

Peel Senior Link
Financial Statements
For the year ended March 31, 2023

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Independent Auditor's Report

To the Board of Directors of Peel Senior Link

Opinion

We have audited the financial statements of Peel Senior Link (the "Organization"), which comprise the statement of financial position as at March 31, 2023, and the statements of changes in 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, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2023, 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 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 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 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 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.



Auditor's Responsibilities for the Audit of the Financial Statements (continued)

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.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants

Oakville, Ontario

June 23, 2023

**Peel Senior Link
Statement of Financial Position**

March 31	2023	2022
Assets		
Current		
Cash	\$ 1,590,401	\$ 1,065,222
Accounts receivable	40,376	291,807
Prepaid expenses and deposits	16,195	16,982
	1,646,972	1,374,011
Capital assets (Note 2)	78,713	99,603
	\$ 1,725,685	\$ 1,473,614
Liabilities and Net Assets		
Current		
Accounts payable and accrued liabilities (Note 3)	\$ 557,982	\$ 930,776
Deferred revenue (Note 4)	435,030	154,177
Due to Ministry (Note 5, 13)	338,908	176,630
	1,331,920	1,261,583
Deferred capital contributions (Note 6)	52,834	69,600
	1,384,754	1,331,183
Net Assets		
Funds Invested in Capital Assets	25,879	30,003
Contingency Fund	315,052	112,428
	340,931	142,431
	\$ 1,725,685	\$ 1,473,614

On behalf of the Board:



Director



Director

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

Peel Senior Link
Statement of Changes in Net Assets

For the year ended March 31

	Funds Invested in Capital Assets	Contingency Fund	General Fund	2023 Total	2022 Total
Net assets, beginning of year	\$ 30,003	\$ 112,428	\$ -	\$ 142,431	\$ 92,852
Excess of revenue over expenditures for the year	-	-	198,500	198,500	49,579
Transfer of funds	-	202,624	(202,624)	-	-
Amortization of capital assets	(20,890)	-	20,890	-	-
Amortization of deferred capital contributions	16,766	-	(16,766)	-	-
Balance, end of year	\$ 25,879	\$ 315,052	\$ -	\$ 340,931	\$ 142,431

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

Peel Senior Link
Statement of Operations

For the year ended March 31				2023		2022	
		General	MSA	MH LHIN	CW LHIN	Total	Total
Revenue							
Funding							
LHIN	\$	-	-	\$ 7,656,520	\$ 799,829	\$ 8,456,349	\$ 7,501,312
MH LHIN one time (Note 13)		-	-	51,776	-	51,776	933,981
CW LHIN one time (Note 13)		-	-	-	5,978	5,978	98,436
MSA		-	18,867	-	-	18,867	76,019
Less: Due to Ministry (Note 5)		-	-	(137,164)	(25,114)	(162,278)	(91,751)
Donations		16,771	-	-	-	16,771	21,194
Other (Note 9, 13)		387,321	-	50,529	4,656	442,506	407,906
Interest		18,313	-	-	-	18,313	2,547
		422,405	18,867	7,621,661	785,349	8,848,282	8,949,644
Expenditures							
Advertising		-	-	1,499	338	1,837	5,010
Communications		4,164	177	98,361	22,901	125,603	127,836
Insurance		-	-	23,254	700	23,954	25,533
Office supplies		17,979	5,665	216,481	19,107	259,232	317,741
Professional fees		55,645	-	163,761	2,174	221,580	148,469
Purchased services		-	-	153,747	5,000	158,747	159,698
Rent and occupancy costs		-	-	109,383	5,155	114,538	108,630
Salaries and benefits		135,194	12,824	6,780,300	727,151	7,655,469	7,914,547
Training		56	-	5,421	592	6,069	17,367
Travel		6,743	201	69,454	2,231	78,629	70,636
		219,781	18,867	7,621,661	785,349	8,645,658	8,895,467
Excess of revenue over expenditures before undernoted items		202,624	-	-	-	202,624	54,177
Other income (expenditures)							
Amortization		(20,890)	-	-	-	(20,890)	(27,080)
Deferred capital contributions		16,766	-	-	-	16,766	22,482
Excess of revenue over expenditures \$		198,500	\$ -	\$ -	\$ -	198,500	\$ 49,579

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

Peel Senior Link
Statement of Cash Flows

For the year ended March 31	2023	2022
Cash provided by (used in)		
Operating activities		
Excess of revenue over expenditures	\$ 198,500	\$ 49,579
Adjustments required to reconcile excess of revenue over expenditures with net cash provided by operating activities		
Amortization of capital assets	20,890	27,080
Amortization of deferred capital contributions	(16,766)	(22,482)
Changes in non-cash working capital balances		
Accounts receivable	251,431	(201,735)
Prepaid expenses and deposits	787	2,056
Accounts payable and accrued liabilities	(372,794)	248,591
Deferred revenue	280,853	94,503
Due to Ministry	162,278	(331,984)
	525,179	(134,392)
Investing activity		
Purchase of capital assets	-	(28,905)
Financing activity		
Deferred capital contributions received	-	15,511
Increase (decrease) in cash during the year	525,179	(147,786)
Cash, beginning of year	1,065,222	1,213,008
Cash, end of year	\$ 1,590,401	\$ 1,065,222

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

Peel Senior Link

Notes to Financial Statements

March 31, 2023

1. Summary of Significant Accounting Policies

Nature of Operations

Peel Senior Link (the "Organization") is a non-profit organization incorporated without share capital. The Organization was incorporated under the provisions of the Canada Not-for-profit Corporations Act, and effective March 28, 2019, the Organization became incorporated under the Corporations Act (Ontario).

The purpose of Peel Senior Link is to help seniors live at home independently with integrated support and services, and advancing care excellence in the community to help seniors age at home with dignity.

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

Basis of Accounting

The financial statements have been prepared using Canadian accounting standards for not-for-profit organizations.

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 or receivable, if the amount to be received can be reasonably estimated and collection is reasonably assured.

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 and of deferred capital contributions is charged to this fund.

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.

Peel Senior Link Notes to Financial Statements

March 31, 2023

1. Summary of Significant Accounting Policies (continued)

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.

2. Capital Assets

	2023		2022	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Computer equipment	\$ 172,864	\$ 152,033	\$ 172,864	\$ 143,106
Office equipment	20,585	18,980	20,585	18,578
Furniture and fixtures	87,660	51,448	87,660	42,395
Leasehold improvements	89,302	69,237	89,302	66,729
	\$ 370,411	\$ 291,698	\$ 370,411	\$ 270,808
Net book value		\$ 78,713		\$ 99,603

Peel Senior Link
Notes to Financial Statements

March 31, 2023

3. Accounts Payable and Accrued Liabilities

Included in accounts payable and accrued liabilities is \$81,040 (2022 - \$160,686) in government withholding taxes.

4. Deferred Revenue

Deferred revenue consists of the following:

	2023	2022
Deferred revenue - Region of Peel	\$ 264,112	\$ 53,102
Deferred revenue - MSA	24,194	43,169
Deferred revenue - United Way	48,866	41,147
Deferred revenue - Ontario Trillium Foundation	96,300	15,200
Deferred revenue - Other	1,558	1,559
	\$ 435,030	\$ 154,177

5. Due to Ministry

	2023	2022
Due to Ministry 2020-2021	\$ 84,879	\$ 84,879
Due to Ministry 2021-2022	91,751	91,751
Due to Ministry 2022-2023	162,278	-
	\$ 338,908	\$ 176,630

6. Deferred Capital Contributions

	2023	2022
Balance, beginning of year	\$ 69,600	\$ 76,571
Capital contributions received	-	15,511
Amortization of deferred capital contributions	(16,766)	(22,482)
Balance, end of year	\$ 52,834	\$ 69,600

Peel Senior Link
Notes to Financial Statements

March 31, 2023

7. Funding

The Organization is dependent upon the Mississauga Halton Local Health Integration Network (MH LHIN) as well as the Central West Local Health Integration Network (CW LHIN) for the majority of its funding. In recognition of this risk, the Organization identified the diversification of funding sources through strategic and annual business plans as a risk mitigation strategy.

8. 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% (2022 - prime plus 2.3%), and is secured by book debts. No amounts have been drawn on the line of credit.

9. Other Revenue and Grants

	2023	2022
Other Revenue		
General	\$ 60,417	\$ 75,982
Other Grants		
Integrated Seniors Team Program (SHIP)	219,568	203,878
Region of Peel	113,990	110,212
United Way	48,531	13,853
	\$ 442,506	\$ 403,925

10. Commitments

The Organization has operating lease commitments for software maintenance and premises. Future minimum annual payments for the next five years and thereafter are as follows:

2024	\$ 164,895
2025	110,945
2026	111,330
2027	112,100
2028	112,871
Thereafter	401,019
	\$ 1,013,160

Peel Senior Link Notes to Financial Statements

March 31, 2023

11. Contingencies

The Organization has been served with a claim for wrongful termination by an employee. The Organization is defending the claim. Due to the stage of the proceedings, it is not possible to determine the likelihood of success or the quantum of any possible damages or settlement. Therefore, no provision for this claim has been made in the financial statements.

12. Financial Instruments 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. This risk has not changed from the prior year.

13. COVID-19

The Organization received funding from MH LHIN of \$687,248 (2022 - \$710,894), CW LHIN of \$78,091 (2022 - \$81,739), and SHIP of \$24,592 (2022 - \$23,161) for temporary wage enhancement pay. In 2022, the Organization received Operating Pressure funding to support capacity and one-time expenditures related to COVID-19 from MH LHIN in the amount of \$223,087 and from CW LHIN in the amount of \$13,091; no similar funds were received in fiscal 2023. Cumulative unspent funding of \$168,281 (2022 - \$81,760) is repayable to MH LHIN and \$20,894 (2022 - \$9,991) is repayable to CW LHIN, which have been included in due to ministry on the statement of financial position. In 2022, \$9,388 of unspent COVID-19 funding was repayable to SHIP and was included in accounts payable and accrued liabilities on the statement of financial position; no such funds were repayable in 2023.

In 2022, the Organization received funding from Region of Peel (ROP) in the amount of \$25,500 to support emergency service provision related to COVID-19; no such funding was received in 2023.