

COMMUNITY LIVING BRANT
SUMMARIZED FINANCIAL STATEMENTS
For the year ended March 31, 2015

COMMUNITY LIVING BRANT

For the year ended March 31, 2015

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Community Living Brant

The accompanying summarized financial statements, which comprise the summarized statement of financial position as at March 31, 2015, the summarized combined statements of revenue and expenditures, changes in net assets and cash flows for the year then ended, are derived from the audited financial statements of Community Living Brant for the year then ended March 31, 2015. We expressed a qualified opinion because we were unable to satisfy ourselves concerning the completeness of revenues from donations, fees and fundraising functions. We also stated that these financial statements were not prepared in accordance with Canadian generally accepted accounting principles. Those financial statements, and the summary financial statements, do not reflect the effects of events that occurred subsequent to the date of our report on those financial statements.

The summarized financial statements do not contain all the disclosures required by Canadian generally accepted accounting principles. Reading the summarized financial statements, therefore, is not a substitute for reading the audited financial statements of Community Living Brant.

Management's Responsibility for the Summary Financial Statements

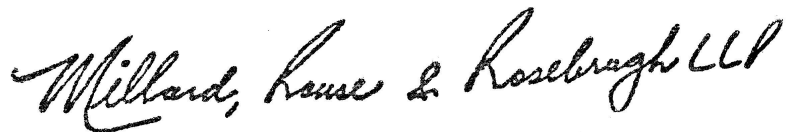
Management is responsible for the preparation of a summary of the audited financial statements in accordance with accounting policies specified by the Ministry of Community and Social Services, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standards (CAS) 810, "Engagements to Report on Summary Financial Statements."

Opinion

In our opinion, the summarized financial statements derived from the audited financial statements of Community Living Brant for the year ended March 31, 2015 are a fair summary of those financial statements, in accordance with accounting policies specified by the Ministry of Community and Social Services.



June 1, 2015
Brantford, Ontario

CHARTERED PROFESSIONAL ACCOUNTANTS
Licensed Public Accountants

COMMUNITY LIVING BRANT

SUMMARIZED STATEMENT OF FINANCIAL POSITION

| As at March 31 | 2015 | 2014 |
|---|-----------|---------|
| ASSETS | | |
| Current Assets | | |
| Cash and bank | 721,356 | - |
| Accounts receivable | 280,465 | 180,099 |
| Prepaid expenses | 343 | 32,601 |
| | 1,002,164 | 212,700 |
| Long Term Investments at Market Value | 147,740 | 129,882 |
| Capital Assets (Note 4) | 567,430 | 593,238 |
| | 1,717,334 | 935,820 |
| LIABILITIES | | |
| Current Liabilities | | |
| Bank overdraft | - | 116,087 |
| Accounts payable and accrued liabilities | 1,064,156 | 347,221 |
| | 1,064,156 | 463,308 |
| Long Term Liability | 129,100 | 129,100 |
| Deferred Contributions Related to Capital Assets (Note 5) | 182,044 | 195,207 |
| | 1,375,300 | 787,615 |
| NET ASSETS | | |
| Net assets internally restricted for venture fund purposes (Note 6) | 109,014 | 35,399 |
| Unrestricted net assets | 233,020 | 112,806 |
| | 342,034 | 148,205 |
| | 1,717,334 | 935,820 |

See accompanying notes

COMMUNITY LIVING BRANT

SUMMARIZED COMBINED STATEMENT OF REVENUE AND EXPENDITURES

| For the year ended March 31 | 2015 | 2014 |
|---|-------------|-------------|
| Revenue | | |
| Client board, trial visits and parent fees | 392,587 | 455,100 |
| Fundraising and donations | 99,537 | 69,387 |
| Interest | 28,405 | 11,646 |
| Provincial and Federal Grants | 13,438,246 | 12,785,859 |
| Resource Centre memberships and miscellaneous | 56,135 | 63,630 |
| Sales | 3,908 | 4,843 |
| Workshop contracts | 56,947 | 85,758 |
| | 14,075,765 | 13,476,223 |
| Expenditures - Page 4 | 13,955,551 | 13,471,243 |
| Excess of Revenue over Expenditures | 120,214 | 4,980 |

COMMUNITY LIVING BRANT

SUMMARIZED COMBINED SCHEDULE OF EXPENDITURES

| For the year ended March 31 | 2015 | 2014 |
|--|------------|------------|
| Advertising | 9,656 | 12,111 |
| Amortization of capital assets and related contributions | 12,645 | 48,678 |
| Conferences | 23,706 | 35,692 |
| Cost of sales | 3,132 | 3,543 |
| Disabled persons wages | 64,301 | 89,663 |
| Expenditure recovery | (601,871) | (461,467) |
| Food | 151,688 | 164,180 |
| Fundraising | 18,213 | 24,918 |
| Insurance | 92,413 | 108,604 |
| Literacy program | 7,500 | 7,500 |
| Miscellaneous | 1,250 | 2,217 |
| Personal needs | 26,590 | 33,584 |
| Purchased services | 1,255,602 | 1,190,128 |
| Rent and other rentals | 120,213 | 123,631 |
| Repairs and maintenance | 697,173 | 349,453 |
| Replacement and start-up costs | 10,333 | 17,938 |
| Salaries and benefits | 10,990,220 | 10,819,269 |
| Staff travel and training | 355,359 | 344,926 |
| Subsidizable client expenses | 120,880 | 120,876 |
| Supplies | 294,970 | 181,588 |
| Utilities | 158,939 | 146,082 |
| Vehicles operation and transportation | 142,639 | 108,129 |
| | 13,955,551 | 13,471,243 |

See accompanying notes

COMMUNITY LIVING BRANT

SUMMARIZED COMBINED STATEMENT OF CHANGES IN NET ASSETS

For the year ended March 31, 2015

| | Internally Restricted Asset | Unrestricted Assets | Total 2014 |
|-------------------------------------|--|--------------------------------|-----------------------|
| Balance - Beginning of Year | 35,399 | 112,806 | 148,205 |
| Excess of Revenue over Expenditures | - | 120,214 | 120,214 |
| Restricted Funds | 73,615 | - | 73,615 |
| Balance - End of Year | 109,014 | 233,020 | 342,034 |

SUMMARIZED COMBINED STATEMENT OF CHANGES IN NET ASSETS

For the year ended March 31, 2014

| | Internally Restricted Assets | Unrestricted Net Assets | Total 2013 |
|-------------------------------------|---|------------------------------------|-----------------------|
| Balance - Beginning of Year | 38,055 | 107,826 | 145,881 |
| Excess of Revenue over Expenditures | - | 4,980 | 4,980 |
| Restricted Funds | (2,656) | - | (2,656) |
| Balance - End of Year | 35,399 | 112,806 | 148,205 |

COMMUNITY LIVING BRANT

SUMMARIZED COMBINED SCHEDULE OF REVENUE AND EXPENDITURES - MINISTRY OF COMMUNITY AND SOCIAL SERVICES PROGRAMS

| For the year ended March 31 | 2015 | 2014 |
|--|------------|------------|
| Revenue | | |
| Client board, trial visits and parent fees | 392,587 | 455,100 |
| Miscellaneous | 56,135 | 63,630 |
| Provincial grants | 13,320,814 | 12,659,371 |
| Workshop contracts | 56,947 | 85,758 |
| | 13,826,483 | 13,263,859 |
| Expenditures | | |
| Advertising | 8,727 | 7,466 |
| Centrally allocated administration | 907,651 | 865,743 |
| Conferences | 23,706 | 35,692 |
| Disabled persons wages | 64,002 | 89,418 |
| Expenditure recovery | (402,489) | (381,903) |
| Food | 151,688 | 164,180 |
| Fundraising | 2,238 | 1,710 |
| Personal needs | 26,590 | 33,584 |
| Purchased services | 1,115,036 | 1,066,963 |
| Rent and other rentals | 126,841 | 128,710 |
| Repairs and maintenance | 577,678 | 318,078 |
| Replacement and start-up costs | 10,333 | 17,938 |
| Salaries and benefits | 10,312,351 | 10,118,487 |
| Staff travel and training | 308,668 | 286,181 |
| Subsidizable client expenses | 120,880 | 120,876 |
| Supplies | 181,737 | 145,622 |
| Utilities | 148,207 | 135,471 |
| Vehicles operation and transportation | 142,639 | 109,643 |
| | 13,826,483 | 13,263,859 |
| Excess of Revenue over Expenditures | - | - |

COMMUNITY LIVING BRANT

SUMMARIZED COMBINED SCHEDULE OF REVENUE AND EXPENDITURES - OTHER PROGRAMS

| For the year ended March 31 | 2015 | 2014 |
|--|----------------|--------------|
| Revenue | | |
| Fundraising and donations | 99,537 | 69,387 |
| Interest | 28,405 | 11,646 |
| Provincial grants | 117,432 | 126,488 |
| Sales | 3,908 | 4,843 |
| | 249,282 | 212,364 |
| Expenditures | | |
| Advertising | 249 | 748 |
| Amortization of capital assets | 12,645 | 48,678 |
| Cost of sales | 3,132 | 3,543 |
| Disabled persons wages | 299 | 245 |
| Fundraising | 15,975 | 23,208 |
| Recoveries | (54,941) | (4,184) |
| Literacy program | 7,500 | 7,500 |
| Miscellaneous | 1,250 | 2,217 |
| Purchased services | 8,775 | 10,238 |
| Recoveries | - | - |
| Repairs and maintenance | 77,000 | 2,000 |
| Salaries and benefits | 53,230 | 105,693 |
| Staff travel and training | 3,016 | 4,711 |
| Supplies | 938 | 2,787 |
| | 129,068 | 207,384 |
| Excess of Revenue over Expenditures | 120,214 | 4,980 |

COMMUNITY LIVING BRANT

SUMMARIZED COMBINED STATEMENT OF CASH FLOWS

| For the year ended March 31 | 2015 | 2014 |
|---|------------------|------------------|
| Cash Flows From Operating Activities | | |
| Excess (Deficiency) of Revenue over Expenditures | 120,214 | 4,980 |
| Excess (Deficiency) of Revenue over Expenditures - Restricted Assets | 73,615 | (2,656) |
| Charges (credits) to income not involving cash | | |
| Amortization | 25,808 | 231,595 |
| | 219,637 | 233,919 |
| Net change in non-cash working capital balances related to operations | 648,827 | 47,189 |
| | 868,464 | 281,108 |
| Cash Flows From Financing Activities | | |
| Decrease in operating loan | - | (129,774) |
| Amortization of deferred contributions related to capital assets | (13,163) | (182,917) |
| | (13,163) | (312,691) |
| Cash Flows From Investing Activities | | |
| (Increase) Decrease in long term investments | (17,858) | (803) |
| Net (Decrease) Increase in Cash and Bank | 837,443 | (32,386) |
| Opening Cash and Bank | (116,087) | (83,701) |
| Closing Cash and Bank | 721,356 | (116,087) |

See accompanying notes

COMMUNITY LIVING BRANT

SUMMARIZED NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2015

1. PURPOSE OF THE ORGANIZATION

Community Living Brant assists and supports developmentally challenged individuals to integrate into the community. The Organization was incorporated without share capital by letters patent, under the Corporations Act (Ontario) and is a registered charity under the Income Tax Act.

2. BASIS OF ACCOUNTING

These financial statements have been prepared in accordance with the significant accounting policies set out below to comply with reporting requirements of the Ministry of Community and Social Services and the Ministry of Children and Youth Services. The basis of accounting used in these financial statements materially differs from Canadian generally accepted accounting principles because:

- (a) Certain capital asset purchases that are completely funded by the Ministry of Community and Social Services and the Ministry of Children and Youth Services are included in expenditures for the year. In the year, the Organization expensed \$23,070 (2014 - \$13,454) of computer equipment purchases and \$60,954 (2014 - \$nil) of vehicle purchases.
- (b) Long term investments consist of fixed income securities with maturities between May 2019 and May 2027. They are disclosed at market value. Unrealized gains and losses are recorded in the statement of revenue and expenses.

3. SIGNIFICANT ACCOUNTING POLICIES

(a) Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates.

(b) Revenue Recognition

The Organization follows the deferral method of accounting for contributions.

Revenues are recognized as they are earned when related expenditures are incurred in the current period. For expenditures of a future period, revenue is deferred and recognized in the same period as the expenses are recognized.

Contributions restricted for the purchase of capital assets are deferred and amortized to revenue on a straight-line basis, at a rate corresponding with the amortization rate for the related capital assets.

(c) Capital Assets

Land is recorded at cost less capital contributions received. Amortization is provided on a straight line basis at the following annual rates:

| | |
|----------|-------------------|
| Building | 5% straight line |
| Vehicles | 20% straight line |

COMMUNITY LIVING BRANT

SUMMARIZED NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2015

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Allocation of Expenses

Community Living Brant engages in providing assistance and support to developmentally challenged individuals to integrate into the community. The cost of each program includes personnel, premises and other expenses that are directly related to providing the programs.

Administration costs for the agency consist of salaries and benefits, purchased professional services, office expenses, advertising costs related to the recruiting of staff, financing and fundraising costs, insurance, fees paid to professional associations and costs related to the head office such as utilities.

Community Living Brant allocates its administration costs based on approved ministry percentages. The agency is also allowed to balance budgets across programs using administration costs. The Agency applies this basis consistently each year.

(e) Recognition and Measurement

The Organization's financial instruments consist of cash and investments, accounts receivable, accounts payable and accrued liabilities. The fair values of these financial instruments approximate their carrying values, unless otherwise stated. It is management's opinion that the organization is not exposed to significant interest rate risks arising from these financial instruments.

| 4. CAPITAL ASSETS | Cost | Accumulated Amortization | 2015 | 2014 |
|-------------------|-----------|-----------------------------|---------|---------|
| Land | 362,550 | - | 362,550 | 362,550 |
| Building | 4,429,880 | 4,235,122 | 194,758 | 216,518 |
| Vehicles | 20,242 | 10,120 | 10,122 | 14,170 |
| | 4,812,672 | 4,245,242 | 567,430 | 593,238 |

5. DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS

Deferred contributions related to capital assets represent restricted contributions with which capital assets were originally purchased. The changes in the deferred contributions balance for the period are as follows:

| | 2015 | 2014 |
|------------------------------------|----------|-----------|
| Balance, beginning of year | 195,207 | 378,124 |
| Less: Amounts amortized to expense | (13,163) | (182,917) |
| Balance, end of year | 182,044 | 195,207 |

COMMUNITY LIVING BRANT

SUMMARIZED NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2015

6. INTERNALLY RESTRICTED NET ASSETS

In previous years, the Board of Directors internally restricted funds to establish a venture capital fund to assist individuals supported by the organization. This internally restricted amount is not available for unrestricted purposes without the approval of the Board of Directors. In the current year, the Board has also established a Fund for Capital Repairs and Maintenance of \$75,000.

7. FINANCIAL INSTRUMENTS

The Organization has also identified the following financial risks:

Credit Risk

The Organization's exposure to credit risk relates to its accounts receivable. The risk of significant credit loss is considered remote.

Interest Rate Risk

The Organization's exposure to interest rate risk relates to its long term debt, long term investments and their employee future benefits.

Liquidity Risk

Liquidity risk is the risk of being unable to meet cash requirements or to fund obligations as they become due. Trade accounts payable and accrued liabilities are generally paid within 30 days.