

COMMUNITY LIVING OSHAWA/CLARINGTON

FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2022



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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, 2022, 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, 2022, 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, 2022 and 2021, current assets as at March 31, 2022 and 2021, and net assets as at April 1 and March 31 for both the 2022 and 2021 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:

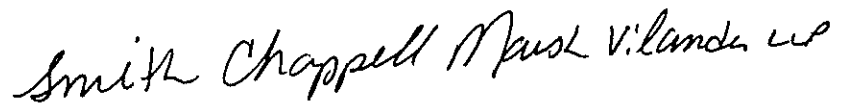
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting 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.

June 28, 2022
Oshawa, Ontario



Chartered Professional Accountants
Licensed Public Accountants

COMMUNITY LIVING OSHAWA/CLARINGTON

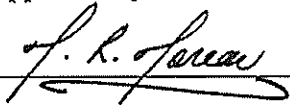
(INCORPORATED WITHOUT SHARE CAPITAL UNDER THE LAWS OF THE PROVINCE OF ONTARIO)

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2022

			<u>2022</u>	<u>2021</u>
<u>ASSETS</u>				
Current				
Cash and cash equivalents		\$	543,388	\$ 1,264,284
Accounts receivable			1,710,727	826,482
Subsidies receivable			17,478	17,188
Prepaid expenses			57,044	55,351
			<u>2,328,637</u>	<u>2,163,305</u>
Capital				
	<u>Cost</u>	<u>Accumulated Amortization</u>		
Land	\$ 1,945,855	\$ -	1,945,855	1,945,855
Buildings	6,467,917	3,955,140	2,512,777	2,645,030
Furniture, equipment and vehicles	2,076,247	1,953,017	123,230	164,306
	<u>\$ 10,490,019</u>	<u>\$ 5,908,157</u>	<u>4,581,862</u>	<u>4,755,191</u>
			\$ <u>6,910,499</u>	\$ <u>6,918,496</u>

Approved by the Board of Directors:



M. R. Moreau, President

COMMUNITY LIVING OSHAWA/CLARINGTON

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

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
<u>LIABILITIES</u>		
Current		
Bank indebtedness (Note 3)	\$ -	\$ -
Accounts payable and accrued liabilities	2,674,558	2,578,782
Due to Ministry of Children, Community and Social Services	73,543	57,868
Funds held in trust	22,319	22,319
Current portion of long term debt	148,214	143,751
	<u>2,918,634</u>	<u>2,802,720</u>
Long Term (Note 4)		
Mortgages payable	1,279,228	1,422,979
Less: current portion shown above	(148,214)	(143,751)
	<u>1,131,014</u>	<u>1,279,228</u>
Deferred contributions related to capital assets (Note 5)	<u>452,141</u>	<u>476,126</u>
Net Assets		
Investment in capital assets (Note 6)	2,850,494	2,856,086
Capital reserve allowance - Dedicated Supportive Housing (Note 9)	57,159	51,571
Unrestricted net assets (deficit)	(498,943)	(547,235)
	<u>2,408,710</u>	<u>2,360,422</u>
	<u>\$ 6,910,499</u>	<u>\$ 6,918,496</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED MARCH 31, 2022

	Investment in Capital <u>Assets</u>	Capital Reserve <u>Allowance</u>	<u>Unrestricted</u>	Total 2022	Total 2021
Opening balance	\$ 2,856,086	\$ 51,571	\$ (547,235)	\$ 2,360,422	\$ 2,265,455
Prior year adjustment due to Ministry review (Note 8)			-	-	(10,074)
Excess of revenue over expenses (expenses over revenue) (Note 6)	(149,343)	-	192,043	42,700	99,453
Net change in investment in capital assets (Note 6)	143,751	-	(143,751)	-	-
Dedicated Supportive Housing funding (Note 9)	-	5,588	-	5,588	5,588
Closing balance	\$ 2,850,494	\$ 57,159	\$ (498,943)	\$ 2,408,710	\$ 2,360,422

COMMUNITY LIVING OSHAWA/CLARINGTON

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Provincial subsidy	\$ 18,277,742	\$ 17,681,905
Fiscal subsidy - COVID related	1,821,118	2,129,225
Other Provincial subsidy	744,329	554,428
Program fees	1,116,019	1,122,690
Trillium	33,498	-
Donations	15,528	15,288
Other revenue	150,360	168,034
Amortization of deferred contributions (Note 5)	23,986	25,311
	<u>22,182,580</u>	<u>21,696,881</u>
Expenses (Schedule A)	<u>22,094,747</u>	<u>21,579,998</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>87,833</u>	\$ <u>116,883</u>
Due to (from) Ministry	\$ 45,133	\$ 17,430
Retained by organization	<u>42,700</u>	<u>99,453</u>
	\$ <u>87,833</u>	\$ <u>116,883</u>

COMMUNITY LIVING OSHAWA/CLARINGTON**SCHEDULE A****EXPENSES****FOR THE YEAR ENDED MARCH 31, 2022**

	<u>2022</u>	<u>2021</u>
Expenses		
Gross salary/benefits	\$ 17,182,384	\$ 16,771,927
Staff training	84,281	56,563
Building occupancy	763,741	768,265
Travel and communication	510,120	480,817
Supplies and equipment	699,055	767,132
Other program/service expenditure	2,596,262	2,522,198
DSH mortgage interest, audit and capital reserve	21,514	22,349
Amortization	173,329	193,984
	<hr/>	<hr/>
Total expenses before vacation accrual	22,030,686	21,583,235
	<hr/>	<hr/>
Vacation accrual (Note 12)	64,061	(3,237)
	<hr/>	<hr/>
TOTAL EXPENSES	\$ <u>22,094,747</u>	\$ <u>21,579,998</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

STATEMENT OF OPERATIONS - MINISTRY SERVICE CONTRACT TOTALS

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Provincial subsidy	\$ 18,277,742	\$ 17,681,905
Fiscal subsidy - COVID related	1,821,118	2,129,225
Program fees	1,083,571	1,090,242
Donations	130	50
Other revenue	94,274	94,274
Amortization of deferred contributions (Note 5)	23,986	25,311
	<u>21,300,821</u>	<u>21,021,007</u>
Expenses		
Gross salary/benefits	16,959,619	16,581,754
Staff training	84,152	56,434
Building occupancy	696,010	729,587
Travel and communication	506,803	469,208
Supplies and equipment	698,338	766,415
Other program/service expenditure	2,252,966	2,308,118
Allocated central administration	(76,750)	(76,750)
Amortization	66,842	89,166
	<u>21,187,980</u>	<u>20,923,932</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	112,841	97,075
Vacation accrual (Note 12)	<u>73,390</u>	<u>(12,002)</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>39,451</u>	\$ <u>109,077</u>
Due to (from) Ministry	\$ 45,043	\$ 17,382
Retained by organization	(5,592)	91,695
	<u>\$ 39,451</u>	<u>\$ 109,077</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

STATEMENT OF OPERATIONS - NON-SERVICE CONTRACT TOTALS

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Other Provincial subsidy	\$ 744,329	\$ 554,428
Program fees	32,448	32,448
Trillium	33,498	-
Donations	15,398	15,238
Other revenue	56,086	73,760
	<u>881,759</u>	<u>675,874</u>
Expenses		
Gross salary/benefits	222,765	190,173
Staff training	129	129
Building occupancy	67,731	38,678
Travel and communication	3,317	11,609
Supplies and equipment	717	717
Other program/service expenditure	343,296	214,080
DSH mortgage interest, audit and capital reserve	21,514	22,349
Amortization	106,487	104,818
Allocated central administration	76,750	76,750
	<u>842,706</u>	<u>659,303</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	39,053	16,571
Vacation accrual (Note 12)	(9,329)	8,765
	<u> </u>	<u> </u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>48,382</u>	\$ <u>7,806</u>
Due to (from) Ministry	\$ 90	\$ 48
Retained by organization	<u>48,292</u>	<u>7,758</u>
	<u>\$ 48,382</u>	<u>\$ 7,806</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

CENTRAL ADMINISTRATION

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Program fees	\$ 30	\$ 40
Donations	130	50
	<hr/>	<hr/>
	160	90
	<hr/>	<hr/>
Expenses		
Gross salary/benefits	929,117	876,428
Staff training	23,456	150
Building occupancy	23,382	56,055
Travel and communication	4,357	7,576
Supplies and equipment	37,258	38,702
Other program/service expenditure	79,922	118,511
Allocated central administration	(1,097,332)	(1,097,332)
	<hr/>	<hr/>
	160	90
	<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, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Other	\$ -	\$ -
Expenses		
Gross salary/benefits	37,135	23,495
Staff training	500	500
Travel and communication	18,015	31,655
Allocated to programs	(55,650)	(55,650)
	<u> -</u>	<u> -</u>
EXCESS OF REVENUE OVER EXPENSES	\$ -	\$ -

COMMUNITY LIVING OSHAWA/CLARINGTON

DSRS ADULTS' COMMUNITY ACCOMMODATION

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Provincial subsidy	\$ 12,190,412	\$ 11,889,345
Program Fees	892,721	907,502
Other	94,274	94,274
Amortization of deferred contributions (Note 5)	23,986	25,311
	<u>13,201,393</u>	<u>12,916,432</u>
Expenses		
Gross salary/benefits	10,098,324	9,394,053
Staff training	43,895	39,483
Building occupancy	451,007	473,379
Travel and communication	428,828	376,081
Supplies and equipment	250,467	485,508
Other program/service expenditure	968,921	1,228,556
Allocated central administration	763,344	763,344
Amortization	66,842	89,166
	<u>13,071,628</u>	<u>12,849,570</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	129,765	66,862
Vacation accrual (Note 12)	<u>135,357</u>	<u>(24,834)</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>(5,592)</u>	\$ <u>91,696</u>
Due to (from) Ministry	\$ -	\$ (212,819)
Retained by organization	<u>(5,592)</u>	<u>91,695</u>
	\$ <u>(5,592)</u>	\$ <u>(121,124)</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

ADULTS' DS COMMUNITY SUPPORT SERVICES

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Provincial subsidy	\$ <u>3,439,111</u>	\$ <u>3,144,341</u>
Expenses		
Gross salary/benefits	1,735,958	1,870,573
Staff training	10,359	10,359
Building occupancy	139,544	122,325
Travel and communication	27,922	27,551
Supplies and equipment	342,592	172,271
Other program/service expenditure	1,114,119	795,462
Allocated central administration	<u>132,576</u>	<u>132,576</u>
	<u>3,503,070</u>	<u>3,131,117</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	(63,959)	13,224
Vacation accrual (Note 12)	<u>(63,959)</u>	<u>13,224</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>-</u>	\$ <u>-</u>
Due to (from) Ministry	\$ -	\$ -
Retained by organization	<u>-</u>	<u>-</u>
	\$ <u>-</u>	\$ <u>-</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

DSRS CHILDREN'S COMMUNITY ACCOMODATION

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Provincial subsidy	\$ 2,151,116	\$ 2,151,116
Program Fees	158,340	158,340
	<u>2,309,456</u>	<u>2,309,456</u>
Expenses		
Gross salary/benefits	1,940,064	1,933,149
Staff training	5,210	5,210
Building occupancy	58,722	64,374
Travel and communication	21,703	17,317
Supplies and equipment	59,587	61,628
Other program/service expenditure	70,793	82,348
Allocated central administration	146,160	146,160
	<u>2,302,239</u>	<u>2,310,186</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	7,217	(730)
Vacation accrual (Note 12)	<u>7,217</u>	<u>(730)</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

CHILDREN'S DS COMMUNITY SUPPORT SERVICES

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Provincial subsidy	\$ 310,568	\$ 310,568
Program fees	32,480	24,360
	<u>343,048</u>	<u>334,928</u>
Expenses		
Gross salary/benefits	269,735	251,851
Staff training	342	342
Building occupancy	19,964	10,063
Travel and communication	1,125	4,158
Supplies and equipment	4,365	4,237
Other program/service expenditure	18,590	29,787
Allocated central administration	34,152	34,152
	<u>348,273</u>	<u>334,590</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	(5,225)	338
Vacation accrual (Note 12)	<u>(5,225)</u>	<u>338</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

RESPITE SERVICES

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Provincial subsidy	\$ <u>186,535</u>	\$ <u>186,535</u>
Expenses		
Gross salary/benefits	173,211	173,211
Staff training	390	390
Building occupancy	3,391	3,391
Travel and communication	4,853	4,870
Supplies and equipment	4,069	4,069
Other program/service expenditure	621	604
	<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

TEMPORARY WAGE ENHANCEMENT

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Fiscal subsidy - Covid related	\$ <u>1,821,118</u>	\$ <u>2,129,225</u>
Expenses		
Gross salary/benefits	1,776,075	2,058,994
Other program/service expenditure	<u>-</u>	<u>52,850</u>
	<u>1,776,075</u>	<u>2,111,844</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	45,043	17,381
Vacation accrual (Note 12)	<u>-</u>	<u>-</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u>45,043</u>	\$ <u>17,381</u>
Due to (from) Ministry	\$ <u>45,043</u>	\$ <u>17,381</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

PARTNER FACILITY RENEWAL CAPITAL

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Provincial subsidy	\$ <u>26,539</u>	\$ <u>-</u>
Expenses		
Building occupancy	<u>26,539</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

DEDICATED SUPPORTIVE HOUSING

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Other provincial Subsidy	\$ 209,713	\$ 208,837
Program fees	32,448	32,448
	<u>242,161</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	22,299	22,299
Insurance	2,100	2,100
	<u>115,269</u>	<u>115,269</u>
Total Operating		
	<u>115,269</u>	<u>115,269</u>
Other		
Mortgage interest	14,727	15,562
Transfer to capital reserve	5,588	5,588
Amortization	106,487	104,818
	<u>126,802</u>	<u>125,968</u>
Total Other		
	<u>126,802</u>	<u>125,968</u>
EXCESS OF REVENUE OVER EXPENSES	\$ 90	\$ 48
	<u>90</u>	<u>48</u>
Due to Ministry	\$ 90	\$ 48
	<u>90</u>	<u>48</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

EMPLOYMENT SUPPORTS

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Other Provincial subsidy	\$ <u>175,487</u>	\$ <u>175,487</u>
Expenses		
Gross salary/benefits	194,122	163,837
Staff training	129	129
Travel and communication	1,145	1,516
Supplies and equipment	717	717
Other program/service expenditures	8,300	523
	<u>204,413</u>	<u>166,722</u>
Excess of revenue over expenses (expenses over revenue) before vacation accrual	(28,926)	8,765
Vacation accrual (Note 12)	<u>(9,329)</u>	<u>8,765</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u><u>(19,597)</u></u>	\$ <u><u>-</u></u>

COMMUNITY LIVING OSHAWA/CLARINGTON

SPECIAL PROJECTS

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Donations	\$ 1,500	\$ 1,700
Other	29,853	26,083
	<u>31,353</u>	<u>27,783</u>
Expenses		
Gross salary/benefits	28,643	21,679
Travel and communication	-	10
Other program/service expenditure	1,502	4,081
	<u>30,145</u>	<u>25,770</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	\$ <u>1,208</u>	\$ <u>2,013</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

ASSOCIATION ACCOUNTS

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Other Provincial subsidy	\$ 332,590	\$ 170,104
Donations	10,598	11,713
Other	26,097	38,714
	<u>369,285</u>	<u>220,531</u>
Expenses		
Gross salary/benefits	-	4,657
Other program/service expenditure	<u>298,511</u>	<u>177,635</u>
	<u>298,511</u>	<u>182,292</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u>70,774</u>	\$ <u>38,239</u>
Retained by organization	\$ <u>70,774</u>	\$ <u>38,239</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

CLARINGTON PROJECT

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Donations	\$ 3,300	\$ 1,825
Other	136	8,963
	<u>3,436</u>	<u>10,788</u>
Expenses		
Building occupancy	3,872	1,358
Travel and communication	2,172	10,083
Other program/service expenditure	1,485	31,841
	<u>7,529</u>	<u>43,282</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u>(4,093)</u>	\$ <u>(32,494)</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

ONTARIO TRILLIUM FOUNDATION

STATEMENT OF REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
Revenue		
Grant	\$ <u>33,498</u>	\$ <u>-</u>
Expenses		
Other program/service expenditure	<u>33,498</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, 2022

	<u>2022</u>	<u>2021</u>
Operating activities		
Excess of revenue over expenses (expenses over revenue)	\$ 42,700	\$ 99,453
Charges to income not involving cash:		
Amortization	173,329	193,984
Adjustment due to MCSS review	-	(10,074)
Change in capital reserve allowance	5,588	5,588
Net change in non-cash working capital balances related to operations:		
Accounts receivable	(884,245)	206,067
Subsidies receivable	(290)	8,914
Prepaid expenses	(1,693)	14,856
Accounts payable and accrued liabilities	95,776	398,578
Due to Ministry of Community and Social Services	15,675	35,633
Funds held in trust	-	395
	<u>(553,160)</u>	<u>953,394</u>
Investing activities		
Additions to capital assets	-	(119,791)
Financing activities		
Increase (decrease) in loans payable	-	(8,711)
Increase (decrease) in mortgages payable	(143,751)	(140,577)
Increase (decrease) in deferred contributions related to capital assets	(23,985)	(25,311)
	<u>(167,736)</u>	<u>(174,599)</u>
Change in cash during the year	(720,896)	659,004
Cash at the beginning of the year	<u>1,264,284</u>	<u>605,280</u>
Cash at the end of the year	\$ <u>543,388</u>	\$ <u>1,264,284</u>
Cash is comprised of:		
Cash	\$ 543,388	\$ 1,264,284
Bank indebtedness	-	-
	\$ <u>543,388</u>	\$ <u>1,264,284</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

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, 2022

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, 2022

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 annually. 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, 2022

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, 2022 (\$nil at March 31, 2021).

4. Long Term

Mortgages Payable

Property:	630 Annapolis	\$ 37,385
Mortgagor:	Canada Mortgage and Housing Corporation	
Monthly Payment:	\$1,021.47	
Interest Rate:	0.69%	
Maturity Date:	May 1, 2025	
Property:	821 Central Park	40,838
Mortgagor:	Canada Mortgage and Housing Corporation	
Monthly Payment:	\$1,115.83	
Interest Rate:	0.69%	
Maturity Date:	May 1, 2025	

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

4. Long Term - continued

Property:	380 Holcan	73,196
Mortgagor:	Peoples Trust Company	
Monthly Payment:	\$1,694.18	
Interest Rate:	2.15%	
Maturity Date:	January 1, 2026	
Property:	425 Adelaide	53,407
Mortgagor:	Peoples Trust Company	
Monthly Payment:	\$1,236.16	
Interest Rate:	2.15%	
Maturity Date:	January 1, 2026	
Property:	488 Rossland	86,951
Mortgagor:	TD Canada Trust	
Monthly Payment:	\$2,092.35	
Interest Rate:	6.51%	
Maturity Date:	March 1, 2026	
Property:	844 Bessborough	79,148
Mortgagor:	Scotiabank	
Monthly Payment:	\$1,753.48	
Interest Rate:	4.05%	
Maturity Date:	May 1, 2026	
Property:	209 Killdeer	63,117
Mortgagor:	Scotiabank	
Monthly Payment:	\$1,210.21	
Interest Rate:	2.31%	
Maturity Date:	November 1, 2024	
Property:	6758 Enfield	282,457
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, 2022

4. Long Term - continued

Property:	1200 Simcoe Street	9,470
Mortgagor:	Royal Bank	
Monthly Payment:	\$545.44	
Interest Rate:	4.58%	
Maturity Date:	September 2, 2023	
Property:	1186 King Street	553,259
Mortgagor:	Royal Bank	
Monthly Payment:	\$3,329.20	
Interest Rate:	3.51%	
Maturity Date:	November 3, 2030	
		<hr/>
		1,279,228
Less: Current portion		<hr/>
		148,214
		<hr/>
		<u>\$ 1,131,014</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: \$148,214 in 2023, \$408,354 in 2024, \$161,070 in 2025, \$94,521 in 2026 and \$25,845 in 2027. All mortgages are to be refinanced when they mature.

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

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>2022</u>	<u>2021</u>
Opening balance	\$ 476,126	\$ 501,437
Less: Amounts amortized to revenue	<u>23,985</u>	<u>25,311</u>
Closing balance	<u>\$ 452,141</u>	<u>\$ 476,126</u>

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

6. Investment in Capital Assets

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

	<u>2022</u>	<u>2021</u>
Capital assets	\$4,581,862	\$ 4,755,191
Less: Amount financed by deferred contributions	(452,140)	(476,126)
Mortgages payable	<u>(1,279,228)</u>	<u>(1,422,979)</u>
	<u>\$ 2,850,494</u>	<u>\$ 2,856,086</u>

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

	<u>2022</u>	<u>2021</u>
Excess of revenue over expenses (expenses over revenue)		
Amortization of deferred contributions	\$ 23,986	\$ 25,311
Less: Amortization of capital assets	<u>(173,329)</u>	<u>(193,984)</u>
	<u>\$ (149,343)</u>	<u>\$ (168,673)</u>
Net change in investment in capital assets		
Purchase of capital assets	\$ -	\$ 119,791
Repayment of mortgage and loan principal	<u>143,751</u>	<u>149,288</u>
	<u>\$ 143,751</u>	<u>\$ 269,079</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, 2022 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, 2022

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 year ending March 31, 2022 has 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, 2022

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:

2023	\$216,016
2024	\$180,593
2025	\$102,983
2026	\$ 39,214
2027	\$ 4,644

These leases expire at various dates between March 2022 and July 2026.

COMMUNITY LIVING OSHAWA/CLARINGTON

NOTES TO FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

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, 2022.

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, 2022

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

On March 11, 2022, the organization was advised that the adult residence at Wilson Road will be expropriated by the Ministry of Transportation in 2023. Steps are being taken to work with the City of Oshawa, Region of Durham and Ministry of Children, Community and Social Services to begin the planning for the replacement of this location.

16. Impact of COVID-19

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 June 28, 2022, 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.

17. Comparative Figures

Certain comparative figures have been reclassified to conform with the current's presentation.