

MAPLE CITY CENTRE FOR OLDER ADULTS  
Financial Statements  
Year Ended March 31, 2022



MAPLE CITY CENTRE FOR OLDER ADULTS

Index to Financial Statements

Year Ended March 31, 2022

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	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Changes in Net Assets	4
Statement of Revenues and Expenditures	5
LHIN Funding ( <i>Schedule 1</i> )	6
Statement of Cash Flows	7
Notes to Financial Statements	8 - 16





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## INDEPENDENT AUDITOR'S REPORT

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To the Members of Maple City Centre for Older Adults

### *Qualified Opinion*

We have audited the financial statements of Maple City Centre for Older Adults (the organization), which comprise the statements of financial position as at March 31, 2022 and 2021, and the statements of changes in net assets, revenues and expenditures and cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at March 31, 2022 and 2021, and the results of its operations and cash flows for the years then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO)

### *Basis for Qualified Opinion*

In common with many not-for-profit organizations, the organization derives revenue from fundraising activities the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the organization. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenue, excess of revenues over expenses, and cash flows from operations for the years ended March 31, 2022 and 2021, current assets and net assets as at March 31, 2022 and 2021.

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 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 qualified audit opinion.

### *Emphasis of Matter*

We draw attention to Note 22 to the financial statements, which describes subsequent events related to the global COVID-19 pandemic declared by the World Health Organization. Our opinion is not modified in respect of this matter.

### *Responsibilities 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 ASNPO, 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.

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Independent Auditor's Report to the Members of Maple City Centre for Older Adults (*continued*)

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.

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.

*EPR Rieger Bray Hohl*

Chatham, Ontario  
September 19, 2022

**EPR RIEGER BRAY HOHL**  
Chartered Professional Accountants  
Licensed Public Accountants



MAPLE CITY CENTRE FOR OLDER ADULTS

Statement of Financial Position

March 31, 2022

	2022	2021
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$	\$ 21,135
Marketable securities	73,518	88,433
Accounts receivable (Note 6)	15,163	12,728
Government remittances recoverable (Note 7)		4,997
Inventory (Note 8)	1,949	16,097
Prepaid expenses	13,079	6,956
	<u>103,709</u>	<u>150,346</u>
<b>CAPITAL ASSETS (Note 9)</b>	<u>42,475</u>	<u>27,243</u>
	<u>\$ 146,184</u>	<u>\$ 177,589</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT</b>		
Bank indebtedness	\$ 8,169	\$
Accounts payable	23,741	21,275
Deferred revenue (Note 10)	40,858	44,705
Government remittances payable (Note 7)	12,032	
	<u>84,800</u>	<u>65,980</u>
<b>LONG TERM DEBT (Note 11)</b>	<u>40,000</u>	<u>30,000</u>
	<u>124,800</u>	<u>95,980</u>
<b>NET ASSETS</b>	<u>21,384</u>	<u>81,609</u>
	<u>\$ 146,184</u>	<u>\$ 177,589</u>

APPROVED BY THE DIRECTOR ON BEHALF OF THE BOARD

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Director



The accompanying notes are an integral part of these financial statements

MAPLE CITY CENTRE FOR OLDER ADULTS

Statement of Changes in Net Assets

Year Ended March 31, 2022

	2022	2021
NET ASSETS - BEGINNING OF YEAR	\$ 81,609	\$ 47,236
Excess (Deficiency) of revenues over expenses	<u>(60,225)</u>	<u>34,373</u>
NET ASSETS - END OF YEAR	<u>\$ 21,384</u>	<u>\$ 81,609</u>



The accompanying notes are an integral part of these financial statements

MAPLE CITY CENTRE FOR OLDER ADULTS

Statement of Revenues and Expenditures

Year Ended March 31, 2022

	2022	2021
<b>REVENUES</b>		
Donations	\$ 4,729	\$ 10,039
Fundraising Revenues <i>(Note 13)</i>	106,230	145,206
LHIN Funded Programs (Schedule 1)	126,168	116,532
Memberships	270	20,617
Operating Grants <i>(Note 14)</i>	76,336	42,700
Program Revenues <i>(Note 15)</i>	28,008	17,209
Special Grants <i>(Note 16)</i>	163,576	117,545
	<u>505,317</u>	<u>469,848</u>
<b>EXPENSES</b>		
Amortization	1,347	745
Building and maintenance expenses <i>(Note 17)</i>	36,750	30,479
Fundraising expenses <i>(Note 18)</i>	57,354	76,499
LHIN program expenses (Schedule 1)	126,711	117,343
Program and administration expenses <i>(Note 19)</i>	42,114	28,574
Special grant expenditures <i>(Note 16)</i>	133,576	97,545
Wage compensation	258,262	225,079
	<u>656,114</u>	<u>576,264</u>
<b>DEFICIENCY OF REVENUES OVER EXPENSES FROM OPERATIONS</b>	<u>(150,797)</u>	<u>(106,416)</u>
<b>OTHER INCOME (EXPENSES)</b>		
Interest income	717	1,169
Canada Emergency Wage Subsidy <i>(Note 20)</i>	89,855	129,620
Canada Emergency Business Account forgivable loan <i>(Note 11)</i>	10,000	10,000
Legal settlements	(10,000)	
	<u>90,572</u>	<u>140,789</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES</b>	<u>\$ (60,225)</u>	<u>\$ 34,373</u>



The accompanying notes are an integral part of these financial statements

MAPLE CITY CENTRE FOR OLDER ADULTS

LHIN Funding

(Schedule 1)

Year Ended March 31, 2022

	2022	2021
<b>REVENUES</b>		
Erie St. Clair LHIN Grant	\$ 102,624	\$ 102,624
Foot Care Clinic - User Fees	23,544	13,908
	<u>126,168</u>	<u>116,532</u>
<b>EXPENSES</b>		
Building	16,000	19,868
Contracted Services	37,673	24,413
General administration expenses	12,939	12,963
Salaries expense	60,099	60,099
	<u>126,711</u>	<u>117,343</u>
<b>LOSS FROM OPERATIONS</b>	<u>\$ (543)</u>	<u>\$ (811)</u>



The accompanying notes are an integral part of these financial statements



MAPLE CITY CENTRE FOR OLDER ADULTS

Statement of Cash Flows  
Year Ended March 31, 2022

	2022	2021
<b>OPERATING ACTIVITIES</b>		
Excess (deficiency) of revenues over expenses	\$ (60,225)	\$ 34,373
Amortization of capital assets	1,347	745
Amortization of assets acquired with deferred grant revenue	6,941	2,932
	<u>(51,937)</u>	<u>38,050</u>
Changes in non-cash working capital:		
Accounts receivable	(2,435)	(6,130)
Government remittances recoverable (payable)	17,029	(3,405)
Inventory	14,147	(10,821)
Prepaid expenses	(6,123)	(4,096)
Accounts payable	2,466	(26,962)
Deferred revenue	(3,847)	8,321
	<u>21,237</u>	<u>(43,093)</u>
Cash flow from operating activities	<u>(30,700)</u>	<u>(5,043)</u>
<b>INVESTING ACTIVITIES</b>		
Purchase of capital assets	(23,519)	(30,921)
Marketable securities	14,915	(1,163)
Cash flow used by investing activities	<u>(8,604)</u>	<u>(32,084)</u>
<b>FINANCING ACTIVITY</b>		
Proceeds from long term financing	10,000	30,000
Cash flow from financing activity	<u>10,000</u>	<u>30,000</u>
<b>DECREASE IN CASH FLOW</b>	<u>(29,304)</u>	<u>(7,127)</u>
<b>CASH - BEGINNING OF YEAR</b>	<u>21,135</u>	<u>28,262</u>
<b>CASH (DEFICIENCY) - END OF YEAR</b>	<u>\$ (8,169)</u>	<u>\$ 21,135</u>
<b>CASH CONSISTS OF:</b>		
Cash	\$	\$ 21,135
Bank indebtedness	(8,169)	
	<u>\$ (8,169)</u>	<u>\$ 21,135</u>



The accompanying notes are an integral part of these financial statements

# MAPLE CITY CENTRE FOR OLDER ADULTS

## Notes to Financial Statements

Year Ended March 31, 2022

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### 1. PURPOSE OF THE ORGANIZATION

Maple City Centre for Older Adults (the "organization") is a not-for-profit organization incorporated provincially under the Corporations Act of Ontario as a corporation without share capital. As a registered charity the organization is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

The purpose of the Maple City Centre for Older Adults is to offer social and recreational programs to promote and maintain the enjoyment, well being, dignity and independence of adults age 50 and over.

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### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

#### Cash and cash equivalents

Cash includes cash on hand and cash in the bank.

#### Harmonized sales tax

The Organization receives a public service bodies' rebate on the HST paid. The rebate is calculated as 50% of the federal part of HST and 82% of the provincial part of the HST. The unrecoverable portion is recorded as an expense with the rebate treated as a receivable.

#### Inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

#### Capital assets

Capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives on a declining balance basis at the following rates and methods:

Computer equipment	55%	declining balance method
Furniture and equipment	20%	declining balance method
Leasehold improvements	20 years	straight-line method

(continues)

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# MAPLE CITY CENTRE FOR OLDER ADULTS

## Notes to Financial Statements

Year Ended March 31, 2022

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### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

#### Revenue recognition

The organization follows the deferral method of accounting for contributions.

Unrestricted contributions are recognized as revenue when received or receivable, if the amount to be received can be reasonably estimated and collection is reasonably assured. Unrestricted contributions include fundraising revenues, interest income, memberships, program revenues, Special Grants - Ontario Small Business Grant and Special Grants - Ontario Small Business Relief Grant..

Externally restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Externally restricted revenue includes federal, provincial and municipal operating grants, the LHJIN funded programs and other special grants. Government grants are recorded when there is a reasonable assurance that the organization has complied with, and will continue to comply with, all the necessary conditions to obtain the grants. Contributions restricted for the purchase of capital assets are deferred and amortized into revenue at a rate corresponding with the amortization rate for the related capital assets.

Donation revenue is recognized when gifts are received.

#### Donated services and materials

The operations of the organization depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

#### Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

#### Allocation of Expenses

The Maple City Centre for Older Adults receives annual funding from the Erie St. Clair LHJIN for specified community support services. Expenses for these services include building expenses, contracted services, salaries expenses and general administrative expenses. Operating costs are allocated to the LHJIN supported programs from wages, building and maintenance as well as program and administration expenses. Wages are allocated based on specific staff positions. Building and maintenance costs include utilities, repair & maintenance. A portion of building and maintenance expenses are allocated based on the proportion of the building usage. Administration costs include professional fees, office supplies, communications and other supplies. Administration costs are allocated based on specific activities and the proportion used of general administration expenses.

#### Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

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MAPLE CITY CENTRE FOR OLDER ADULTS

Notes to Financial Statements

Year Ended March 31, 2022

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3. CREDIT FACILITY

The organization has a credit facility with Royal Bank of Canada, which includes an approved operating line that can be drawn upon to a maximum of \$25,000, which bears interest at prime plus 1.65% and is secured by guaranteed investment certificates and a General Security Agreement. At the statement of financial position date, the amount owing, which is due on demand, was \$7,500.

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4. FINANCIAL INSTRUMENTS

The organization is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the organization's risk exposure and concentration as of March 31, 2022.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly in respect of its receipt of funds from its customers and other related sources, long-term debt and accounts payable.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the organization manages exposure through its normal operating and financing activities. The organization is exposed to interest rate risk primarily through its credit facilities and marketable securities.

Additional risk

Unless otherwise noted, it is management's opinion that the organization is not exposed to significant other price risks arising from these financial instruments.

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5. MARKETABLE SECURITIES

	<u>2022</u>	<u>2021</u>
Royal Bank of Canada GIC, 0.5%, redeemed October 11, 2021	\$	\$ 26,071
Royal Bank of Canada GIC, 0.35%, matures June 22, 2022	21,117	21,043
Royal Bank of Canada GIC, 2.25%, matured November 2, 2021		15,683
Royal Bank of Canada GIC, 0.2% matured October 8, 2021		10,076
Royal Bank of Canada GIC, 0.2% matured September 28, 2021		15,560
Royal Bank of Canada GIC, 0.8%, matures February 14, 2023	10,119	
Royal Bank of Canada GIC, 0.8%, matures February 14, 2023	26,210	
Royal Bank of Canada GIC, 0.8%, matures February 14, 2023	16,072	
	<u>\$ 73,518</u>	<u>\$ 88,433</u>

MAPLE CITY CENTRE FOR OLDER ADULTS

Notes to Financial Statements

Year Ended March 31, 2022

6. ACCOUNTS RECEIVABLE

	2022	2021
Canada Emergency Wage Subsidy receivable	\$ 4,093	\$ 12,728
Inclusive Community Grants Program receivable	4,850	
Senior community grant receivable	5,000	
Other amounts receivable	1,220	
	<u>\$ 15,163</u>	<u>\$ 12,728</u>

7. GOVERNMENT REMITTANCES RECOVERABLE (PAYABLE) OTHER THAN INCOME TAX

Government remittances (other than income taxes) include, for example, federal and provincial sales taxes, payroll taxes, health taxes, and workers' safety insurance premiums. The following government remittances were recoverable at year end:

	2022	2021
HST rebate recoverable (payable)	\$ (4,342)	\$ 11,054
Source deductions payable	(6,601)	(5,652)
Workplace safety & insurance board payable	(1,089)	(405)
	<u>\$ (12,032)</u>	<u>\$ 4,997</u>

8. INVENTORY

	2022	2021
Bar Inventory	\$ 704	\$
Food Inventory	1,245	3,146
Hair and Nail Salon Inventory		12,951
	<u>\$ 1,949</u>	<u>\$ 16,097</u>

MAPLE CITY CENTRE FOR OLDER ADULTS

Notes to Financial Statements

Year Ended March 31, 2022

9. CAPITAL ASSETS

	Cost	Accumulated amortization	2022 Net book value	2021 Net book value
Computer equipment	\$ 7,628	\$ 5,140	\$ 2,488	\$ 5,530
Furniture and equipment	36,821	6,076	30,745	11,972
Leasehold improvements	9,991	749	9,242	9,741
	<u>\$ 54,440</u>	<u>\$ 11,965</u>	<u>\$ 42,475</u>	<u>\$ 27,243</u>

Grant funding in the amount of \$23,519 was used to acquire other machinery and equipment. The grant revenue was deferred and will be amortized over the useful life of the assets.

The land and building at 20 Merritt Avenue are owned by the Municipality of Chatham-Kent. The Centre operates under a 50 year lease with the municipality with four automatic renewal options of ten years each and a further automatic renewal option of 9 years. This agreement was entered into November 26, 1990. Annual rent under the lease is \$1. An amending agreement to the lease was signed March 11, 2020 and the Municipality of Chatham-Kent agreed to be responsible for all major capital repairs.

10. DEFERRED REVENUE

	Unspent grant revenue	Other deferred revenue	2022	2021
<u>Unspent program grants and other deferred revenue</u>				
Balance, beginning of year	\$ 20,426	\$ 4,536	\$ 24,962	\$ 36,384
Additional amounts received				24,962
Amounts recognized as revenue	(20,426)		(20,426)	(36,384)
Balance, end of year		4,536	4,536	24,962
<u>Deferred capital grants</u>				
Balance, beginning of year	19,743		19,743	
Additional amounts received	23,519		23,519	22,675
Amounts amortized to revenue	(6,940)		(6,940)	(2,932)
Balance, end of year	36,322		36,322	19,743
Balance, end of year	<u>\$ 36,322</u>	<u>\$ 4,536</u>	<u>\$ 40,858</u>	<u>\$ 44,705</u>

11. LONG TERM DEBT

	2022	2021
Canada Emergency Business Account bearing interest at 5% if not repaid on or before December 31, 2023. Amounts payable within one year	\$ 40,000	\$ 30,000
	<u>\$ 40,000</u>	<u>\$ 30,000</u>

The total Canada Emergency Business Account loan provided was \$60,000 with \$20,000 of the loan forgivable if it was repaid on or before December 31, 2023. The forgivable portion of the loan is recognized in 2022 for \$10,000 and in 2021 for \$10,000 with Other Income.

MAPLE CITY CENTRE FOR OLDER ADULTS

Notes to Financial Statements

Year Ended March 31, 2022

12. MAJOR CONTRIBUTIONS

	2022	2021
Canada Emergency Wage Subsidy	\$ 89,855	\$ 129,620
Erie St. Clair LHIN	102,624	102,624
Municipality of Chatham-Kent	33,636	
Province of Ontario - Seniors Active Living Centre Program	42,700	42,700
Special Grants	163,576	117,545
	<u>\$ 432,391</u>	<u>\$ 392,489</u>

Major contributions are recognized as a part of LHIN program, operating grants, special grants, donations and Canada Emergency Wage Subsidy.

13. FUNDRAISING REVENUES

	2022	2021
Beverage	\$ 3,183	\$ 840
Hair Salon Revenue	24,020	77,117
Hospitality Revenue	44,390	53,991
Nail Salon Revenue	4,132	1,151
Room Rentals	1,325	600
Special events	29,180	11,507
	<u>\$ 106,230</u>	<u>\$ 145,206</u>

14. OPERATING GRANTS

	2022	2021
Municipality of Chatham-Kent	\$ 33,636	\$
Province of Ontario - Seniors Active Living Centre Program	42,700	42,700
	<u>\$ 76,336</u>	<u>\$ 42,700</u>

15. PROGRAM REVENUES

	2022	2021
Foot Care	\$ 21,478	\$ 12,983
User Fees	6,111	3,590
Woodworking	419	636
	<u>\$ 28,008</u>	<u>\$ 17,209</u>

MAPLE CITY CENTRE FOR OLDER ADULTS

Notes to Financial Statements

Year Ended March 31, 2022

16. SPECIAL GRANTS

	Special Grant Revenue	Special Grant Expenses	Excess of Revenue over Expenses
Chatham-Kent Community Foundation	\$ 1,150	\$ 1,150	\$
Erie St. Clair LHIN COVID-19 Response Support for Community Services	279	279	
Erie St. Clair LHIN - COVID-19 Response Support for Expanding Services	470	470	
Howard Rees Foundation	513	513	
Hydro One Networks Grant	11,861	11,861	
New Horizons Grant	20,938	20,938	
New Horizons Senior Community Grant	25,000	25,000	
Ontario Small Business Grant	20,000		20,000
Ontario Small Business Relief	10,000		10,000
Province of Ontario - Inclusive Community Grants Program	48,006	48,006	
Province of Ontario - Seniors Active Living Centre Program	20,239	20,239	
United Way of Chatham-Kent - Digital Enhancement	3,042	3,042	
United Way of Chatham-Kent - Mental Health supports	2,078	2,078	
	<u>\$ 163,576</u>	<u>\$ 133,576</u>	<u>\$ 30,000</u>

The Ontario Small Business Grant and the Ontario Small Business Relief Grant did not require spending for designated purposes. These funds were spent on other operating expenses of the facility.

17. BUILDING AND MAINTENANCE EXPENSES

	2022	2021
Kitchen Equipment	\$ 20	\$
Maintenance Supplies	17,493	21,481
Utilities	35,238	28,865
Program Recovery - Building & Ground expenses	(16,001)	(19,867)
	<u>\$ 36,750</u>	<u>\$ 30,479</u>

The program recovery deduction represents expenses allocated to the LHIN grant expense for maintenance and utilities. The amounts have been estimated based on usage.

18. FUNDRAISING EXPENSES

	2022	2021
Beverage	\$ 1,600	\$ 1,859
Fundraising activities	14,714	4,541
Hair Salon Expense	21,545	53,829
Hospitality Expense	11,420	15,412
Nail Salon Expense	8,075	858
	<u>\$ 57,354</u>	<u>\$ 76,499</u>





MAPLE CITY CENTRE FOR OLDER ADULTS

Notes to Financial Statements

Year Ended March 31, 2022

19. PROGRAM AND ADMINISTRATION EXPENSES

	2022	2021
Administrative Expenses	\$ 8,168	\$ 5,550
Insurance	2,445	5,206
Office Expenses	41,310	29,047
Program expenses	3,130	1,734
Program Recovery-Admin expenses	(12,939)	(12,963)
	<u>\$ 42,114</u>	<u>\$ 28,574</u>

The program recovery represents expenses allocated to the LHIN grant expense for general administrative and office expenses. The amounts have been estimated based on usage.

20. WAGE SUBSIDY

In March 2020 the Government of Canada introduced a wage subsidy program, Canada Emergency Wage Subsidy (CEWS) to assist Canadian businesses and not-for-profits whose operations were affected by COVID-19. Under the program, an eligible organization could receive a subsidy of up to 75% of each employee's salary based on a maximum weekly wage of \$1,120 per employee. The amount of the wage subsidy was based on the revenue decline. The program began in March and continued throughout the year. Maple City Centre for Older Adults received the following amounts:

	2022	2021
Canadian Emergency Wage Subsidy	<u>\$ 89,855</u>	<u>\$ 129,620</u>

21. CONTINGENT LIABILITY

The Organization is defending an action of wrongful dismissal brought by two former employees. Although liability is not admitted, if the defence against the action is unsuccessful, there could be potential fines and legal costs. The amount is unknown at the date of these financial statements, therefore, no liability has been recorded. Based on legal advice, management believes that the defence against the action will be successful.

22. COVID-19 PANDEMIC

In March 2020, the World Health Organization declared a global pandemic due to the novel coronavirus (COVID-19). The situation is constantly evolving, and the measures put in place are having multiple impacts on local, provincial, national and global economies.

The emergency measures put in place to combat the spread of the virus impacted the operations of the Centre throughout the past year. The Centre was closed at different times during the year and there were restrictions on the number of people allowed in the Centre at other times. Membership revenue as well as revenue from user fees and facility rentals declined. Alternate sources of revenue were introduced including patio food services and take out meals, hair and nail salon services. The Organization was able to obtain wage subsidies during the year and also received many special Covid grants.

These financial statements were prepared based upon conditions existing at March 31, 2022 and considering events that occurred subsequent to that date. At this time the Organization continues to offer a variety of programs and services in compliance with existing public health guidelines. Management is uncertain of the effects of these changes on its financial statements and believes that any disturbance may be temporary; however, there is uncertainty about the length and potential impact of the disturbance.

As a result, we are unable to estimate the potential impact on the organization's operations as at the date of these financial statements.

MAPLE CITY CENTRE FOR OLDER ADULTS

Notes to Financial Statements

Year Ended March 31, 2022

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23. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

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