

ASKENNONIA SENIOR CENTRE INC.

Financial Statements

December 31, 2023

ASKENNONIA SENIOR CENTRE INC.

Index to Financial Statements

Year Ended December 31, 2023

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Revenues and Expenses	4
Statement of Changes in Net Assets	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 8
Expenses (<i>Schedule 1</i>)	9



LICENSED PUBLIC ACCOUNTANTS
CHARTERED PROFESSIONAL ACCOUNTANTS

Robert V. Pellegrino, CPA, CGA, Licensed Public Accountant
Philip J. Bright, CPA, CGA, Licensed Public Accountant

INDEPENDENT AUDITOR'S REPORT

To the Members of Askennonia Senior Centre Inc.

Qualified Opinion

We have audited the financial statements of Askennonia Senior Centre Inc. (the organization), which comprise the statement of financial position as at December 31, 2023, and the statements of revenues and expenses, changes in net assets and cash flows for the year 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 December 31, 2023, and the results of its operations and cash flows for the year 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 memberships, donations, and programs, events and 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 membership, donations, and programs, events, and fundraising revenue, excess of revenues over expenses, and cash flows from operations for the year ended December 31, 2023, current assets and net assets as at December 31, 2023.

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.

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.

Those charged with governance are responsible for overseeing the organization's financial reporting process.

(continues)

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.

Vaughan, Ontario
April 18, 2024



KBFP LLP
Chartered Professional Accountants
Licensed Public Accountants

ASKENNONIA SENIOR CENTRE INC.

Statement of Financial Position

December 31, 2023

	2023	2022
ASSETS		
CURRENT		
Cash	\$ 76,280	\$ 97,848
Investment (Note 4)	75,889	-
Harmonized sales tax recoverable	22,796	7,701
	\$ 174,965	\$ 105,549
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 10,235	\$ 14,449
Payroll deductions payable	4,857	5,972
Deferred revenue (Note 5)	65,523	55,166
	80,615	75,587
NET ASSETS	94,350	29,962
	\$ 174,965	\$ 105,549

LEASE COMMITMENTS (Note 6)

On behalf of the Board

Director

Director

See notes to financial statements

ASKENNONIA SENIOR CENTRE INC.

Statement of Revenues and Expenses

Year Ended December 31, 2023

	2023	2022
REVENUES		
Grants		
Province of Ontario	\$ 95,395	\$ 110,803
County of Simcoe SCIF	70,000	55,000
Hungry To Know	16,949	571
Other grant income	14,871	6,700
Community Service Recovery Grant	13,194	-
Senior Community Hybrid	9,261	15,715
New Horizons	6,704	8,725
Town of Midland	6,000	6,000
OACAO Links	3,740	7,575
Getting to Know You Grant	3,150	21,850
OACAO Virtual Health Gair Grant	1,875	1,875
Huronian Communities Foundation	749	1,600
Culture Alliance Days 22 Grant	-	1,650
	241,888	238,064
	-	-
Programs, Events and Fundraising (net)	154,768	68,531
Memberships	62,860	46,501
Contributions in-kind - Town of Midland	22,000	22,000
Donations	24,344	3,796
	505,860	378,892
EXPENSES (Schedule 1)	442,361	382,240
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES FROM OPERATIONS	63,499	(3,348)
OTHER INCOME		
Interest income	889	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ 64,388	\$ (3,348)

See notes to financial statements

ASKENNONIA SENIOR CENTRE INC.

Statement of Changes in Net Assets

Year Ended December 31, 2023

	General Fund	2023	2022
NET ASSETS - BEGINNING OF YEAR	\$ 29,962	\$ 29,962	\$ 33,310
(DEFICIENCY) EXCESS OF REVENUES OVER EXPENSES	64,388	64,388	(3,348)
NET ASSETS - END OF YEAR	\$ 94,350	\$ 94,350	\$ 29,962

See notes to financial statements

ASKENNONIA SENIOR CENTRE INC.

Statement of Cash Flows

Year Ended December 31, 2023

	2023	2022
OPERATING ACTIVITIES		
(Deficiency) excess of revenues over expenses	\$ 64,388	\$ (3,348)
Changes in non-cash working capital:		
Accounts and wage subsidy receivable	-	17,727
Accounts payable and accrued liabilities	(4,214)	9,728
Deferred revenue	10,357	(13,668)
Harmonized sales tax payable	(15,095)	(4,125)
Payroll deductions payable	(1,115)	508
	(10,067)	10,170
INCREASE IN CASH FLOW	54,321	6,822
Cash - beginning of year	97,848	91,026
CASH - END OF YEAR	\$ 152,169	\$ 97,848
CASH CONSISTS OF:		
Cash	\$ 76,280	\$ 97,848
Guaranteed Investment Certificate	75,889	-
	\$ 152,169	\$ 97,848

See notes to financial statements

ASKENNONIA SENIOR CENTRE INC.

Notes to Financial Statements

Year Ended December 31, 2023

1. DESCRIPTION OF ORGANIZATION

Askennonnia Senior Centre Inc. (the "organization") is incorporated under the Business Corporations Act of Ontario as a not-for-profit organization without share capital and is a registered charity under the Income Tax Act. As such, it is exempt from income tax. The primary purpose of the organization is to provide services and support for the senior population in Midland, Ontario and surrounding area.

2. BASIS OF PRESENTATION

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash and cash equivalents

Cash includes cash and cash equivalents. The company policy is to disclose bank balances under cash and cash equivalents, including balances that fluctuate from being positive to overdrawn. Cash equivalents also include investments in near cash instruments and are valued at cost plus accrued interest. The carrying amounts approximate fair value because they have maturities at the date of purchase of less than ninety days.

Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. 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. Members fees are recognized as revenue proportionately over the fiscal year to which they relate. Programs, events and fundraising revenue is recognized when collected.

Contributed services

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.

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial instruments are measured at amortized cost and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed as incurred.

Measurement uncertainty

The preparation of financial statements in accordance with Canadian generally accepted accounting principles for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts 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 they become known. Actual results could differ from these estimates.

ASKENNONIA SENIOR CENTRE INC.

Notes to Financial Statements

Year Ended December 31, 2023

4. INVESTMENT

Investments amount is inclusive of interest accrued till December 31, 2023.

	<u>2023</u>	<u>2022</u>
TD Canada Trust - Guaranteed Investment Certificate; interest 4% and maturing Jan 11, 2024	<u>\$ 75,889</u>	<u>\$ -</u>

5. GRANTS AND MEMBERSHIP FEES

	<u>2023</u>	<u>2022</u>
<u>Deferred revenue summary:</u>		
Deferred grants income	\$ 37,848	\$ 34,551
Deferred membership fees	<u>27,675</u>	<u>20,615</u>
	<u>\$ 65,523</u>	<u>\$ 55,166</u>

6. LEASE COMMITMENTS

The organization has not been in a lease agreement with facility at Town of Midland since June 30,2019. A new lease has not been signed but continues on a verbal basis.

7. FINANCIAL INSTRUMENT RISKS

It is management's opinion that the organization is not exposed to significant credit, currency or interest rate risks.

ASKENNONIA SENIOR CENTRE INC.

Expenses

(Schedule 1)

Year Ended December 31, 2023

	2023	2022
Salaries and wages	\$ 169,153	\$ 157,590
SCIF Expenses	66,046	51,165
Trillium Resilient Communities Expense	45,304	6,543
Rent	38,392	38,192
Program costs	30,449	12,187
Community Service Recovery fund exp.	17,031	-
Computer consulting and web page	9,318	4,489
Senior Community Hybrid expense	9,261	14,763
New Horizons Expense	7,206	4,332
Professional fees	6,856	6,809
Insurance	5,308	4,885
Getting to Know You Expense	4,192	21,212
Office supplies and equipment	3,660	19,061
Hungry to Know Expense	3,617	571
Telecommunications	2,149	2,486
Travel	928	629
Advertising and promotion	852	178
Dues and fees	639	611
Repairs and maintenance	-	1,102
OACAO Virtual Health Fair Expense	-	2,650
HCF Smart & Caring Expense	-	1,912
Culture grant expense	-	1,344
Tiny Major- Gold Grant Expense	-	2,402
Province of Ontario Trillium Expense	-	5,127
	420,361	360,240
Non-cash expenses		
Town of Midland - office, staff, and supplies	22,000	22,000
	\$ 442,361	\$ 382,240

See notes to financial statements