

HGK & PARTNERS LLP
CHARTERED PROFESSIONAL ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON THE SUMMARY FINANCIAL STATEMENTS

To the Members of Community Living Hamilton

The accompanying summary financial statements, which comprise the summary statement of financial position as at March 31, 2017 and the summary statements of operations and summary changes in net assets for the year then ended, are derived from the audited financial statements of Community Living Hamilton for the year ended March 31, 2017. We expressed a qualified audit opinion on those financial statements in our auditors' report dated June 13, 2017 (see below). 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 summary financial statements do not contain all the disclosures required by the financial reporting provisions as prescribed by an agreement between Community Living Hamilton and the Ontario Ministry of Community and Social Services (The Ministry) applied in the preparation of the audited financial statements of Community Living Hamilton. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of Community Living Hamilton.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of a summary of the audited financial statements on the basis described in *Note 1* to the summary financial statements.

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 Standard (CAS) 810, "Engagements to Report on Summary Financial Statements."

Opinion

The summary financial statements are qualified to the equivalent extent as the audited financial statements of Community Living Hamilton for the year ended March 31, 2017. The qualification of the audited financial statements is described in our qualified audit opinion in our report dated June 13, 2017. Our qualified opinion is based on the fact that, in common with many not-for-profit organizations, the Organization derives revenue from contributions from the public and fundraising, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Organization and we were not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenditures, assets and net assets.

Basis of Accounting and Restriction on Use

Our independent auditors' report dated June 13, 2017 on the audited financial statements included a basis of accounting and restriction on use paragraph, drawing attention to the note to the financial statements that describes the basis of accounting. The audited financial statements are prepared to assist Community Living Hamilton to meet the requirements of the agreement with the Ministry referred to above. As a result, the audited financial statements may not be suitable for another purpose. Because the summary financial statements are derived from the audited financial statements, the summary financial statements also may not be suitable for another purpose.



HAMILTON, ONTARIO
June 13, 2017

HGK & Partners LLP
Chartered Professional Accountants
Licensed Public Accountants

Note 1 - The summary financial statements are derived from the audited financial statements, prepared in accordance with the financial reporting provisions as prescribed by an agreement between Community Living Hamilton and the Ontario Ministry of Community and Social Services, as at March 31, 2017 and March 30, 2016 and for the years then ended.

The preparation of these summary financial statements requires management to determine the information that needs to be reflected in them so that they are consistent in all material respects with, or represent a fair summary of, the audited financial statements.

Management prepared these summary financial statements using the following criteria:

- (a) the summary financial statements include a statement for each statement included in the audited financial statements with the exception that management determined that the statement of cash flows does not provide additional useful information and as such has not included them as part of the summary financial statements;
- (b) information in the summary financial statements agrees with the related information in the audited financial statements;
- (c) major subtotals, totals and comparative information from the audited financial statements are included; and
- (d) the summary financial statements contain the information from the audited financial statements dealing with matters having a pervasive or otherwise significant effect on the summarized financial statements.

Copies of the March 31, 2017 audited financial statements are available at Community Living Hamilton's office.

COMMUNITY LIVING HAMILTON
Summary Statement of Financial Position
As at March 31, 2017

	Operating Fund	Capital Fund	2017 Total	2016 Total
ASSETS				
Current				
Cash	\$ 1,237,953	\$ 1,534,981	\$ 2,772,934	\$ 2,893,194
Investment	-	491,985	491,985	484,609
Accounts receivable	342,065	39	342,104	280,943
Inter-fund receivables (payables)	74,602	(74,602)	-	-
Prepaid expenditures	<u>36,816</u>	<u>15</u>	<u>36,831</u>	<u>10,491</u>
	<u>1,691,436</u>	<u>1,952,418</u>	<u>3,643,854</u>	<u>3,669,237</u>
Capital assets	<u>-</u>	<u>681,945</u>	<u>681,945</u>	<u>718,685</u>
	<u>\$ 1,691,436</u>	<u>\$ 2,634,363</u>	<u>\$ 4,325,799</u>	<u>\$ 4,387,922</u>
LIABILITIES				
Current				
Accounts payable and accrued liabilities	\$ 1,082,296	\$ 21,274	\$ 1,103,570	\$ 1,069,017
Government advances	82,494	-	82,494	291,161
Unearned revenue	16,802	-	16,802	16,267
Current portion of mortgages payable	<u>-</u>	<u>19,367</u>	<u>19,367</u>	<u>18,903</u>
	<u>1,181,592</u>	<u>40,641</u>	<u>1,222,233</u>	<u>1,395,348</u>
Mortgages payable	<u>-</u>	<u>236,080</u>	<u>236,080</u>	<u>255,223</u>
	<u>1,181,592</u>	<u>276,721</u>	<u>1,458,313</u>	<u>1,650,571</u>
NET ASSETS				
Internally restricted net assets	-	1,901,258	1,901,258	1,863,404
Internally restricted net assets invested in capital assets	-	426,498	426,498	444,559
Externally restricted net assets	-	29,886	29,886	26,772
Unrestricted net assets	<u>509,844</u>	<u>-</u>	<u>509,844</u>	<u>402,616</u>
	<u>509,844</u>	<u>2,357,642</u>	<u>2,867,486</u>	<u>2,737,351</u>
	<u>\$ 1,691,436</u>	<u>\$ 2,634,363</u>	<u>\$ 4,325,799</u>	<u>\$ 4,387,922</u>

COMMUNITY LIVING HAMILTON
Summary Statement of Operations
Year Ended March 31, 2017

	Operating Fund	Capital Fund	2017 Total	2016 Total
Revenue				
Grants and subsidies				
Provincial Government subsidies	\$ 10,159,403	\$ -	\$ 10,159,403	\$ 10,077,449
City of Hamilton	1,338,711	-	1,338,711	932,873
Federal Government subsidies	17,887	-	17,887	72,378
United Way grant	48,407	-	48,407	46,092
Other grants	<u>54,072</u>	<u>-</u>	<u>54,072</u>	<u>58,493</u>
	<u>11,618,480</u>	<u>-</u>	<u>11,618,480</u>	<u>11,187,285</u>
Association generated				
Contract sales	823,618	-	823,618	954,271
Cafeteria sales	919	-	919	2,884
Accommodation charges	423,482	-	423,482	411,725
Rental revenue	181,690	-	181,690	115,972
Program fees	464,545	-	464,545	604,727
Investment revenue	-	29,052	29,052	33,796
Donations, fundraising and other revenue	<u>187,843</u>	<u>103,879</u>	<u>291,722</u>	<u>32,306</u>
	<u>2,082,097</u>	<u>132,931</u>	<u>2,215,028</u>	<u>2,155,681</u>
	<u>13,700,577</u>	<u>132,931</u>	<u>13,833,508</u>	<u>13,342,966</u>
Expenditures				
Staff salaries	8,909,889	-	8,909,889	8,396,190
Employee benefits	1,522,763	-	1,522,763	1,367,758
Staff travel and training	78,111	-	78,111	61,691
Training allowances and benefits	135,864	-	135,864	136,950
Purchased services	1,246,997	-	1,246,997	1,290,519
Supplies	173,843	-	173,843	212,072
Food costs	191,029	-	191,029	187,259
Premises rent, other rentals and insurance	363,754	-	363,754	421,834
Utilities and taxes	241,652	-	241,652	205,612
Repairs and maintenance	299,559	-	299,559	336,984
New equipment and replacements	213,254	-	213,254	318,826
Advertising and promotion	-	-	-	1,257
Vehicle operations	53,934	-	53,934	57,619
Other service costs	68,490	151,697	220,187	81,893
Mortgage payments	25,371	-	25,371	25,371
Bad debts	-	-	-	13,030
Amortization	-	17,928	17,928	19,769
Employee recognition	<u>-</u>	<u>9,238</u>	<u>9,238</u>	<u>3,748</u>
	<u>13,524,510</u>	<u>178,863</u>	<u>13,703,373</u>	<u>13,138,382</u>
EXCESS (DEFICIENCY OF) REVENUE OVER EXPENDITURES				
	<u>\$ 176,067</u>	<u>\$ (45,932)</u>	<u>\$ 130,135</u>	<u>\$ 204,584</u>

COMMUNITY LIVING HAMILTON
Summary Statement of Changes in Net Assets
Year Ended March 31, 2017

	Internally Restricted Net Assets	Internally Restricted Net Assets Invested in Capital Assets	Externally Restricted Net Assets	Unrestricted Net Assets	Total
<u>2017</u>					
Balance, beginning of year	\$ 1,863,404	\$ 444,559	\$ 26,772	\$ 402,616	\$ 2,737,351
Excess (deficiency of) revenue over expenditures	(46,126)	-	194	176,067	130,135
Net acquisition (disposal) of capital assets	133	(133)	-	-	-
Amortization of capital assets	17,928	(17,928)	-	-	-
Interfund transfers	<u>65,919</u>	<u>-</u>	<u>2,920</u>	<u>(68,839)</u>	<u>-</u>
Balance, end of year	<u>\$ 1,901,258</u>	<u>\$ 426,498</u>	<u>\$ 29,886</u>	<u>\$ 509,844</u>	<u>\$ 2,867,486</u>
<u>2016</u>					
Balance, beginning of year	\$ 1,821,248	\$ 464,328	\$ 23,682	\$ 223,509	\$ 2,532,767
Excess revenue over expenditures	22,387	-	170	182,027	204,584
Amortization of capital assets	19,769	(19,769)	-	-	-
Interfund transfers	<u>-</u>	<u>-</u>	<u>2,920</u>	<u>(2,920)</u>	<u>-</u>
Balance, end of year	<u>\$ 1,863,404</u>	<u>\$ 444,559</u>	<u>\$ 26,772</u>	<u>\$ 402,616</u>	<u>\$ 2,737,351</u>