

**North York Seniors Centre**  
**Financial Statements**  
For the year ended March 31, 2022

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Tel: 289 881 1111  
Fax: 905 845 8615  
www.bdo.ca

BDO Canada LLP  
360 Oakville Place Drive, Suite 500  
Oakville ON L6H 6K8 Canada

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## Independent Auditor's Report

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To the Members of  
North York Seniors Centre

### Opinion

We have audited the financial statements of North York Seniors Centre (the "Centre"), 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 year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Centre as at March 31, 2022, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Centre 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 audit opinion.

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

Management is responsible for the preparation and fair presentation of these 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 Centre'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 Centre or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Centre'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.



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## Independent Auditor's Report (continued)

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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 Centre'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 Centre'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 Centre 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.

*BDO Canada LLP*

Chartered Professional Accountants, Licensed Public Accountants

Oakville, Ontario  
June 22, 2022


## North York Seniors Centre Statement of Financial Position


March 31	2022	2021
<b>Assets</b>		
<b>Current</b>		
Cash and cash equivalents	\$ 850,694	\$ 1,417,008
Investments (Note 2)	570,000	100,000
Accounts receivable	172,016	256,968
Prepaid expenses	75,202	74,803
	<b>1,667,912</b>	<b>1,848,779</b>
Investments (Note 2)	480,000	100,000
Cash and investments - endowment fund (Note 3)	113,615	107,952
Capital assets (Note 4)	322,493	267,544
	<b>\$ 2,584,020</b>	<b>\$ 2,324,275</b>

## Liabilities and Net Assets

<b>Current</b>		
Accounts payable and accrued liabilities	\$ 258,317	\$ 217,964
Due to Central Local Health Integration Network	40,148	2,841
Deferred - Active Living Centre membership fees	7,562	217
Deferred capital contributions (Note 6)	193,914	239,195
Deferred grants	76,722	77,035
	<b>576,663</b>	<b>537,252</b>
<b>Net Assets</b>		
Unrestricted net assets	1,893,742	1,679,071
Endowment fund	113,615	107,952
	<b>2,007,357</b>	<b>1,787,023</b>
	<b>\$ 2,584,020</b>	<b>\$ 2,324,275</b>

On behalf of the Board:

DocuSigned by:  
  
 99B6CD221D69403... Director

DocuSigned by:  
  
 0E2B26931A1B457... Director

## North York Seniors Centre Statement of Operations

For the year ended March 31	2022	2021
<b>Revenue</b>		
Subsidies and grants		
Ontario Health (Central) - Community Services	\$ 3,240,900	\$ 3,246,797
Ministry for Seniors and Accessibility - Senior Active Living Centres	125,400	108,029
United Way Greater Toronto	202,860	244,261
City of Toronto - Community Services Partnership Program	100,729	99,988
Other subsidies and grants	185,699	277,460
	<u>3,855,588</u>	<u>3,976,535</u>
Contracts and user fees		
VHA Home Healthcare	127,600	167,593
iRide	280,902	295,751
Community Services	168,698	102,478
Active Living Centre	30,935	2,849
Other Contracts	96,990	100,815
	<u>705,125</u>	<u>669,486</u>
Other		
Fundraising and donations	41,107	38,872
Investment and miscellaneous income	15,002	10,072
	<u>56,109</u>	<u>48,944</u>
	<u>4,616,822</u>	<u>4,694,965</u>
<b>Expenses</b>		
Salaries and wages	2,579,355	2,473,002
Contracted services	418,263	316,307
Employee benefits	429,015	400,655
Building and ground	320,218	324,347
Supplies	275,352	229,211
Office and general	212,939	213,552
Repairs and maintenance	67,266	110,889
Amortization	99,743	101,524
	<u>4,402,151</u>	<u>4,169,487</u>
<b>Excess of revenue over expenses for the year</b>	<u>\$ 214,671</u>	<u>\$ 525,478</u>

## North York Seniors Centre Statement of Changes in Net Assets

**For the year ended March 31**

	<b>Unrestricted Net Assets</b>		<b>Endowment Fund</b>	
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
<b>Net assets</b> , beginning of year	<b>\$ 1,679,071</b>	\$ 1,153,593	<b>\$ 107,952</b>	\$ 104,533
Excess of revenue over expenses	<b>214,671</b>	525,478	-	-
Donations and other revenue	-	-	<b>5,663</b>	1,361
Unrealized gain in fair value of investments	-	-	-	2,058
<b>Net assets</b> , end of year	<b>\$ 1,893,742</b>	\$ 1,679,071	<b>\$ 113,615</b>	\$ 107,952

The accompanying notes are an integral part of these financial statements.

## North York Seniors Centre Statement of Cash Flows

For the year ended March 31	2022	2021
<b>Cash provided by (used for)</b>		
<b>Operating activities</b>		
Excess of revenue over expenses	\$ 214,671	\$ 525,478
Excess of revenue over expenses - endowment	5,663	3,419
Adjustments required to reconcile excess of revenue over expenses to net cash provided by (used in) operating activities		
Unrealized gain on endowment fund's investments	-	(2,058)
Amortization of capital assets	99,743	101,524
Changes in non-cash working capital items		
Accounts receivable	84,952	(12,086)
Prepaid expenses	(399)	9,689
Accounts payable and accrued liabilities	40,353	(57,577)
Due to Central Local Health Integration Network	37,307	-
Deferred - Active Living Centre membership fees	7,345	(17,268)
Deferred grants	(313)	77,035
Deferred capital contributions	(45,281)	(72,421)
	<b>444,041</b>	<b>555,735</b>
<b>Investing activities</b>		
Purchase of capital assets	(154,692)	(29,103)
Redemption of investments	100,000	100,000
Purchase of investments	(950,000)	-
	<b>(1,004,692)</b>	<b>70,897</b>
<b>Financing activity</b>		
Endowment funds received	(5,663)	(1,361)
<b>Increase in cash for the year</b>	<b>(566,314)</b>	<b>625,271</b>
<b>Cash, beginning of year</b>	<b>1,417,008</b>	<b>791,737</b>
<b>Cash, end of year</b>	<b>\$ 850,694</b>	<b>\$ 1,417,008</b>
<b>Represented by</b>		
Cash	\$ 600,694	\$ 1,167,008
Cashable guaranteed investment certificates	250,000	250,000
	<b>\$ 850,694</b>	<b>\$ 1,417,008</b>

The accompanying notes are an integral part of these financial statements.

## North York Seniors Centre Notes to Financial Statements

**March 31, 2022**

### 1. Significant Accounting Policies

#### Nature and Purpose of Organization

The North York Seniors Centre (the "Centre") was incorporated under letters patent dated September 6, 1974 in the jurisdiction of Ontario. The Centre is a multi-service, not-for-profit agency that provides programs and services for seniors which include home support, education, adult day care, outreach, transportation and various other social and recreational activities. The Centre is a registered charity and as such it is exempt from income taxes under Section 149 of the *Income Tax Act, Canada*.

#### Basis of Presentation

These financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations.

#### Fund Accounting

The Centre follows the deferral method of accounting for contributions. The unrestricted net assets balance reflects assets available for ongoing operations and services. The endowment fund reports resources contributed for endowment.

#### Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, bank balances, cashable guaranteed investment certificates. The cash equivalents consist of two cashable guaranteed investment certificates: \$100,000 and \$150,000, maturing on July 02, 2022, bearing interest at 2.00% in year 1, 2.25% in year 2, and 2.75% in year 3.

#### Capital Assets

Capital assets are recorded at cost less accumulated amortization. Contributed capital assets are recorded at fair value at the date of contribution and are amortized. Amortization is provided on capital assets as follows:

Automobiles	-	5 years straight-line basis or over the term of the lease
Computer equipment	-	3 years straight-line basis
Furniture and fixtures	-	5 years straight-line basis
Leasehold improvements	-	over lease term

#### Financial Instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, investments, and cash and investments - endowment fund are reported at fair value; all other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate that asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are charged to the financial instruments for those measured at amortized cost.



## North York Seniors Centre Notes to Financial Statements

**March 31, 2022**

### 1. Significant Accounting Policies (continued)

#### Revenue Recognition

Externally restricted contributions are deferred and recognized as revenue in the year in which the related expenses are incurred. Contributions restricted for the purchase of capital assets are deferred and amortized into revenue on the same basis and rate corresponding with the amortization method for the related capital assets. Unrestricted contributions are recognized as revenue when received.

Investment income includes interest income and realized and unrealized investment gains and losses. Unrealized gains and losses on investments, and cash and investments - endowment fund are recognized as revenue in the endowment fund.

#### 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 amounts of 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 management's best estimates as additional information becomes available in the future.

### 2. Investments

Investments are non-redeemable Guaranteed Investment Certificates with the following interest rates and maturity dates:

	<b>2022</b>	<b>2021</b>
Guaranteed Investment Certificates		
2.00%, due August 25, 2021	\$ -	\$ 100,000
2.60%, due September 21, 2022	<b>100,000</b>	100,000
0.46%, due April 26, 2022	<b>250,000</b>	-
0.55%, due July 14, 2022	<b>100,000</b>	-
1.6%, \$10,000 matures each July 14 until 2026	<b>600,000</b>	-
	<b>1,050,000</b>	200,000
Less: Investments maturing in the next fiscal year	<b>570,000</b>	100,000
Investments	<b>\$ 480,000</b>	\$ 100,000

## North York Seniors Centre Notes to Financial Statements

**March 31, 2022**

### 3. Cash and Investments - Endowment Fund

The endowment fund consists of the following:

	2022	2021
Cash	\$ 13,615	\$ 107,952
Guaranteed Investment Certificate 0.46%, due April 26, 2022	100,000	-
	<b>\$ 113,615</b>	<b>\$ 107,952</b>

### 4. Capital Assets

	2022		2021	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Automobiles	\$ 60,593	\$ 60,593	\$ 60,593	\$ 60,593
Computer equipment	136,520	127,182	136,520	109,261
Construction in progress	100,229	-	-	-
Furniture and fixtures	148,014	124,732	148,014	118,911
Leasehold improvements	774,917	585,273	720,454	509,272
	<b>\$ 1,220,273</b>	<b>\$ 897,780</b>	<b>\$ 1,065,581</b>	<b>\$ 798,037</b>
Net book value		<b>\$ 322,493</b>		<b>\$ 267,544</b>

Construction in progress has not been amortized as it is not in use.

### 5. Lease Commitments

The Centre is committed to the following minimum lease payments for its premises:

Year	Sheppard Avenue Leases	21 Hendon Lease	Hesperus Leases	Toronto Community Housing Leases	Total
2023	192,613	34,300	39,304	28,698	294,915
2024	128,409	8,575	14,935	4,802	156,721
	<b>\$ 321,022</b>	<b>\$ 42,875</b>	<b>\$ 54,239</b>	<b>\$ 33,500</b>	<b>\$ 451,636</b>

The Centre also has the following vehicle lease commitments; 2023: \$7,199, 2024: \$6,566, 2025: \$3,830.

## North York Seniors Centre Notes to Financial Statements

**March 31, 2022**

### 6. Deferred Capital Contributions

	<u>2022</u>	<u>2021</u>
Opening deferred capital contributions	\$ 239,195	\$ 311,616
Restricted contributions received in the year	54,462	29,103
Amount recognized in revenue	<u>(99,743)</u>	<u>(101,524)</u>
	<u>\$ 193,914</u>	<u>\$ 239,195</u>

### 7. Financial Instrument Risks

#### Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Centre is exposed to credit risk arising from its accounts receivable. Management believes the credit risk is minimized by the credit worthiness of its funders.

#### Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Centre is exposed to interest rate risk arising from the possibility that changes in interest rates will affect the value of fixed income denominated investments.

#### Liquidity Risk

Liquidity risk is the risk that the Centre will encounter difficulty in meeting its obligations associated with financial liabilities. Liquidity risk includes the risk that, as a result of operational liquidity requirements, the Centre will not have sufficient funds to settle a transaction on the due date; will be forced to sell financial assets at a value, which is less than what they are worth; or may be unable to settle or recover a financial asset. The Centre is exposed to this risk mainly in respect of its accounts payable and accrued liabilities, due to Central Local Health Integration Network and commitments.

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## North York Seniors Centre Notes to Financial Statements

**March 31, 2022**

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### **8. Uncertainty due to COVID-19**

On March 11, 2020, the World Health Organization declared the outbreak of a novel coronavirus ("COVID-19") as a pandemic which has resulted in a series of public health and emergency measures that have been put into place to combat the spread of the virus. As a result of the COVID 19 pandemic, North York Seniors Centre continued to experience a change in the demand for its service. Facility based programs (such as the Active Living Centre and Adult Day Programs) have moved to both in-person programs with limited participants and virtual programming. Community based programs started to return to pre-COVID service delivery while following COVID safety protocols. The duration and longer-term impact of the COVID-19 pandemic is unknown at this time and it is not possible to reliably estimate the impact that the severity and length of the pandemic will have on the financial results and condition of NYSC in future periods.

Management is actively monitoring the effect of program modification on its financial condition, liquidity, operations, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global response to curb the spread, management is not able to fully estimate the effects or the return date to full operation at this time. As the impacts of the COVID-19 continue, there could be further implications on the organization, its funders and donors.