
EXCESS OF REVENUE OVER EXPENSES	\$ 13,095	\$ 12,004
	<hr/>	<hr/>

COMMUNITY LIVING OSHAWA/CLARINGTON

ONTARIO TRILLIUM FOUNDATION

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
Revenue		
Grant	\$ <u>-</u>	\$ <u>148,400</u>
Expenses		
Capital/repairs and maintenance	<u>-</u>	<u>148,400</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, 2018**

	<u>2018</u>	<u>2017</u>
Operating activities		
Excess of revenue over expenses (expenses over revenue)	\$ 494,015	\$ 7,549
Charges to income not involving cash:		
Amortization	226,797	216,587
Adjustment due to MCSS review	-	-
Loss (gain) on disposal of capital assets	-	7,877
Change in capital reserve allowance	5,588	391
Net change in non-cash working capital balances related to operations:		
Accounts receivable	169,658	(344,045)
Subsidies receivable	77,818	(46,409)
Prepaid expenses	81,477	(4,150)
Accounts payable and accrued liabilities	383,904	54,324
Due to Ministry of Community and Social Services	15,879	-
Funds held in trust	<u>192</u>	<u>138</u>
	<u>1,455,328</u>	<u>(107,738)</u>
Investing activities		
Proceeds on disposal of capital assets	-	-
Additions to capital assets	<u>(1,037,172)</u>	<u>(150,691)</u>
	<u>(1,037,172)</u>	<u>(150,691)</u>
Financing activities		
Increase (decrease) in loans payable	(39,765)	287
Increase (decrease) in mortgages payable	517,771	(108,608)
Increase (decrease) in deferred contributions related to capital assets	<u>(29,881)</u>	<u>(31,653)</u>
	<u>448,125</u>	<u>(139,974)</u>
Change in cash during the year	866,281	(398,403)
Cash at the beginning of the year	<u>(18,184)</u>	<u>380,219</u>
Cash at the end of the year	\$ <u>848,097</u>	\$ <u>(18,184)</u>
Cash is comprised of:		
Cash	\$ 848,097	\$ 116,816
Bank indebtedness	<u>-</u>	<u>(135,000)</u>
	\$ <u>848,097</u>	\$ <u>(18,184)</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

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, 2018

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 Community and Social Services.

(f) Allocation of Expenses

The organization provides various programs on behalf of the Ministry of Community and Social Services (MCSS). 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, 2018

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, 2018

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, 2018 (\$135,000 at March 31, 2017).

4. Long Term

Mortgages Payable

Property:	630 Annapolis	\$ 84,091
Mortgagor:	Canada Mortgage and Housing Corporation	
Monthly Payment:	\$1,039.23	
Interest Rate:	1.39%	
Maturity Date:	June 1, 2020	
Property:	821 Central Park	91,858
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, 2018

4. Long Term - continued

Property:	380 Holcan	145,903
Mortgagor:	Scotiabank	
Monthly Payment:	\$1,677.43	
Interest Rate:	1.735%	
Maturity Date:	March 1, 2021	
Property:	425 Adelaide	106,457
Mortgagor:	Scotiabank	
Monthly Payment:	\$1,223.93	
Interest Rate:	1.735%	
Maturity Date:	March 1, 2021	
Property:	488 Rossland	155,649
Mortgagor:	TD Canada Trust	
Monthly Payment:	\$2,092.35	
Interest Rate:	6.51%	
Maturity Date:	March 1, 2026	
Property:	844 Bessborough	149,761
Mortgagor:	Scotiabank	
Monthly Payment:	\$1,663.30	
Interest Rate:	1.855%	
Maturity Date:	June 1, 2021	
Property:	209 Killdeer	113,147
Mortgagor:	Scotiabank	
Monthly Payment:	\$1,204.19	
Interest Rate:	2.164%	
Maturity Date:	November 1, 2019	
Property:	6758 Enfield	324,227
Mortgagor:	Royal Bank	
Monthly Payment:	\$1,992.43	
Interest Rate:	4.42%	
Maturity Date:	December 23, 2018	

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

4. Long Term - continued

Property:	1200 Simcoe Street	31,842
Mortgagor:	Royal Bank	
Monthly Payment:	\$529.88	
Interest Rate:	3.41%	
Maturity Date:	September 2, 2018	

Property:	1186 King Street	629,438
Mortgagor:	Royal Bank	
Monthly Payment:	\$3,357.00	
Interest Rate:	3.58%	
Maturity Date:	November 3, 2020	

	<u>1,832,373</u>
Less: Current portion	<u>160,688</u>
	<u>\$ 1,671,685</u>

All mortgages are secured by the respective properties. The Ministry of 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: \$160,688 in 2019, \$219,602 in 2020, \$955,943 in 2021, \$126,787 in 2022 and \$31,767 in 2023. All mortgages are to be refinanced when they mature.

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

4. Long Term - continued

Loans payable

The loans payable below were utilized to purchase various vehicles

Loan payable to:	Royal Bank	\$ 34,901
Monthly Payment:	variable	
Interest Rate:	variable	
Maturity Date:	March 7, 2021	

Loan payable to:	Royal Bank	9,131
Monthly Payment:	\$1,154.14	
Interest Rate:	3.04%	
Maturity Date:	November 12, 2018	

Loan payable to:	Royal Bank	10,254
Monthly Payment:	\$1,154.23	
Interest Rate:	3.04%	
Maturity Date:	December 23, 2018	

		54,286
Less: Current portion		<u>31,421</u>
		<u>\$ 22,865</u>

All loans are secured by the respective vehicles. Principal repayments in the next five years are as follows: \$31,421 in 2019, \$12,476 in 2020 and \$10,389 in 2021.

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>2018</u>	<u>2017</u>
Opening balance	\$ 586,291	\$ 617,944
Less: Amounts amortized to revenue	<u>29,881</u>	<u>31,653</u>
Closing balance	<u>\$ 556,410</u>	<u>\$ 586,291</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

6. Investment in Capital Assets

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

	<u>2018</u>	<u>2017</u>
Capital assets	\$5,154,423	\$ 4,344,048
Less: Amount financed by deferred contributions	(556,410)	(586,291)
Bank credit facility	-	-
Loans payable	(54,286)	(94,051)
Mortgages payable	<u>(1,832,373)</u>	<u>(1,314,602)</u>
	<u>\$ 2,711,354</u>	<u>\$ 2,349,104</u>

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

	<u>2018</u>	<u>2017</u>
Excess of revenue over expenses (expenses over revenue)		
Amortization of deferred contributions	\$ 29,881	\$ 31,653
Gain (loss) on sale	-	(7,877)
Less: Amortization of capital assets	<u>(226,797)</u>	<u>(216,587)</u>
	<u>\$ (196,916)</u>	<u>\$ (192,811)</u>
Net change in investment in capital assets		
Purchase of capital assets	\$ 1,037,172	\$ 150,691
Proceeds on sale	-	-
Addition of new mortgage and loans	(704,400)	(60,000)
Repayment of mortgage and loan principal	<u>226,394</u>	<u>168,321</u>
	<u>\$ 559,166</u>	<u>\$ 259,012</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, 2018 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, 2018

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 Community and Social Services (MCSS) in accordance with the corporation's operating agreements. As at the Auditors' Report date, the fiscal years ending March 31, 2017 have not been reviewed by MCSS, and as a result, future adjustments may be required as a result of this review. Due to the particular requirements of MCSS, 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.

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NOTES TO FINANCIAL STATEMENTS

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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:

2019	\$21,044
2020	\$21,044
2021	\$21,044
2022	\$21,044
2023	\$10,992

These leases expire at various dates between March 2022 and Jun 2023

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

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 Community and Social Services guidelines. Prior to 2015, per the Ministry of 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 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, 2018.

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, 2018

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 Community and Social Services has an encumbrance on specific real properties held in the name of the Association.