

**COMMUNITY LIVING BELLEVILLE AND AREA
FINANCIAL STATEMENTS
AS AT MARCH 31, 2022**

**COMMUNITY LIVING BELLEVILLE AND AREA
TABLE OF CONTENTS
AS AT MARCH 31, 2022**

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1-3
FINANCIAL STATEMENTS	
Statement of Financial Position	4 - 5
Statement of Net Assets	6
Statement of Operations	7
Statement of Cash Flows	8
Notes to Financial Statements	9-18
Schedule I - Schedule to the Statement of Operations - Community Living Belleville and Area	19
Schedule II - Schedule to the Statement of Operations - Community Living Belleville and Area (Dedicated Supportive Housing)	20

INDEPENDENT AUDITOR'S REPORT

To the Board of Governors of
Community Living Belleville and Area

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of Community Living Belleville and Area (the Organization), which comprise the statement of financial position as at March 31, 2022 and the statements of net assets, operations and cash flows for the year then ended, and notes to the financial statements including a summary of significant accounting policies.

In our opinion, 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 its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many charitable organizations, the Organization derives revenue from donations, the completeness of which is not susceptible of 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, as at and for the years ended March 31, 2022 and March 30, 2021, any adjustments might be necessary to donations revenue, excess of revenues over expenditures, assets and fund balances.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion

Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention to Note 2 to the financial statements, which describes the basis of accounting for the Dedicated Supportive Housing operations. The financial statement figures are prepared to assist Community Living Belleville and Area (Dedicated Supportive Housing) to comply with the financial reporting guidelines prescribed by the Ministry of Community & Social Services for Non-Profit Housing Corporations. As a result, the financial statement figures for Community Living Belleville and Area (Dedicated Supportive Housing) may not be suitable for another purpose. Our report regarding the operations of Community Living Belleville and Area (Dedicated Supportive Housing) is intended solely for the members of Community Living Belleville and Area (Dedicated Supportive Housing) and should not be distributed to or used by parties other than the members of Community Living Belleville and Area (Dedicated Supportive Housing) or Ministry of Community & Social Services.

INDEPENDENT AUDITOR'S REPORT

PAGE 2

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 these 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.

INDEPENDENT AUDITOR'S REPORT
PAGE 3

Auditor's Responsibilities for the Audit of the Financial Statements - (Cont'd)

- 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.

Wilkinson & Company LLP

TRENTON, Canada
June 22, 2022

Chartered Professional Accountants
Licensed Public Accountants

**COMMUNITY LIVING BELLEVILLE AND AREA
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2022**

	Community Living Belleville and Area	Community Living Belleville and Area (Dedicated Supportive Housing)	Total 2022	Total 2021
	\$	\$	\$	\$
ASSETS				
CURRENT				
Cash	1,301,581	-	1,301,581	1,216,758
Accounts receivable	136,747	20,701	157,448	194,252
Prepaid expenses and deposits	2,974	650	3,624	11,782
	<u>1,441,302</u>	<u>21,351</u>	<u>1,462,653</u>	<u>1,422,792</u>
RESTRICTED				
Capital Reserve Fund - Note 10	-	80,763	80,763	163,356
TANGIBLE CAPITAL				
ASSETS - Note 3	5,138,626	446,078	5,584,704	6,025,592
Trust Funds for People Supported - Note 4	636,253	-	636,253	605,077
	<u>5,774,879</u>	<u>446,078</u>	<u>6,220,957</u>	<u>6,630,669</u>
	<u>7,216,181</u>	<u>548,192</u>	<u>7,764,373</u>	<u>8,216,817</u>

APPROVED ON BEHALF OF THE BOARD OF GOVERNORS

_____ President

_____ Secretary-Treasurer

The accompanying notes form an integral part of these financial statements

**COMMUNITY LIVING BELLEVILLE AND AREA
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2022**

	Community Living Belleville and Area	Community Living Belleville and Area (Dedicated Supportive Housing)	Total 2022	Total 2021
	\$	\$	\$	\$
LIABILITIES				
CURRENT				
Accounts payable and accrued liabilities	170,393	13,718	184,111	346,409
Accrued wages and benefits	958,953	-	958,953	992,440
Deferred revenue	267,847	-	267,847	145,400
Payable to MCCSS - Note 12	575,875	526	576,401	481,811
Current portion of long-term debt	-	205,817	205,817	95,225
	<u>1,973,068</u>	<u>220,061</u>	<u>2,193,129</u>	<u>2,061,285</u>
DEFERRED CAPITAL CONTRIBUTIONS - Note 7	<u>1,778,038</u>	<u>-</u>	<u>1,778,038</u>	<u>1,927,543</u>
LONG-TERM DEBT				
Long-term debt - Note 5	-	448,407	448,407	544,530
Less: Current portion included above	-	205,817	205,817	95,225
	<u>-</u>	<u>242,590</u>	<u>242,590</u>	<u>449,305</u>
Trust Funds for People Supported - Note 4	636,253	-	636,253	605,077
	<u>4,387,359</u>	<u>462,651</u>	<u>4,850,010</u>	<u>5,043,210</u>
NET ASSETS				
Investment in tangible capital assets - Note 8	3,360,588	-	3,360,588	3,555,848
Capital Reserve Fund - Note 10	-	80,763	80,763	163,356
Unrestricted	(531,766)	4,778	(526,988)	(545,597)
	<u>2,828,822</u>	<u>85,541</u>	<u>2,914,363</u>	<u>3,173,607</u>
	<u>7,216,181</u>	<u>548,192</u>	<u>7,764,373</u>	<u>8,216,817</u>

The accompanying notes form an integral part of these financial statements

**COMMUNITY LIVING BELLEVILLE AND AREA
STATEMENT OF NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2022**

COMMUNITY LIVING BELLEVILLE AND AREA

	Investment in Tangible Capital Assets \$ (Note 8)	Unrestricted \$	Total 2022 \$	Total 2021 \$
BALANCE - BEGINNING OF YEAR	3,555,848	(550,375)	3,005,473	2,897,888
EXCESS OF REVENUES OVER EXPENDITURES (EXPENDITURES OVER REVENUE)	(430,588)	253,937	(176,651)	107,585
NET CHANGE IN INVESTMENT TANGIBLE CAPITAL ASSETS	235,328	(235,328)	-	-
BALANCE - END OF YEAR	3,360,588	(531,766)	2,828,822	3,005,473

**COMMUNITY LIVING BELLEVILLE AND AREA
(DEDICATED SUPPORTIVE HOUSING)**

	2022 \$	2021 \$
NET ASSETS - BEGINNING OF THE YEAR	4,778	4,778
EXCESS OF REVENUE OVER EXPENDITURES(EXPENDITURES OVER REVENUE)	-	-
NET ASSETS - END OF YEAR	4,778	4,778

The accompanying notes form an integral part of these financial statements

**COMMUNITY LIVING BELLEVILLE AND AREA
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2022**

	Community Living Belleville and Area	Community Living Belleville and Area (Dedicated Supportive Housing)	Total 2022	Total 2021
	\$	\$	\$	\$
REVENUE				
Ministry of Children, Community & Social Services				
Community homes allocation	12,966,166	-	12,966,166	12,670,781
Ontario Disability Support Program	1,177,530	-	1,177,530	1,136,711
Government subsidies	-	173,180	173,180	173,290
Incontinence grants	23,843	-	23,843	25,298
Other grants	823,424	-	823,424	988,215
Ministry of Health	208,981	-	208,981	208,381
Fees for service	180,920	-	180,920	223,153
GST/HST rebates	104,806	-	104,806	121,543
Gain (loss) on sale of assets	(259,630)	-	(259,630)	234
Miscellaneous income	30,040	3	30,043	57,273
Rental income	-	69,144	69,144	69,144
United Way grant	34,650	-	34,650	27,800
Amortization of deferred revenue related to tangible capital assets	149,505	-	149,505	141,375
	15,440,235	242,327	15,682,562	15,843,198
EXPENSES				
Community Living Belleville & Area (Dedicated Supportive Housing)				
- Schedule I & II	15,616,886	242,327	15,859,213	15,735,613
EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) FOR YEAR				
	(176,651)	-	(176,651)	107,585

The accompanying notes form an integral part of these financial statements

**COMMUNITY LIVING BELLEVILLE AND AREA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2022**

	Community Living Belleville and Area \$	Community Living Belleville and Area (Dedicated Supportive Housing) \$	Total 2022 \$	Total 2021 \$
OPERATING ACTIVITIES				
Excess of revenue over expenditures (expenditures over revenue) for year	(176,651)	-	(176,651)	107,585
Adjustment for items which do not affect cash -				
Amortization of tangible capital assets	320,463	96,123	416,586	432,492
(Gain) loss on the sale of assets	259,630	-	259,630	(234)
Net change in non-cash working capital				
Accounts receivable	36,919	-	36,919	(19,508)
Prepaid expenses and deposits	8,158	-	8,158	44,748
Accounts payable and accrued liabilities	(162,533)	(898)	(163,431)	98,551
Accrued wages and benefits	(33,487)	-	(33,487)	(42,366)
Deferred revenue	122,447	-	122,447	81,547
Payable to MCCSS	94,710	-	94,710	257,808
CASH FLOWS PROVIDED FROM OPERATING ACTIVITIES	469,656	95,225	564,881	960,623
INVESTING ACTIVITIES				
Purchase of tangible capital assets	(235,328)	-	(235,328)	(369,891)
Proceeds on sale of property, plant and equipment	-	-	-	1,150
CASH FLOWS USED IN INVESTING ACTIVITIES	(235,328)	-	(235,328)	(368,741)
FINANCING ACTIVITIES				
Repayment of long-term debt	-	(95,225)	(95,225)	(94,283)
Deferred capital contributions	(149,505)	-	(149,505)	(83,275)
CASH FLOWS USED IN FINANCING ACTIVITIES	(149,505)	(95,225)	(244,730)	(177,558)
INCREASE IN CASH AND CASH EQUIVALENTS FOR YEAR	84,823	-	84,823	414,324
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	1,216,758	-	1,216,758	802,434
CASH AND CASH EQUIVALENTS - END OF YEAR	1,301,581	-	1,301,581	1,216,758

The accompanying notes form an integral part of these financial statements

**COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022**

1. ORGANIZATION

Community Living Belleville and Area

Community Living Belleville and Area exists to provide quality supports to people with intellectual disabilities and to facilitate their full inclusion in community life. Community Living Belleville and Area is also mandated to educate the larger community and to advocate wherever necessary on behalf of people with intellectual disabilities and their families.

Community Living Belleville and Area (Dedicated Supportive Housing)

The objectives of the corporation are:

- a) To provide and operate housing accommodation with or without any public space, recreational facilities, and commercial space or buildings appropriate thereto and primarily for persons with emotional, intellectual or developmental disabilities.
- b) To provide necessary and ancillary facilities, services and programs to meet the needs of people in accordance with federal and provincial legislation and funding programs.
- c) To provide necessary and ancillary facilities, services and programs to meet the related needs of people with emotional, intellectual or developmental disabilities.

2. ACCOUNTING POLICIES

Outlined below are those accounting policies adopted by the organization considered to be particularly significant:

(a) Basis of Accounting

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations.

(b) Revenue Recognition

Community Living Belleville and Area

The organization follows the deferral method of accounting for contributions which consist mainly of government grants.

Under various Province of Ontario Acts and Regulations thereto, the organization is funded primarily in accordance with budget arrangements established by the Ministry of Children, Community and Social Services (MCCSS). Operating grants are recorded as revenue in the period to which they relate unless they pertain to capital assets. Grants approved but not received at the end of an accounting period are accrued. Where a portion of a grant relates to a future period, it is deferred and recognized in that subsequent period.

**COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022**

2. ACCOUNTING POLICIES - (Cont'd)

(b) Revenue Recognition - (Cont'd)

Community Living Belleville and Area (Dedicated Supportive Housing)

Rental revenues and federal and provincial government subsidies are recorded in the year earned. Contributions for capital reserve are recognized as revenue in the Capital Reserve Fund as received.

(c) Accounting Estimates

Community Living Belleville and Area and Community Living Belleville and Area (Dedicated Supportive Housing)

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(d) Tangible Capital Assets and Amortization

Community Living Belleville and Area

Tangible capital assets are stated at acquisition cost. Gains or losses on the disposal of individual assets are recognized in earnings in the year of disposal. Amortization of tangible capital assets, which is based on estimated useful life, is calculated on the following bases and at the rates set out below:

Asset	Basis	Rate
Buildings	Declining balance	2.5%
Furnishing and equipment	Declining balance	10-20%
Computer equipment	Declining balance	30%
Sewage systems	Declining balance	2.5%
Vehicles	Declining balance	30%
Leasehold improvements	Declining balance	20%
Solar panels	Declining balance	30%

Tangible capital assets, including deferred expenses, are carried at cost.

**COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022**

2. ACCOUNTING POLICIES - (Cont'd)

(d) Tangible Capital Assets and Amortization - (Cont'd)

Community Living Belleville and Area (Dedicated Supportive Housing)

Major renewals, maintenance, and repairs are paid for from the corporation's operating revenues and are expensed against operations as incurred. Expenditures approved by the MCCSS are paid for out of the Capital Reserve Fund.

Amortization of tangible capital assets is provided on the sinking fund basis whereby amortization claimed in the financial statements is equal to the principal paid on the mortgage during the year.

Although this capitalization and amortization policy is not in accordance with Canadian generally accepted accounting principles, it is in accordance with the MCCSS directives and is considered appropriate for federal and provincial Non-Profit Housing Corporations.

(e) Government Financial Assistance

Community Living Belleville and Area

The various programs are eligible for operating subsidies from MCCSS. The Province of Ontario employs a cost recovery system for the funding of these programs. Under the system, the organization claims the amount relating to net allowable operating costs.

While these claims for operating costs are recorded as income in the current year, the reimbursement for the costs is dependent ultimately upon their acceptance by MCCSS.

(f) Financial Instruments

(i) Measurement of Financial Instruments

The Organization subsequently measures all its financial assets and financial liabilities at amortized cost except for equities quoted in an active market, which are subsequently measured at fair value. Changes in fair value are recognized in income.

Financial assets measured at amortized cost include accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, accrued wages and benefits, payable to MCCSS and long-term debt.

(ii) Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a write-down is recorded in net income. When events occurring after the impairment confirm that a reversal is necessary, the reversal is recognized in net income up to the impairment amount previously recognized.

**COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022**

2. ACCOUNTING POLICIES - (Cont'd)

(g) Deferred Capital Contributions

Community Living Belleville and Area

Grants, donations and other revenues received relating to the purchase of tangible capital assets are deferred and amortized over future periods. The amortization period is based on the period used to amortize the corresponding capital assets.

(h) Income Taxes

Community Living Belleville and Area

Community Living Belleville and Area qualifies as a charitable organization as defined in the Federal and Ontario Income Tax Acts and, accordingly is not subject to federal and provincial income taxes.

Community Living Belleville and Area (Dedicated Supportive Housing)

The corporation qualifies for tax exempt status under the Income Tax Act of Canada as a non-profit organization. No provision for income taxes is recorded in the accounts.

(i) Trust Funds for People Supported

Investments are recorded at fair market value at the date of the balance sheet and the corresponding unrealized gains/losses are recorded in the statement of operations for the year.

(j) Capital Reserve Fund

Community Living Belleville and Area (Dedicated Supportive Housing)

A reserve for future capital replacement is appropriated annually from operations. The MCCSS provides annual funding of amounts to the corporation's Capital Reserve Fund. Approved expenditures paid from the Capital Reserve Fund are accordingly neither capitalized nor reflected as operating expenditures.

Community Living Belleville and Area (Dedicated Supportive Housing)

Although this accounting practice is not in accordance with Canadian generally accepted accounting principles, it is in accordance with the MCCSS directives and is considered appropriate accounting procedures for federal and provincial Non-Profit Housing Corporations.

(k) Cash and Equivalents

Community Living Belleville and Area and Community Living Belleville and Area (Dedicated Supportive Housing)

Cash and equivalents consist of cash on deposit.

**COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022**

3. TANGIBLE CAPITAL ASSETS

Community Living Belleville and Area

	2022		2021	
	Cost \$	Accumulated amortization \$	Cost \$	Accumulated amortization \$
Land and improvements	858,142	-	890,110	-
Buildings	5,184,925	1,534,810	5,433,391	1,565,297
Furnishings and equipment	1,248,142	989,812	1,268,710	1,005,228
Computer equipment	413,129	381,015	390,381	367,252
Sewage systems	21,596	9,532	21,596	9,223
Vehicles	1,424,487	1,227,434	1,396,955	1,142,985
Leasehold improvements	661,719	532,444	614,947	444,904
Solar panels	110,775	109,242	110,775	108,585
	9,922,915	4,784,289	10,126,865	4,643,474
Cost less accumulated amortization	\$ 5,138,626		\$ 5,483,391	

During the year, Community Living Belleville and Area disposed of certain real estate for proceeds of \$2. The process to dispose of the property was guided by the Ministry of Children, Community and Social Services including the proceeds to be received. The carrying value of the asset was \$259,632 resulting in a loss on sale of \$259,630.

Community Living Belleville and Area (Dedicated Supportive Housing)

	2022		2021	
	Cost \$	Accumulated amortization \$	Cost \$	Accumulated amortization \$
Buildings	1,352,258	1,289,724	1,352,258	1,212,746
Land and improvements	380,864	17,456	380,864	16,422
Development costs	280,521	263,381	280,521	247,695
Laundry equipment	9,459	8,952	9,459	8,419
Stoves and fridges	12,636	12,190	12,636	11,462
Furnishings and equipment	21,685	19,642	21,685	18,478
	2,057,423	1,611,345	2,057,423	1,515,222
Cost less accumulated amortization	446,078		542,201	

**COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022**

4. TRUST FUNDS FOR PEOPLE SUPPORTED

A portion of the trust funds held for people supported are held in investments. Investments in bonds, equities, mutual funds and investment trusts are recorded at fair market value as at the balance sheet date. The market value of investments as at March 31, 2022 and as at March 31, 2021 are as follows:

	2022 Market Value \$	2021 Market Value \$
Bonds and GIC - interest at prime - 2.40% maturing September 2022	87,750	105,630
Equities	103,796	71,326
Investment Trusts	9,072	6,238

5. LONG-TERM DEBT

Community Living Belleville and Area (Dedicated Supportive Housing)

	2022 \$	2021 \$
0.74% Mortgage payable to Canada Mortgage & Housing Corp., repayable in blended monthly payments of \$3,256 to October 2025 and secured by a charge against three properties located on Hwy #62, Hwy #2 and Scuttlehole Road in Thurlow Ward of the City of Belleville, Hastings County	134,936	172,854
2.70% Mortgage payable to Peoples Trust Company, repayable in blended monthly payments of \$3,273 to March 2025 and secured by a charge against three properties located on Hwy #2, Mitchell Side Road, and Beatty Side Road in Thurlow Ward of the City of Belleville, Hastings County	180,702	214,628
1.84% Mortgage payable to Canada Mortgage and Housing Corporation, repayable in blended monthly payments of \$2,246 to September 2022 and secured by a charge against two properties located on Hwy #62 and Foxton Road in Thurlow Ward of the City of Belleville, Hastings County	132,769	157,048
	448,407	544,530
Less: Current portion	205,817	95,225
	242,590	449,305

**COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022**

5. LONG-TERM DEBT - (Cont'd)

Principal payments due within the next five years are as follows:

	\$
2023	205,817
2024	74,277
2025	148,826
2026	19,487

6. ECONOMIC DEPENDENCE

The organization relies on the Government of Ontario for substantially all of its income, and accordingly, is economically dependent for the continuation of its operation on funding from this source.

7. DEFERRED CAPITAL CONTRIBUTIONS

Community Living Belleville and Area

Deferred capital contributions represent the unamortized amount of donations and grants for the purchase of tangible capital assets. The amortization of capital contributions is recorded as revenue in the statement of operations at the same rate as amortization is recorded on the related tangible capital assets.

As at March 31, 2022, deferred revenue relating to tangible capital assets is comprised of the following:

	2022 \$	2021 \$
Beginning of year	1,927,543	2,010,818
Add amounts related to the following source		
Partner Facility Renewal funding	-	58,100
	1,927,543	2,068,918
Deduct amount recognized as revenue in year	(149,505)	(141,375)
End of year	1,778,038	1,927,543

**COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022**

8. INVESTMENT IN TANGIBLE CAPITAL ASSETS

Community Living Belleville and Area

(a) Investment in tangible capital assets at March 31, 2022 represents the following:

	2022	2021
	\$	\$
Tangible capital assets, at cost	9,922,915	10,126,865
Accumulated amortization of tangible capital assets	(4,784,289)	(4,643,474)
Deferred revenue relating to tangible capital assets	(1,778,038)	(1,927,543)
	3,360,588	3,555,848

(b) Change in investment in tangible capital assets is calculated as follows:

	2022	2021
	\$	\$
Amortization of deferred contributions related to tangible capital assets	149,505	141,375
Less amortization of tangible capital assets	(320,463)	(338,209)
Plus gain (loss) on disposal of tangible capital assets	(259,630)	234
	(430,588)	(196,600)

(c) Net change in investment in tangible capital assets:

	2022	2021
	\$	\$
Purchase of tangible capital assets	235,328	369,891
Amounts funded by:		
Proceeds from disposal of tangible capital assets	-	(1,150)
Donations and funding included in deferred capital contributions	-	(58,100)
	235,328	310,641

**COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022**

9. CAPITAL DISCLOSURES

Community Living Belleville and Area and Community Living Belleville and Area (Dedicated Supportive Housing)

The organizations' objectives with respect to capital management are to maintain a minimum capital base that allows the organizations to continue with and execute its overall purpose as outlined in Note 1. The organizations' Board of Governors perform periodic reviews of the organizations' capital needs to ensure they remain consistent with the risk tolerance that is acceptable to the organizations.

10. CAPITAL RESERVE FUND

Community Living Belleville and Area (Dedicated Supportive Housing)

The MCCSS funds future capital expenditures through a Capital Reserve Fund. During the year, additions to the fund included a \$9,301 (2021 - \$9,301) subsidy from the Ministry. Interest of \$964 was received on invested funds during the year (2021 - \$328) and \$92,858 was spent on authorized expenditures (2021 - \$Nil).

Community Living Belleville and Area (Dedicated Supportive Housing)

Approved transactions in this fund during the year were:

	2022	2021
	\$	\$
Balance - Beginning of the year	163,356	148,534
Less: Authorized expenditures	92,858	-
	70,498	148,534
Plus: Replacement Reserve Allowance	9,301	9,301
Transfer from operating surplus	-	5,193
Interest earned	964	328
	80,763	163,356
Balance - End of year	80,763	163,356

**COMMUNITY LIVING BELLEVILLE AND AREA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022**

11. INSURANCE COVERAGE

Community Living Belleville and Area (Dedicated Supportive Housing)

The MCCSS requires the nature and extent of insurance coverage to be disclosed. The insurance coverage is as follows:

Class of insurance	2022 \$
General liability	10,000,000
Errors and omissions	10,000,000
Automobile	15,000,000
Directors and officers liability	10,000,000
Crime	50,000
Board member's accident	100,000
Legal expense	50,000
Property	16,773,700
Data processing system and equipment	65,000
Equipment breakdown	16,183,700

12. ANNUAL RECONCILIATION REPORT

Community Living Belleville and Area must prepare a report to the Ministry of Children, Community and Social Services called an Annual Reconciliation Report (ARR) using rules that do not comply with Canadian generally accepted accounting principles (GAAP). The ARR reconciles funding advanced to the organizations with actual expenditures in the year. For the year ended March 31, 2022, the ARR has a \$14,507 surplus. There is a repayable amount of \$84,146 for the Temporary Wage Enhancement for 2022. The surplus from the 2021 fiscal year of \$477,222 remains outstanding and is included in the total payable of \$575,875. The differences in the balances between the GAAP statements and the ARR include payments for tangible capital assets, accrued vacation payable and long-term debt that are not permitted to be expensed according to GAAP.

13. IMPLICATIONS OF COVID-19

The coronavirus disease COVID-19 developed rapidly in 2020 having a considerable impact both globally and locally. As a result, measures were taken by various governments to contain the virus, including restrictions impacting the operations of non-essential businesses. As an essential service provider, the Organization continued to provide services during the year. The Organization received additional funding due to the pandemic. During the year, the Organization received \$880,774 as part of the Temporary Wage Enhancement (TWE). All of the COVID-19 funding received has been recognized as revenue with the exception of \$84,146 which has been set up as a payable to MCCSS.

Subsequent to year-end, the Organization has been able to meet all cashflow obligations as they come due and are able to finance ongoing operations. Management does not anticipate any significant changes financially or operationally at this time.

SCHEDULE I

COMMUNITY LIVING BELLEVILLE AND AREA
SCHEDULE TO THE STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2022

	2022			2021				
	Salaries and Benefits \$	General \$	Recoveries \$	Total \$	Salaries and Benefits \$	General \$	Recoveries \$	Total \$
Administration	1,110,371	484,107	(34,480)	1,559,998	1,171,474	508,877	(34,828)	1,645,523
Amortization of tangible capital assets	-	320,463	-	320,463	-	338,209	-	338,209
Board expenses	-	1,925	-	1,925	-	412	-	412
Building and property	-	132,568	(3,483)	129,085	-	117,859	-	117,859
Transition to A Home of Our Own	55,356	27,666	-	83,022	68,289	23,579	(690)	91,178
Community Development and Outreach	7,193	-	-	7,193	10,055	-	-	10,055
Transitioning People to Competitive	-	-	-	-	-	-	-	-
Community Participation Supports	213,989	19,706	(36,073)	197,622	206,724	18,667	(16,432)	208,959
Training	4,488	37,475	(1,550)	40,413	3,847	41,238	-	45,085
Associate Family	1,391,397	1,023,910	(75,586)	2,339,721	1,460,389	1,048,841	(51,950)	2,457,280
600 - 2 Janlyn Cr (Out-of-Home Respite)	170,749	1,754,253	(135,725)	1,789,277	132,197	1,690,476	(126,621)	1,696,052
605 - 191 Haig Rd (Families First)	143,098	69,019	(5,963)	206,154	98,673	48,582	-	147,255
620 - Adult Respite	29,364	20,485	(19,355)	30,494	33,450	35,670	(45,976)	23,144
810 - 128 Birch St	51,621	19,663	(74,729)	(3,445)	21,436	31,998	(55,265)	(1,831)
815 - 9223 Hwy #62 (Gordon)	466,609	49,784	(14,604)	501,789	470,940	47,803	(6,270)	512,473
820 - 4866 Hwy #2 (Allan)	638,768	76,861	(6,195)	709,434	621,769	58,042	(998)	678,813
825 - 8542 Hwy #62 (Velleman)	643,251	55,699	(2,675)	696,275	616,525	50,782	(1,073)	666,234
830 - 575 Scuttlehole Rd (Hambly)	617,873	64,550	(7,385)	672,103	641,096	68,874	(10,709)	699,261
835 - 695 Mitchell Rd (Lavery)	619,642	60,333	(10,320)	672,590	617,504	62,848	(11,429)	668,923
840 - 5103 Hwy #2 (Leuty)	660,507	49,008	(4,680)	704,835	639,191	48,889	(4,994)	683,086
845 - 393 Beatty Rd (Woods)	824,424	53,225	(7,181)	870,468	808,060	49,576	(10,568)	847,068
850 - 212 Foxton Rd (Vader)	648,345	60,171	(7,108)	701,408	626,667	50,921	(5,418)	672,170
855 - 353 Harrington Rd (Acton)	593,344	48,266	(4,203)	637,407	600,978	53,258	(9,594)	644,642
860 - 661 Mitchell Rd (Nelles)	713,730	67,819	(17,391)	764,158	737,959	67,715	(11,297)	794,377
865 - 1301 Airport Pkwy (Belanger)	-	16,093	(15,378)	715	-	21,217	(19,081)	2,136
870 - 630 Casey Rd (Carr)	557,175	73,880	(4,981)	626,074	565,975	67,550	(1,460)	632,065
875 - 97 Sills Rd (Knudsen)	704,964	82,705	(8,447)	779,222	688,389	66,751	(659)	754,481
880 - 70 Finch Dr (Finch)	665,607	67,535	(1,122)	732,020	659,243	64,796	(2,128)	721,911
885 - 310 Dundas St. W	507,499	42,762	(4,617)	545,644	493,505	43,129	(3,439)	533,195
890 - 54 Tracey St	401,852	51,806	-	453,658	419,282	51,962	(1,708)	469,536
895 - 96 Donald Street	458,889	46,017	(3,383)	501,523	482,279	38,861	(1,007)	520,133
	635,337	57,737	(7,712)	685,362	631,359	52,730	(13,314)	670,775
	12,144,045	3,911,581	(438,740)	15,616,886	12,066,866	3,821,271	(394,958)	15,493,179

**COMMUNITY LIVING BELLEVILLE AND AREA (DEDICATED SUPPORTIVE HOUSING)
SCHEDULE TO THE STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2022**

	2022	2021
	\$	\$
Administrative Overhead:		
Professional fees	4,475	4,350
Amortization	96,123	94,283
Capital Reserve Fund allowance	9,301	14,494
HST expense	4,810	4,484
Materials and services:		
Building	180	3,837
Electrical systems	821	4,767
Equipment	1,168	1,471
Grounds	34,765	27,180
Heating and plumbing	5,166	7,276
Security	6,016	6,278
Mortgage interest	9,292	11,242
Utilities:		
Electricity	26,306	24,180
Fuel	29,679	22,920
Water and sewage	14,225	15,672
	242,327	242,434