



Financial Statements

Support & Housing - Halton

March 31, 2020

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Independent Auditor's Report

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To the Members of Support & Housing – Halton

Opinion

We have audited the financial statements of **Support & Housing - Halton** ("the Organization"), which comprise the statement of financial position as at March 31, 2020, and the statements of revenue and expenditures, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **Support & Housing - Halton** as at March 31, 2020, and its results of its 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.

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.

Grant Thornton LLP

Mississauga, Canada
July 29, 2020

Chartered Professional Accountants
Licensed Public Accountants

Support & Housing - Halton

Statement of Financial Position

As at March 31

2020

2019

Assets

Current

Cash	\$ -	\$ 42,628
Restricted cash – bingo fund	28,301	13,746
Investments – unrestricted (Note 4)	87,146	91,163
Restricted investments (Note 4)	135,196	114,041
Accounts receivable and other receivables	228,227	37,746
Harmonized sales tax recoverable	115,398	78,598
Prepaid expenses	26,186	28,593
	<u>620,454</u>	<u>370,875</u>

Property and equipment (Note 3)

1,369,587 971,458

\$ 1,990,041 \$ 1,377,973

Liabilities

Current

Bank indebtedness	\$ 167,317	\$ -
Accounts payable (Note 5)	293,349	319,567
Current portion of long-term debt (Note 8)	44,956	44,335
	<u>505,622</u>	<u>363,902</u>

Deferred revenue (Note 6)

461,733 481,795

Deferred rent

6,642 -

Deferred capital contributions (Note 7)

1,235,090 839,116

Long term debt (Note 8)

231,117 286,139

2,440,204 1,970,952

Net assets

Operating fund	(870,973)	(1,006,665)
Restricted funds (Note 9)	283,713	278,754
Replacement reserve fund	137,096	134,932
	<u>(450,163)</u>	<u>(592,979)</u>

\$ 1,990,041 \$ 1,377,973

Commitments (Note 10)

Economic dependence (Note 12)

On behalf of the Board,



Director



Director

See accompanying notes to the financial statements.

Support & Housing - Halton Statement of Revenue and Expenditures

Year ended March 31

	Operating Fund		Restricted Funds (Note 9)		Replacement Reserve Fund		Total	Total
	2020	2019	2020	2019	2020	2019	2020	2019
Revenue								
Grants								
Local Health Integration Network	\$ 3,301,905	\$ 3,183,495	\$ -	\$ -	\$ -	\$ -	\$ 3,301,905	\$ 3,183,495
Ministry of Health & Long Term Care	634,120	445,720	-	-	-	20,000	634,120	465,720
United Way Halton & Hamilton	240,984	240,984	-	-	-	-	240,984	240,984
Recognition of deferred capital contributions (Note 7)	115,702	93,980	-	6,965	-	-	115,702	100,945
Municipality of Halton	71,802	62,890	-	-	-	-	71,802	62,890
Other grant funding	84,000	-	85,147	121,961	-	-	169,147	121,961
Government of Canada	30,951	35,708	-	-	-	-	30,951	35,708
Contributions from residents	276,774	245,979	-	-	-	-	276,774	245,979
Other revenue	34,275	39,496	4,364	7,402	2,164	1,375	40,803	48,273
Bingo fundraising	-	-	7,518	16,946	-	-	7,518	16,946
Donations	18,800	10,000	-	-	-	-	18,800	10,000
	<u>4,809,313</u>	<u>4,358,252</u>	<u>97,029</u>	<u>153,274</u>	<u>2,164</u>	<u>21,375</u>	<u>4,908,506</u>	<u>4,532,901</u>
Expenses								
Salaries and wages	2,356,697	2,585,107	47,904	120,209	-	-	2,404,601	2,705,316
Operating expenses (Schedule 2)	899,395	869,030	40,394	62,349	-	-	939,789	864,768
Housing costs (Schedule 1)	856,365	523,339	-	-	-	-	856,365	589,951
Employee benefits	439,058	415,924	3,210	16,287	-	-	442,268	432,211
Amortization	115,703	100,945	6,965	-	-	-	122,668	100,945
	<u>4,667,218</u>	<u>4,494,345</u>	<u>98,473</u>	<u>198,845</u>	<u>-</u>	<u>-</u>	<u>4,765,691</u>	<u>4,693,190</u>
Excess (deficiency) of revenue over expenses	\$ <u>142,095</u>	\$ <u>(136,093)</u>	\$ <u>(1,444)</u>	\$ <u>(45,571)</u>	\$ <u>2,164</u>	\$ <u>21,375</u>	\$ <u>142,815</u>	\$ <u>(160,289)</u>

Support & Housing - Halton Statement of Change in Net Assets

Year ended March 31

	Year ended March 31, 2020			Total 2020
	Operating Fund	Restricted Funds (Note 9)	Replacement Reserve Fund	
Fund balance, beginning of year	\$(1,006,665)	\$ 278,754	\$ 134,932	\$ (592,979)
Interfund transfers	(6,403)	6,403	-	-
Excess of revenue over expenses	<u>142,095</u>	<u>(1,444)</u>	<u>2,164</u>	<u>142,815</u>
Fund balance, end of year	<u>\$ (870,973)</u>	<u>\$ 283,713</u>	<u>\$ 137,096</u>	<u>\$ (450,164)</u>
	Year ended March 31, 2019			
	Operating Fund	Restricted Funds (Note 9)	Replacement Reserve Fund	Total 2019
Fund balance, beginning of year	\$ (858,906)	\$ 318,941	\$ 107,275	\$ (432,690)
Interfund transfers	(11,666)	5,384	6,282	-
Excess (deficiency) of revenue over expenses	<u>(136,093)</u>	<u>(45,571)</u>	<u>21,375</u>	<u>(160,289)</u>
Fund balance, end of year	<u>\$ (1,006,665)</u>	<u>\$ 278,754</u>	<u>\$ 134,932</u>	<u>\$ (592,979)</u>

Support & Housing - Halton Statement of Cash Flows

Year ended March 31	2020	2019
Operating activities		
Excess (deficiency) of revenues over expenses	\$ 142,815	\$ (160,289)
Non-cash items		
Amortization expense	122,668	100,945
Recognition of deferred capital contributions	(115,702)	(100,945)
Change in non-cash working capital:		
Accounts receivable	(190,481)	(17,734)
Harmonized sales tax recoverable	(36,800)	(4,107)
Accounts payable	(26,218)	115,055
Prepaid expenses	2,407	16,878
Deferred revenue	(20,062)	(257,610)
	<u>(121,373)</u>	<u>(307,808)</u>
Investing activities		
Purchase of property and equipment	(520,797)	(451,604)
Deferred capital contribution	511,676	454,305
Purchase of investments – restricted	(21,154)	(42,406)
Purchase (sale) of investments – unrestricted	4,017	34,993
	<u>(26,258)</u>	<u>(4,712)</u>
Financing activities		
Deferred rent	6,642	-
Repayment of long-term debt	(55,022)	(43,236)
Repayment of MOH/LHIN funding	621	-
	<u>(47,759)</u>	<u>(42,236)</u>
Decrease in cash	(195,390)	(355,756)
Cash & bank indebtedness, beginning of year	<u>56,374</u>	<u>412,130</u>
Cash & bank indebtedness, end of year	\$ <u>(139,016)</u>	\$ <u>56,374</u>
Cash consists of:		
Cash & bank indebtedness	\$ (167,317)	\$ 42,628
Restricted cash – bingo fund	<u>28,301</u>	<u>13,746</u>
	\$ <u>(139,016)</u>	\$ <u>56,374</u>

Support & Housing - Halton

Notes to the Financial Statements

March 31, 2020

1. Nature of operations

Support & Housing – Halton (“the Organization”) is an Ontario non-profit corporation without share capital. Its purpose is to provide community-based housing, mental wellness programs and support services for people living with mental illness and/or addictions including youth at risk. Using a person-centred approach, the Organization is committed to the philosophy of personal recovery.

The Organization is a registered charity as defined by subsection 149(1) of the Canadian Income Tax Act.

2. Summary of significant accounting policies

These financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations (“ASNPO”) and include the following significant accounting policies:

Adoption of new standards

On April 1, 2019, the Organization adopted new Section 4433 Tangible capital assets held by not-for-profit organizations, which requires the Organization to consider the individual components of tangible capital assets when determining appropriate amortization as well as additional guidance on contributed assets and write-downs of tangible capital assets. The impact of the adoption of the new Section did not result in any adjustments to the financial statements.

Use of estimates

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

Contributed services

The value of services contributed by volunteers and supplies provided as donations are not reflected in these financial statements, as they are not clearly measurable.

Cash

Cash includes the following items that are restricted in their future use:

Funds held in the bingo current account total \$28,301 (2019 - \$13,746). Use of bingo funds is restricted to a listing of eligible expenses.

Fund accounting

The Organization follows the restricted fund method of accounting for contributions.

Support & Housing - Halton Notes to the Financial Statements

March 31, 2020

2. Summary of significant accounting policies (continued)

Net assets

Unrestricted:

The Operating Fund reports the Organization's program delivery and administrative activities. This fund reports unrestricted resources and operating grants.

Internally restricted:

The Restricted Funds report the revenues and expenditures for specific internally and externally restricted programs and activities.

The Capital Fund reports the assets, liabilities, revenues and expenditures related to Support & Housing – Halton's capital assets.

The Education Fund reports funds set aside and controlled by the Education Committee for the training of mental health and/or addiction staff arranged by the Education Committee.

Externally restricted:

The Replacement Reserve Fund reports the amounts received from the Ministry of Health and Long Term Care (MOHLTC) under an agreement to fund future unexpected major replacement expenditures.

The Bingo Fund is restricted and reports resources for eligible expenses related to bingo.

Inter fund transfers are made as and when required.

Revenue recognition

Restricted contributions related to general operations are recognized as revenue of the Operating Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted Fund.

Unrestricted contributions are recognized as revenue of the Operating Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Externally restricted contributions for replacement reserve costs are recognized as revenue in the Replacement Reserve Fund. Externally restricted contributions used to purchase property and equipment is deferred and amortized over the useful lives of the related property and equipment so that revenue recognition corresponds with the related amortization expense.

Investment income earned on Replacement Reserve Fund resources that must be spent on major expenditures is recognized as revenue of the Replacement Reserve Fund. Investment income earned on Capital Fund resources is recognized as revenue of the Capital Fund. Other investment income is recognized as revenue of the Operating Fund when earned.

Bingo contributions is recognized as revenue of the Bingo Fund in line with the eligibility criteria of the program.

Support & Housing - Halton

Notes to the Financial Statements

March 31, 2020

2. Summary of significant accounting policies (continued)

Property and equipment

Property and equipment purchased with a value of greater than \$5,000 are recorded at cost. Where property and equipment have been donated, cost is considered to be the fair value at the time the goods are donated.

Property and equipment is recorded at cost less accumulated amortization. Property and equipment is amortized on a straight-line basis as follows:

Furniture, fixtures and equipment	- 5 years
Motor vehicles including passenger vans	- 5 years
Buildings and renovations/improvements	- 5-25 years

Buildings include components such as general building, electrical, plumbing, heating and ventilation. These components are amortized over their respective estimated useful life.

Construction in progress includes assets under construction which are not amortized.

Financial instruments

The Organization considers any contract creating a financial asset or liability as a financial instrument, except in certain limited circumstances. The Organization accounts for the following as financial instruments:

- cash
- restricted cash
- investments (restricted and unrestricted)
- accounts receivable
- payables
- long term debt

A financial asset or liability is recognized when the Organization becomes party to contractual provisions of the instrument.

The Organization initially measures its financial assets and financial liabilities at fair value, except for certain non-arm's length transactions.

Financial assets or liabilities obtained in related party transactions are measured in accordance with the accounting policy for related party transactions except for those transactions that are with a person or entity whose sole relationship with the company is in the capacity of management in which case they are accounted for in accordance with financial instruments.

The Organization subsequently measures all of its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash, restricted cash, investments (GICs), and receivables.

Support & Housing - Halton Notes to the Financial Statements

March 31, 2020

2. Summary of significant accounting policies (continued)

Financial liabilities measured at amortized cost include accounts payable and long term debt.

The Organization removes financial liabilities, or a portion of, when the obligation is discharged, cancelled or expires.

3. Property and equipment	2020			2019
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Land and building - CMHC	\$ 1,502,594	\$ 1,271,201	\$ 231,393	\$ 290,288
Land and building - Acton	714,104	216,299	497,805	524,339
Land and building - Grace House	277,252	59,071	218,181	132,342
Furniture and equipment	169,724	169,724	-	3,241
Passenger vehicle	83,618	22,035	61,583	21,248
Construction in progress	360,625	-	360,625	-
	<u>\$ 3,107,917</u>	<u>\$ 1,738,330</u>	<u>\$ 1,369,587</u>	<u>\$ 971,458</u>

4. Investments

Restricted

	2020	2019
Guaranteed Investment Certificates (GIC's)	\$ <u>135,196</u>	\$ <u>114,041</u>

The GICs mature between April 29, 2020 and August 11, 2020 and have nominal interest rates ranging from 1.60% to 2.23%.

Unrestricted

	2020	2019
Mutual Funds (Money Market)	\$ 56,418	\$ 55,523
Preferred Shares	<u>30,728</u>	<u>35,640</u>
	<u>\$ 87,146</u>	<u>\$ 91,163</u>

Mutual funds and preferred shares are stated at fair value. The fair value includes unrealized investment losses of \$4,017 (2019: \$4,360).

5. Accounts payable

The accounts payable balance includes government remittances totalling \$Nil (2019 - \$Nil).

Support & Housing - Halton Notes to the Financial Statements

March 31, 2020

6. Deferred revenue	<u>2020</u>	<u>2019</u>
Land and Building – Acton – Forgivable Loan	\$ 411,649	\$ 411,649
Just Be You (JBY) Program	-	35,320
The Home Depot Canada Foundation – The Orange Door Project	34,827	34,826
Region of Halton – Safe Beds Program Initiative	<u>15,257</u>	<u>-</u>
	<u>\$ 461,733</u>	<u>\$ 481,795</u>

In fiscal 2011, the Organization received funding from the Canadian Mortgage and Housing Corporation (CMHC) for renovations in the Acton property. The loan is forgivable in 15 years provided certain conditions are met. The Organization has agreed to operate in accordance with the terms and conditions stated in a formal agreement. Should the Organization breach this agreement, the funding may have to be repaid.

Just Be You, is a youth-led group program providing social recreation and peer-support for ages 15 to 22, experiencing mental health and/or addictions issues. Funding for this program is raised by a private individual in Oakville via Shine Out! Shout Out! Hockey Tournament.

The Home Depot Canada Foundation – The Orange Door Project grant is to fund the Organization's Youth Homelessness Initiatives. Remaining \$34,826 of the funds received by the Organization will be used in future periods.

During fiscal 2020, the Organization entered into a Loan Agreement with the Region of Halton of an amount not to exceed \$76,290 for renovations relating to its safe beds program at its Chartwell, Oakville location. The loan is interest free with a 15-year term commencing from Project completion scheduled in fiscal 2021 and is forgivable at 1/15th per year, over the term. The loan is secured with a second mortgage on its Chartwell, Oakville location. A 20% drawdown of the Loan occurred during fiscal 2020.

7. Deferred capital contributions	<u>2020</u>	<u>2019</u>
Deferred capital contributions, beginning of year	\$ 839,116	\$ 485,756
Funds received during the year	511,676	454,305
Less: revenue recognized during the year	<u>(115,702)</u>	<u>(100,945)</u>
Deferred capital contributions, end of year	<u>\$ 1,235,090</u>	<u>\$ 839,116</u>

Support & Housing - Halton Notes to the Financial Statements

March 31, 2020

8. Long term debt

	<u>2020</u>	<u>2019</u>
Canada Mortgage and Housing Corporation, interest at 0.69% (2019 - 1.39%) per annum, repayable in blended monthly payments of \$1,907 (2019 - \$1,938), balance due January 1, 2025. Secured by 109 Brook Street and 13 Normandy Place, Oakville Ontario.	\$ 108,640	\$ 130,218
Canada Mortgage and Housing Corporation, interest at 2.60% per annum, repayable in blended monthly payments of \$1,292, balance due April 1, 2028. Secured by 10 Hill St and A006 Kingham Rd, Halton Hills, Ontario.	125,397	125,397
Canada Mortgage and Housing Corporation, interest at 0.69% (2019 - 1.39%) per annum, repayable in blended monthly payments of \$917 (2019 - \$932), balance due March 1, 2025. Secured by 39 Normandy Place, Oakville, Ontario.	53,999	64,859
Canada Mortgage and Housing Corporation interest free loan with no fixed repayment terms. The loan is to provide seed funding for a housing project and is repayable or forgivable provided certain conditions are met.	<u>-</u>	<u>10,000</u>
	275,635	330,474
Less: current portion	<u>(44,956)</u>	<u>(44,335)</u>
	\$ 231,117	\$ 286,139

Management believes that all loans will be renewed upon maturity at prevailing interest rates in effect at that time.

Principal repayments in the next five years and thereafter are approximately:

2021	\$ 15,506
2022	49,555
2023	49,555
2024	49,555
2025	49,555
Thereafter	<u>61,910</u>
	\$ 275,635

Support & Housing - Halton
Notes to the Financial Statements

March 31, 2020

9. Restricted funds

	<u>Restricted Fund</u>	<u>Capital Fund</u>	<u>Education Fund</u>	<u>Bingo Fund</u>	<u>Total 2020</u>	<u>Total 2019</u>
Balance, beginning of year	\$ <u>28,253</u>	\$ <u>222,858</u>	\$ <u>10,364</u>	\$ <u>17,279</u>	\$ <u>278,754</u>	\$ <u>318,941</u>
Revenues	89,513	-	-	7,516	97,029	153,274
Expenditures	<u>84,894</u>	<u>6,965</u>	-	<u>6,614</u>	<u>98,473</u>	<u>198,845</u>
Excess (deficiency) of revenue over expenses	4,619	(6,965)	-	902	(1,444)	(45,571)
Interfund transfers	<u>(4,619)</u>	-	-	<u>11,022</u>	<u>6,403</u>	<u>5,384</u>
Balance, end of year	<u>\$ 28,253</u>	<u>\$ 215,893</u>	<u>\$ 10,364</u>	<u>\$ 29,205</u>	<u>\$ 283,714</u>	<u>\$ 278,754</u>

Support & Housing - Halton Notes to the Financial Statements

March 31, 2020

10. Lease commitments

The Organization has long term leases with respect to its office premises in Milton, Burlington and Mississauga, and residential leases in Oakville and Burlington. Future minimum lease payments for the next five years are as follows:

	<u>Housing</u>	<u>Operating</u>	<u>Total</u>
2021	\$ 19,800	\$ 66,875	\$ 86,675
2022	-	68,998	68,998
2023	-	71,121	71,121
2024	-	73,244	73,244
2025	-	75,367	75,367
	<u>\$ 19,800</u>	<u>\$ 355,605</u>	<u>\$ 375,405</u>

11. Line of credit

The Organization has a line of credit of up to \$100,000 available for use. The line of credit is subject to interest of the prime rate +1% which was 4.25% as at March 31, 2020, and is secured by the first collateral mortgage, general assignment of leases and rents and a general security agreement. The line of credit balance as at March 31, 2020 was \$Nil (2019 - \$Nil)

12. Economic dependence

Operations of the Organization depend to a large extent upon the funding that it receives from the Federal and Provincial Governments. Any significant reduction in this source would significantly curtail the Organization's ability to offer a complete range of programs.

13. Financial instrument risks

Transactions in financial instruments may result in an entity assuming or transferring to another party one or more of the financial risks described below. The required disclosures provide information that assists users of financial statements in assessing the extent of risk related to financial instruments. There was no significant change in risk exposure from the prior year.

Credit risk

The Organization is subject to credit risk through receivables. Credit risk is the risk that one party to a transaction will fail to discharge an obligation and cause the other party to incur a financial loss. As revenue is mainly derived from the Ministry of Health and Long Term Care (MOHLTC) directly and through its Local Health Integrated Network (LHIN), the Organization is not subject to significant credit risk. The Organization's management does not expect any financial loss on the March 31, 2020 receivable balance.

Support & Housing - Halton Notes to the Financial Statements

March 31, 2020

13. Financial instrument risks (continued)

Liquidity risk

Liquidity risk is the risk that the Organization may encounter difficulty in meeting its obligations associated with its financial liabilities as they become due. It is management's opinion that the Organization is not exposed to significant liquidity risks arising from its financial instruments.

Interest rate risk

The Organization's financial instruments expose it to interest rate risk due to its investments with fixed interest rates. This risk is mitigated by the Organization through investing in instruments which have a low susceptibility to significant fluctuations in future changes in market interest rates.

14. Covid-19

Since December 31, 2019, the spread of COVID-19 has severely impacted many local economies around the globe. In many countries, including Canada, businesses are being forced to cease or limit operations for long or indefinite periods of time. Measures have been taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services. These measures have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions.

The Organization has determined that these events have not had a significant financial impact on its ongoing operations. The duration and impact of the Covid-19 pandemic, as well as the effectiveness of government and central bank responses, remains unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences as well as their impact on the financial position and results of the Organization, if any, for future periods. In the meantime, management continues to manage the budget and provide continuing levels of operations and service. Operating expenditures includes \$38,568 (2019 - \$Nil) spent on COVID-19 related activities.

15. Comparative amounts

Certain comparative amounts have been reclassified from those previously presented to conform to the presentation of the fiscal 2020 financial statements.

Support & Housing - Halton Housing Costs (Schedule 1)

Year ended March 31	2020	2019
Rent paid	\$ 433,682	\$ 384,753
Repairs and maintenance	184,654	55,676
Professional fees	59,590	7,332
Food costs	46,690	52,027
Utilities	38,218	39,636
Program expenses	26,173	4,273
Staff development	19,957	1,923
Office supplies	11,154	6,138
Telephone and interest	10,339	13,865
Minor equipment purchases	6,963	12,841
Mortgage interest	5,539	7,024
Computer maintenance and supplies	5,126	436
Travel	4,421	3,697
Client expenses	3,381	330
Office rent and utilities	300	-
Memberships	178	-
Office	-	-
	<u>\$ 856,365</u>	<u>\$ 589,951</u>

Support & Housing - Halton Operating Expenses (Schedule 2)

Year ended March 31	2020	2019
Professional fees	\$ 312,241	\$ 158,720
Office rent and utilities	142,450	119,422
Program expenses	104,558	196,715
Computer maintenance and supplies	87,382	36,561
Travel	51,999	53,356
Staff development	49,552	90,423
Office supplies	35,178	45,922
Telephone and internet	28,456	34,730
Consumer transportation	24,149	19,255
Insurance	20,268	23,558
Audit fees	17,700	14,250
Office	15,940	-
Equipment	15,619	29,286
Repairs and maintenance	14,674	17,061
Bank charges and payroll service	5,817	6,306
Memberships	5,731	4,805
Advertising and promotion	5,646	9,987
Client expense	<u>2,429</u>	<u>4,741</u>
	<u>\$ 939,789</u>	<u>\$ 864,768</u>