

Peel Senior Link
Financial Statements
For the year ended March 31, 2015

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Independent Auditor's Report

To the Members of Peel Senior Link

We have audited the accompanying financial statements of Peel Senior Link which comprise the statement of financial position as at March 31, 2015, and the statements of changes in net assets, operations and cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Peel Senior Link as at March 31, 2015 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

BDO CANADA LLP

Chartered Professional Accountants, Licensed Public Accountants
Mississauga, Ontario
June 23, 2015

**Peel Senior Link
Statement of Financial Position**

March 31 **2015** **2014**

Assets

Current

Cash	\$	508,015	\$	559,652
Accounts receivable		63,722		140,740
Prepaid expenses and deposits		27,360		13,242
		599,097		713,634

Capital assets (Note 2) **63,607** **79,182**

\$ 662,704 **\$ 792,816**

Liabilities and Net Assets

Current

Accounts payable and accrued liabilities (Note 3)	\$	330,767	\$	398,110
Deferred revenue		50,570		52,169
Due to MH LHIN		3,305		3,305
		384,642		453,584

Deferred capital contributions (Note 4) **56,595** **69,788**


441,237 **523,372**


Net Assets

Funds Invested in Capital Assets		7,012		9,394
Contingency Fund		187,033		187,033
General Fund		27,422		73,017
		221,467		269,444

\$ 662,704 **\$ 792,816**

On behalf of the Board:

 _____ Director

 _____ Director

Peel Senior Link
Statement of Changes in Net Assets

For the year ended March 31

	Funds Invested in Capital Assets	Contingency Fund	General Fund	2015 Total	2014 Total
Balance, beginning of year	\$ 9,394	\$ 187,033	\$ 73,017	\$ 269,444	\$ 117,955
Excess (deficiency) of revenue over expenditures for the year	-	-	(45,595)	(45,595)	154,736
Amortization of capital assets	(15,575)	-	-	(15,575)	(19,099)
Amortization of deferred capital contributions	13,193	-	-	13,193	15,852
Balance, end of year	\$ 7,012	\$ 187,033	\$ 27,422	\$ 221,467	\$ 269,444

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

**Peel Senior Link
Statement of Operations**

For the year ended March 31			2015	2014
	General	MH LHIN	Total	Total
Revenue				
Funding - MH LHIN	\$ -	\$ 6,033,071	\$ 6,033,071	\$ 5,724,459
- Less: Due to MH LHIN	-	-	-	(3,305)
- United Way of Peel Region	-	-	-	25,830
Donations	16,225	-	16,225	9,217
Other (Note 6)	460,961	-	460,961	953,480
	477,186	6,033,071	6,510,257	6,709,681
Expenditures				
Administrative	-	-	-	915
Advertising	-	3,859	3,859	8,812
Communications	1,191	46,416	47,607	53,430
Insurance	-	10,456	10,456	9,466
Office and supplies	16,858	150,379	167,237	208,647
Professional fees	35,894	54,975	90,869	220,677
Purchased services	45,680	85,832	131,512	77,876
Rent and occupancy costs	1,041	55,695	56,736	38,184
Salaries and benefits	361,842	5,568,265	5,930,107	5,817,181
Training	31,468	4,987	36,455	25,058
Travel	10,538	70,476	81,014	94,699
	504,512	6,051,340	6,555,852	6,554,945
Excess (deficiency) of revenue over expenditures for the year	\$ (27,326)	\$ (18,269)	\$ (45,595)	\$ 154,736

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

Peel Senior Link
Statement of Cash Flows

For the year ended March 31

2015

2014

Cash provided by (used in)

Operating activities

Excess (deficiency) of revenue over expenditures	\$	(45,595)	\$	154,736
Changes in non-cash working capital balances				
Accounts receivable		77,018		(97,968)
Prepaid expenses and deposits		(14,118)		9,061
Accounts payable and accrued liabilities		(67,343)		147,591
Deferred revenue		(1,599)		52,169
Due to MH LHIN		-		3,305

Increase (decrease) in cash during the year

(51,637)

268,894

Cash, beginning of year

559,652

290,758

Cash, end of year

\$ 508,015

\$ 559,652

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

Peel Senior Link

Notes to Financial Statements

March 31, 2015

1. Nature of Operations and Summary of Significant Accounting Policies

Nature of Operations

Peel Senior Link (the "Organization") is a non-profit organization incorporated without share capital. The Organization has continued under the provisions of the Canada Not-for-profit Corporations Act effective October 24, 2013.

The purpose of Peel Senior Link is to provide quality and valued community support services and programs with older adults that incorporate an integrated model, maximize independence, foster stability, and thereby prevent/delay unnecessary hospital utilization or Long Term Care Home placement.

The Organization is a registered charity and, as such, is exempt from income tax and may issue income tax receipts to donors.

Revenue Recognition

The Organization follows the deferral method of accounting for revenue, whereby restricted sources of revenue are recognized as revenue in the year in which the related expenses are incurred. Unrestricted sources of revenue, such as donations, are recognized as revenue when received.

Government grants and subsidies are recognized as revenue in the period in which the related expenses are incurred.

Capital Assets

Capital assets are recorded at cost less accumulated amortization. Amortization is provided on a diminishing balance basis based on the useful lives of assets as follows:

Computer equipment	-	30%
Office equipment	-	20%
Furniture and fixtures	-	20%
Leasehold improvements	-	over term of lease

Deferred Revenue

Deferred revenue relates to restricted funds received in advance for expenses to be incurred in the following fiscal year.

Funds Invested in Capital Assets

Funds invested in capital assets represents funds provided for the acquisition and financing of capital assets. The financing of funds invested in capital assets is transferred from operations on an annual basis. All amortization of capital assets is charged directly to this fund.

Peel Senior Link
Notes to Financial Statements

March 31, 2015

1. Nature of Operations and Summary of Significant Accounting Policies (continued)

Contingency Fund

The Board of Directors has established a contingency fund to allow for extraordinary and unanticipated general contingencies incidental to the operations of Peel Senior Link. In 2014, the Board of Directors and the MH LHIN approved a transfer of \$120,000 to the contingency fund that is internally restricted to be used for specific purposes as determined by the Board of Directors.

Contributed Materials and Services

Contributed materials and services which are used in the normal course of the Organization's operations and would otherwise have been purchased are recorded at their fair value at the date of contribution if fair value can be reasonably estimated. There were no contributed materials and services in the current or prior year.

Use of Estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates that affect the reported amounts of assets and liabilities and the reported amounts of revenues and expenditures for the reporting periods. Actual results could differ from management's best estimates as additional information becomes available in the future.

Financial Instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are charged to the financial instrument.

Peel Senior Link
Notes to Financial Statements

March 31, 2015

2. Capital Assets

	2015		2014	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Computer equipment	\$ 120,624	\$ 104,471	\$ 120,624	\$ 97,548
Office equipment	15,192	12,365	15,192	11,659
Furniture and fixtures	32,676	26,582	32,676	25,058
Leasehold improvements	64,221	25,688	64,221	19,266
	\$ 232,713	\$ 169,106	\$ 232,713	\$ 153,531
Net book value		\$ 63,607		\$ 79,182

3. Accounts Payable and Accrued Liabilities

Included in accounts payable and accrued liabilities is \$22,272 (2014 - \$21,609) in government withholding taxes.

4. Deferred Capital Contributions

	2015		2014	
Balance, beginning of year	\$ 69,788		\$ 85,640	
Amortization of deferred capital contributions		(13,193)		(15,852)
Balance, end of year	\$ 56,595		\$ 69,788	

5. Funding

The Organization is dependent upon the Mississauga Halton Local Health Integration Network (MH LHIN) for the majority of its funding.

Peel Senior Link
Notes to Financial Statements

March 31, 2015

6. Other Revenue and Grants

	2015	2014
Other Revenue		
EHT and HST recovery	\$ -	\$ 251,973
Less: professional fees related to EHT and HST recovery	-	(65,278)
Less: funds allocated to deferred revenue	-	(52,169)
General	62,480	30,762
Other Grants		
Bathing Program	29,766	19,344
CANES - Service Contracts	116,287	527,518
High Risk	193,089	193,319
New Horizons for Seniors Program	-	25,000
Community Foundation of Mississauga	16,263	-
Training Development for Support Workers	43,076	23,011
	\$ 460,961	\$ 953,480

7. Line of Credit

The Organization has a line of credit of \$50,000 available for its use, that bears interest at prime plus 2.3% (2014 - prime plus 2.3%), and is secured by book debts. No amounts have been drawn on the line of credit.

8. Commitments

Peel Senior Link is a member and participant in Community Door Network Services and has signed a lease agreement with them effective March 1, 2011.

The Organization is committed under an office lease agreement from March 1, 2011 to September 29, 2021 with Community Door Network Services for the following minimum annual rental payments, including estimated operating costs:

2016	\$ 46,882
2017	47,289
2018	47,696
2019	48,102
2020	48,509
Thereafter	73,475

9. Financial Instrument Risk

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 Organization is exposed to credit risk arising from its accounts receivable.