

Financial Statements of

**DISTRICT OF PARRY SOUND (WEST)
BELVEDERE HEIGHTS HOME FOR THE
AGED - COMMUNITY SUPPORT SERVICES**

And Independent Auditor's Report thereon

Year ended March 31, 2023



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of District of Parry Sound (West) Belvedere Heights Home For The Aged - Community Support Services

Opinion

We have audited the financial statements District of Parry Sound (West) Belvedere Heights Home For The Aged - Community Support Services, (the "Entity") which comprise:

- the statement of financial position as at March 31, 2023
- the statement of operations and changes in fund balances for the year ended
- the statement of cash flows for the year then ended
- and the notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements")

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at March 31, 2023, and its results of operations and its cash flows for the year then ended in accordance with the basis of accounting in Note 1 to the financial statements.

Basis for Opinion

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

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other 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 opinion.

Emphasis of Matter – Financial Reporting Framework

We draw attention to Note 1 in the financial statements, which describes the applicable financial reporting framework and the purpose of the financial statements.

As a result, the financial statements may not be suitable for another purpose.

Our opinion is not modified in respect of this matter.



Responsibility 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 public sector accounting standards, 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 Entity'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 Entity or to cease operations or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity'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 the 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 risk 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, internal 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 purposes of expressing an opinion on the effectiveness of the Entity's internal control.



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- 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 the events or conditions that may cast significant doubt on the Entity'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 Entity's 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.

KPMG LLP

Chartered Professional Accountants, Licensed Public Accountants

Sudbury, Canada

June 23, 2023

DISTRICT OF PARRY SOUND (WEST) BELVEDERE HEIGHTS HOME FOR THE AGED - COMMUNITY SUPPORT SERVICES

Statement of Financial Position

March 31, 2023, with comparative information for 2022

	2023	2022
Assets		
Cash	\$ 104,181	\$ 85,855
Accounts receivable	25,788	22,493
HST recoverable	8,109	6,848
	138,078	115,196
Capital assets	112,450	112,450
Less: accumulated amortization	44,521	33,276
	67,929	79,174
	\$ 206,007	\$ 194,370
Liabilities and Fund Balance		
Accounts payable and accrued liabilities	\$ 77,778	\$ 63,940
Accrued vacation pay	2,092	9,370
Payable to the Ministry of Long-Term Care	8,490	8,490
Deferred revenue - fundraising	67,237	50,915
	155,597	132,715
Deferred capital contributions	104,956	104,956
Less: accumulated amortization	44,521	33,276
	60,435	71,680
Fund balance	(10,025)	(10,025)
	\$ 206,007	\$ 194,370

See accompanying notes to financial statements.

On behalf of the Board:

_____ Director _____ Director

DISTRICT OF PARRY SOUND (WEST)

BELVEDERE HEIGHTS HOME FOR THE AGED - COMMUNITY SUPPORT SERVICES

Statement of Operations and Changes in Fund Balance

Year ended March 31, 2023, with comparative information for 2022

	2023 Budget	2023 Total	2022 Total
Revenue:			
Ministry of Long-Term Care	\$ 324,754	\$ 325,633	\$ 338,189
Client recoveries	229,000	281,753	201,707
Ontario Community Support Association	25,000	25,000	17,195
Amortization of deferred capital contributions	-	11,245	11,245
Other	8,200	7,294	419
	586,954	650,925	568,755
Expenses:			
Salaries and benefits	220,468	222,730	210,308
Travel	161,000	125,630	128,514
Meals	93,450	93,271	76,770
Repairs and maintenance	-	50,625	-
Building occupancy	28,100	29,342	19,820
Materials and supplies	18,675	27,523	28,002
Exercise and Falls Prevention	15,742	21,233	34,399
Office and general	13,700	20,797	19,361
Administration	16,000	15,292	14,716
Insurance	11,650	13,383	11,604
Amortization of capital assets	-	11,245	11,245
Donations	8,200	7,116	-
Audit and legal	4,000	4,376	2,748
Advertising	2,200	3,987	3,460
Volunteer training	1,000	3,650	16,319
Memberships	1,600	650	823
Interest and legal	-	75	2
	595,785	650,925	578,091
Excess (deficiency) of revenue over expenses	(8,831)	-	(9,336)
Fund balance, beginning of year	(10,025)	(10,025)	(689)
Fund balance, end of year	\$ (18,856)	\$ (10,025)	\$ (10,025)

See accompanying notes to financial statements.

DISTRICT OF PARRY SOUND (WEST) BELVEDERE HEIGHTS HOME FOR THE AGED - COMMUNITY SUPPORT SERVICES

Statement of Cash Flows

Year ended March 31, 2023, with comparative information for 2022

	2023	2022
Cash provided by (used in):		
Operating activities:		
Excess (deficiency) of revenue over expenses	\$ -	\$ (9,336)
Items not involving cash:		
Amortization of deferred capital contributions	(11,245)	(11,245)
Amortization of capital assets	11,245	11,245
	-	(9,336)
Changes in non-cash operating working capital:		
Decrease (increase) in trade receivables	(3,295)	2,995
Decrease (increase) in HST recoverable	(1,261)	3,166
Increase in accounts payable and accrued liabilities	13,838	23,623
Decrease in accrued vacation pay	(7,278)	(2,440)
Increase in deferred revenue - fundraising	16,322	13,975
Net increase in cash	18,326	31,983
Cash, beginning of year	85,855	53,872
Cash, end of year	\$ 104,181	\$ 85,855

See accompanying notes to financial statements.

DISTRICT OF PARRY SOUND (WEST) BELVEDERE HEIGHTS HOME FOR THE AGED - COMMUNITY SUPPORT SERVICES

Notes to Financial Statements

Year ended March 31, 2023

District of Parry Sound (West) Belvedere Heights Home for the Aged - Community Support Services (the "Organization") is a non-profit organization providing volunteer supported programs to the community to foster health and independence for the sick and disabled.

1. Significant accounting policies:

The financial statements of the Organization are the representations of management prepared in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada.

(a) Basis of presentation:

These financial statements have been prepared in accordance with Canadian public sector accounting standards, except for the accounting policies below:

- (i) property and equipment purchases are capitalized on the statement of financial position and amortized over their useful lives where capitalization is approved by the Ministry. All other property and equipment purchases are expensed in the year that they are incurred;

(b) Accrual basis of accounting:

Sources of revenue and expenditures are reported on the accrual basis of accounting.

The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(c) Use of estimates:

The preparation of financial statements 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 revenue and expenses during the periods specified. Significant items subject to such estimates and assumptions include valuation allowances for receivables. Actual results could differ from those estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the year in which they become known.

2. Capital assets:

As described in Note 1, expenditures for capital assets are recorded in the statement of revenue and expenses unless capitalization of the expenditures is approved by the Ministry. The historical cost of the Organization's capital assets that have been expensed is not determinable. In the year, \$15,477 in capital asset expenditures have been expensed and recorded through the statement of operations.

DISTRICT OF PARRY SOUND (WEST) BELVEDERE HEIGHTS HOME FOR THE AGED - COMMUNITY SUPPORT SERVICES

Notes to Financial Statements

Year ended March 31, 2023

3. Financial risks:

(a) Liquidity risk:

Liquidity risk is the risk that the Organization will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Organization manages its liquidity risk by monitoring its operating requirements to ensure it has sufficient funds to fulfill its obligations. The Organization prepares budgets and cash forecasts to ensure it has sufficient funds to fulfill its obligations. There has been no change to the risk exposure from 2022.

(b) Credit risk:

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. The Organization is exposed to credit risk with respect to the accounts receivable. The Organization assesses, on a continuous basis, accounts receivable and provides for any amounts that are collectible in the allowance for doubtful accounts.