



**Cedar Centre**

**Financial Statements**

**March 31, 2021**



## Independent Auditor's Report

### To the Members of Cedar Centre

#### Qualified Opinion

We have audited the accompanying financial statements of **Cedar Centre** ("the Organization"), which comprise the statement of financial position as at **March 31, 2021** and the statements of changes in fund balances, operations 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 effect of the matter described in the Basis for Qualified Opinion paragraph, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2021, and its financial performance and its cash flows for the year then ended, in accordance with Canadian accounting standards for not-for-profit organizations.

#### Basis for Qualified Opinion

In common with many not-for-profit organizations, the Organization derives revenues from fundraising, 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 income, excess of income over expenses and cash flows from operations for the year ended March 31, 2021, current assets as at March 31, 2021 and unrestricted net assets as at March 31, 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 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.



## **Other matter**

The financial statements of Cedar Centre for the year ended March 31, 2020 were audited by another auditor who expressed a qualified opinion on those statements on November 4, 2020.

## **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 Organization, 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 Association'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 auditors' 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 auditors' 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 findings, including any significant deficiencies in internal control that we identify during our audit.

*Fazzari + Partners*

**FAZZARI + PARTNERS LLP**

Chartered Professional Accountants

Licensed Public Accountants

Vaughan, Ontario

June 23, 2021

## Cedar Centre

### Statement of Financial Position

As at March 31

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	2021	2020 (Note 11)
<b>Assets</b>		
<b>Current</b>		
Cash - unrestricted	\$ 622,976	\$ 200,835
Cash - restricted	431	22,235
Guaranteed investment certificates (Note 3)	234,106	230,908
Accounts receivable	42,639	36,217
Prepaid expenses	42,219	17,219
	<b>942,371</b>	<b>507,414</b>
<b>Capital assets (Note 4)</b>	<b>46,872</b>	<b>24,136</b>
	<b>\$ 989,243</b>	<b>\$ 531,550</b>

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The accompanying notes are an integral part of these financial statements.

## Cedar Centre

### Statement of Financial Position

As at March 31

	2021	2020 (Note 11)
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable and accrued liabilities	\$143,345	\$ 44,596
Government remittances payable	21,591	18,420
Deferred revenue	159,881	140,512
	<b>324,817</b>	<b>203,528</b>
<b>Long-term</b>		
Canada emergency business loan (Note 6)	60,000	-
Deferred revenue - capital assets	9,982	9,982
	<b>69,982</b>	<b>9,982</b>
	<b>394,799</b>	<b>213,510</b>
<b>Fund Balances</b>		
Unrestricted	557,123	281,651
Restricted	431	22,235
Invested in capital assets	36,890	14,154
	<b>594,444</b>	<b>318,040</b>
	<b>\$989,243</b>	<b>\$ 531,550</b>

COVID-19 (Note 12)

Approved on behalf of the Board

  
\_\_\_\_\_  
Director

  
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Director

The accompanying notes are an integral part of these financial statements.

## Cedar Centre

### Statement of Changes in Fund Balances

Year Ended March 31

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	Unrestricted	Invested in Capital Assets	Restricted - Lottery	2021	2020 (Note 11)
Balance, beginning of year	\$ 281,651	\$ 14,154	\$ 22,235	\$ 318,040	\$ 347,396
Capital assets acquired	(33,376)	33,376	-	-	-
Excess (deficiency) of income over expenses	308,848	(10,640)	(21,804)	276,404	(29,356)
<b>Balance, end of year</b>	<b>\$ 557,123</b>	<b>\$ 36,890</b>	<b>\$ 431</b>	<b>\$ 594,444</b>	<b>\$ 318,040</b>

The accompanying notes are an integral part of these financial statements.

## Cedar Centre

### Statement of Operations

#### Year Ended March 31

	Adult Program	Child, Youth & Family Program	Other Programs	Child Welfare - CPS	2021 (Note 11)	2020
<b>Income</b>						
Ministry of Health and Long-term Care	\$ 276,732	\$ 369,956	\$ 10,914	\$ -	\$ 657,602	\$ 543,992
Ministry of Children, Community and Social Services	58,032	8,100	51,526	8,285	125,943	66,449
United Way Grant	146,210	37,950	5,636	-	189,796	184,160
Net fundraising	-	-	62,862	-	62,862	140,687
Department of Justice	-	-	139,772	-	139,772	83,081
Donations and other sources	-	-	92,547	6,347	98,894	25,466
Ontario Trillium Grant	-	-	36,287	-	36,287	16,213
Government assistance	-	-	137,213	-	137,213	-
IRCC program revenue	-	-	31,622	-	31,622	-
Fees for services	4,640	-	-	-	4,640	11,027
	<b>485,614</b>	<b>416,006</b>	<b>568,379</b>	<b>14,632</b>	<b>1,484,631</b>	<b>1,071,075</b>
<b>Expenses</b>						
Salaries and benefits	363,173	342,862	158,069	13,645	877,749	793,380
Office and general	13,335	19,336	72,101	189	104,961	65,397
Fees for services	40,990	673	34,653	-	76,316	83,743
Professional fees	15,471	11,763	500	158	27,892	29,251
Occupancy costs	42,499	34,998	1,569	410	79,476	79,942
Education, courses and seminars	4,133	1,264	10,802	118	16,317	25,111
Insurance	6,013	5,060	-	112	11,185	9,834
Therapy dog	-	-	3,641	-	3,641	2,145
Transportation	-	50	-	-	50	4,560
Amortization	-	-	10,640	-	10,640	7,068
	<b>485,614</b>	<b>416,006</b>	<b>291,975</b>	<b>14,632</b>	<b>1,208,227</b>	<b>1,100,431</b>
<b>Excess (deficiency) of income over expenses</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 276,404</b>	<b>\$ -</b>	<b>\$ 276,404</b>	<b>\$ (29,356)</b>

The accompanying notes are an integral part of these financial statements.



## Cedar Centre

### Statement of Operations

#### Schedule A - Adult Program

#### Year Ended March 31

	VAW 8773	Other	Total
<b>Income</b>			
Ministry of Health and Long-term Care	\$ -	\$ 276,732	\$ 276,732
Ministry of Children, Community and Social Services	58,032	-	58,032
United Way Grant	-	146,210	146,210
Peel Family Services	-	4,640	4,640
	<b>58,032</b>	<b>427,582</b>	<b>485,614</b>
<b>Expenses</b>			
Salaries and benefits	43,408	319,765	363,173
Fees for services	13,024	27,966	40,990
Occupancy costs	1,100	41,399	42,499
Office and general	-	13,335	13,335
Professional fees	-	15,471	15,471
Education, courses and seminars	500	3,633	4,133
Insurance	-	6,013	6,013
	<b>58,032</b>	<b>427,582</b>	<b>485,614</b>
<b>Excess of income over expenses</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

The accompanying notes are an integral part of these financial statements.

## Cedar Centre

### Statement of Operations

#### Schedule B - Child, Youth and Family Program

#### Year Ended March 31

	AHTCS	A349	A351	A352	A354	A356	Total
<b>Income</b>							
MCCSS	8,100	-	-	-	-	-	8,100
Ministry of Health and Long-term Care	-	227,124	47,611	35,708	35,708	23,805	369,956
United Way Grant	-	23,298	4,884	3,663	3,663	2,442	37,950
	<b>8,100</b>	<b>250,422</b>	<b>52,495</b>	<b>39,371</b>	<b>39,371</b>	<b>26,247</b>	<b>416,006</b>
<b>Expenses</b>							
Salaries and benefits	-	210,490	44,124	33,093	33,093	22,062	342,862
Office and general	8,100	6,897	1,446	1,085	1,085	723	19,336
Fees for services	-	413	87	65	65	43	673
Professional fees	-	7,222	1,514	1,135	1,135	757	11,763
Occupancy costs	-	21,486	4,504	3,378	3,378	2,252	34,998
Education, courses and seminars	-	776	163	122	122	81	1,264
Insurance	-	3,107	651	488	488	326	5,060
Transportation	-	31	6	5	5	3	50
	<b>8,100</b>	<b>250,422</b>	<b>52,495</b>	<b>39,371</b>	<b>39,371</b>	<b>26,247</b>	<b>416,006</b>
<b>Excess of income over expenses</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

The accompanying notes are an integral part of these financial statements.

## Cedar Centre

### Statement of Operations

#### Schedule C - Other Programs

#### Year Ended March 31

	IRCC	Department of Justice	Current & Future Programming	Ontario Trillium	COVID-19 (Schedule D)	Total
<b>Income</b>						
Program revenue	\$ 31,622	\$ -	\$ -	\$ -	\$ -	\$ 31,622
Department of Justice	-	139,772	-	-	-	139,772
Government assistance	-	-	137,213	-	-	137,213
Trillium grant	-	-	-	36,287	-	36,287
MCCSS	-	-	-	-	51,526	51,526
Net fundraising	-	-	62,862	-	-	62,862
Donations and other sources	-	-	92,547	-	-	92,547
Ministry of Health and Long-term Care	-	-	-	-	10,914	10,914
United Way grant	-	-	-	-	5,636	5,636
	<b>31,622</b>	<b>139,772</b>	<b>292,622</b>	<b>36,287</b>	<b>68,076</b>	<b>568,379</b>
<b>Expenses</b>						
Salaries and benefits	28,846	117,000	-	3,350	8,873	158,069
Office and general	235	13,372	6,284	5,667	46,543	72,101
Fees for services	483	6,900	-	27,270	-	34,653
Professional fees	-	500	-	-	-	500
Therapy dog	-	-	3,641	-	-	3,641
Education, courses and seminars	2,058	2,000	-	-	6,744	10,802
Occupancy costs	-	-	-	-	1,569	1,569
Amortization	-	-	6,293	-	4,347	10,640
	<b>31,622</b>	<b>139,772</b>	<b>16,218</b>	<b>36,287</b>	<b>68,076</b>	<b>291,975</b>
<b>Excess of income over expenses</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 276,404</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 276,404</b>

The accompanying notes are an integral part of these financial statements.

## Cedar Centre

### Statement of Operations

#### Schedule D - COVID-19

#### Year Ended March 31

	MCCSS VAW	CLHIN	MCYS MOH via Kinark	UWGT	Total
<b>Income</b>					
Ministry of Health and Long-term Care	\$ -	\$ 10,914	\$ -	\$ -	\$ 10,914
MCCSS	7,664	-	43,862	-	51,526
United Way Grant	-	-	-	5,636	5,636
	<b>7,664</b>	<b>10,914</b>	<b>43,862</b>	<b>5,636</b>	<b>68,076</b>
<b>Expenses</b>					
Salaries and benefits	-	1,456	7,417	-	8,873
Office and general	7,664	7,889	28,472	2,518	46,543
Occupancy costs	-	1,569	-	-	1,569
Education, courses and seminars	-	-	3,626	3,118	6,744
Amortization	-	-	4,347	-	4,347
	<b>7,664</b>	<b>10,914</b>	<b>43,862</b>	<b>5,636</b>	<b>68,076</b>
<b>Excess of income over expenses</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

The accompanying notes are an integral part of these financial statements.

## Cedar Centre

### Statement of Cash Flows

Year Ended December 31

	2021	2020 (Note 11)
<b>Cash flows from (used in):</b>		
<b>Operating activities</b>		
Excess of income over expenses	\$ 276,404	\$ (29,356)
Adjustment for non cash item - amortization	10,640	7,068
	<b>287,044</b>	<b>(22,288)</b>
Changes in non-cash working capital items		
Guaranteed investment certificates	(3,198)	(80,810)
Accounts receivable	(6,421)	(11,845)
Government remittances payable	3,172	2,152
Prepaid expenses	(25,000)	10,574
Accounts payable and accrued liabilities	98,747	(33,611)
Deferred revenue, net	19,369	58,809
	<b>86,669</b>	<b>(54,731)</b>
	<b>373,713</b>	<b>(77,019)</b>
<b>Financing activity</b>		
Advances from Canada emergency business loan	60,000	-
<b>Investing activity</b>		
Acquisition of capital assets	(33,376)	(2,626)
<b>Increase in balance</b>	<b>400,337</b>	<b>(79,645)</b>
<b>Balance, beginning of year</b>	<b>223,070</b>	<b>302,715</b>
<b>Balance, end of year</b>	<b>\$ 623,407</b>	<b>\$ 223,070</b>
<b>Balance consists of:</b>		
Cash - unrestricted	\$ 622,976	\$ 200,835
Cash - restricted	431	22,235
	<b>\$ 623,407</b>	<b>\$ 223,070</b>

The accompanying notes are an integral part of these financial statements.

# Cedar Centre

## Notes to Financial Statements

March 31, 2021

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### 1. Purpose of the charity

Cedar Centre ("the Organization") was incorporated under the laws of the Province of Ontario as not-for-profit organization and is a registered charitable organization. As such, under the Income Tax Act it is not subject to income taxes. The Organization offers hope and healing to people in York Region affected by all forms of childhood interpersonal trauma.

### 2. Significant accounting policies

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

#### (a) Fund accounting

The Organization follows fund accounting thereby segregating operating and restricted funds. The purpose of the Unrestricted Fund is to record the administrative and day-to-day operating activities of the Organization. The purpose of the Capital Asset Fund is to record purchased capital assets, as well as the related debt and expenses. Interest expense associated with debt financing is recorded in the Capital Asset Fund. Restricted Lottery Fund is to record the monies raised from lotteries held during fundraising events and the monies are restricted to the purchase of therapeutic time supplies specifically for the Organization's Child, Youth and Family Program.

# Cedar Centre

## Notes to Financial Statements

March 31, 2021

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### 2. Significant accounting policies (continued)

#### (b) Capital assets

Purchased capital assets are recorded at cost. Contributed tangible capital assets are recorded at their fair value at the date of the contribution. Amortization is recorded over their estimated useful lives using the following annual rates and methods:

<b>Asset</b>	<b>Rate</b>	<b>Method</b>
Computer equipment	30%	Declining balance
Furniture and fixtures	20%	Declining balance

A capital asset is tested for impairment whenever an event or changes in circumstances indicate that its carrying amount may not be recoverable. An impairment loss is recognized when the carrying amount of the asset exceeds the sum of the undiscounted cash flows resulting from its use and eventual disposition. The impairment loss is measured as the amount by which the carrying amount of the capital asset exceeds its fair value.

#### (c) Revenue recognition

The Organization follows the deferral method of accounting for income. 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. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

#### (d) Contributed goods and services

Any volunteer hours and donated services that contribute to the operation of the Organization in carrying out its charitable activities are not recognized in these financial statements due to the difficulty in determining their value.

#### (e) Income taxes

The Organization is a registered charity under the Income Tax Act (Canada) and, as such, is exempt from income taxes.

## Cedar Centre

### Notes to Financial Statements

March 31, 2021

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#### 2. Significant accounting policies (continued)

##### (f) Financial instruments

The Organization measures its financial assets and financial liabilities at fair value. It subsequently measures all its financial assets and financial liabilities at amortized cost.

The financial assets subsequently measured at amortized cost include cash, term deposits and accounts receivable. The financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

##### (g) Use of estimates

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, liabilities, disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Estimates are required in determining the useful lives of assets for amortization purposes, determining future cash flows when assessing assets for impairment and contingencies. These estimates are reviewed periodically and adjustments are made to income as appropriate in the year they become known.

##### (h) Allocation of expenses

The Organization operates various programs associated with its mandate and engages in fundraising activities to assist in supporting those programs. The costs of each program include the cost of personnel, premises and other direct expenses. The Organization also incurs general support expenses that are common to the administration of the Organization and each of its programs. General support expenses are tracked and allocated specifically for the AP, CY&FP, OPP and DOJ programs, with the remainder allocated on an "as needed" basis within the respective programs.



## Cedar Centre

### Notes to Financial Statements

March 31, 2021

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#### 3. Term and Restricted term deposits

Fixed income investments of \$234,106 (2020 - \$230,908) consist of redeemable GICs which earn interest at an average rate of 2.18%, with maturity dates from June 2021 to November 2023.

#### 4. Capital assets

Capital assets consist of the following:

	2021		2020 (Note 11)	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer equipment	\$ 83,424	\$ 49,410	\$ 34,014	\$ 8,064
Furniture and fixtures	102,670	89,813	12,857	16,071
	<b>\$ 186,094</b>	<b>\$ 139,223</b>	<b>\$ 46,871</b>	<b>\$ 24,135</b>

#### 5. Fundraising

The Organization undertakes various fundraising activities each year. Gross revenue and expenses related to these activities were as follows:

	2021	2020 (Note 11)
Revenues	\$ 64,205	\$ 281,149
Expenses	(1,343)	(140,462)
	<b>\$ 62,862</b>	<b>\$ 140,687</b>

## Cedar Centre

### Notes to Financial Statements

March 31, 2021

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#### 6. Canada Emergency Business Loan

The Canada Emergency Business Loan is unsecured and operates as an interest-free operating line of credit until December 31, 2020. On January 1, 2021, this operating line of credit will convert to a 2-year, 0% interest term loan due by December 31, 2022. \$10,000 of the loan is forgivable if the remaining \$30,000 is repaid in full by December 31, 2022. There is an option to extend the loan for a 3-year term loan on December 31, 2022 at a rate of 5%.

#### 7. Deferred revenue - Fundraising

	Balance - opening (Note 11)	Amount received	Amount recognized in income	Balance - ending
Fundraising	\$ 37,075	\$ 8,200	\$ 45,275	\$ -

#### 8. Deferred revenue - Funding

	Balance - opening (Note 11)	Amount received	Amount recognized in income	Balance - ending
Funding - OTF	\$ 31,087	\$ 5,200	\$ 36,287	\$ -
Funding - DOJ	37,000	48,000	16,022	68,978
Funding - Kinark	10,100	-	-	10,100
Funding - Capital	25,250	800	-	26,050
Funding - COVID-19	-	59,099	4,346	54,753
	<b>\$ 103,437</b>	<b>\$ 113,099</b>	<b>\$ 56,655</b>	<b>\$ 159,881</b>

## Cedar Centre

### Notes to Financial Statements

March 31, 2021

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#### 9. Financial instruments and risk management

The Organization is exposed to the following risks related to its financial assets and liabilities. The Organization is not exposed to currency risk, credit risk, market risk, other price risk, interest risk or any significant concentrations of risk. The following financial risk assessment has remained unchanged from prior year.

**(a) Liquidity risk**

The Organization is exposed to the risk of being unable to honour its financial commitments by the deadlines set out under the terms of such commitments. The Organization is exposed to this risk mainly through its accounts payable and accrued liabilities. Senior management manages the Organization's cash resources based on financial forecasts and anticipated cash flows.

**(b) Fair value**

The fair value of the Organization's financial instruments approximates their carrying values because of their short-term nature.

#### 10. Commitments

The Organization occupies its premises under a lease which expires on July 31, 2022. The future minimum payments before applicable taxes for the remainder of the lease term are as follows:

2022	\$ 41,427
2023	13,809
	<hr/>
	\$ 55,236

#### 11. Comparative figures

Certain comparative figures have been reclassified to conform with the current year's presentation.

## **Cedar Centre**

### **Notes to Financial Statements**

**March 31, 2021**

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#### **12. COVID-19**

In March 2020, the World Health Organization declared a global pandemic due to the novel coronavirus. The situation is constantly evolving, and the measures put in place are having a significant impact on economic and social matters. Management is closely monitoring the situation and evaluating the impact of guidance and regulations implemented by medical and government bodies across the country. As new information become available, management has continued to evaluate the impact on the March 31, 2021 financial statements. As of the date these financial statements were approved, there were no significant changes to the Organization's operations that would impact the March 31, 2021 financial statements.