

**LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR
COMMUNITY CENTRE**

FINANCIAL STATEMENTS

AS OF MARCH 31, 2022

**LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR
COMMUNITY CENTRE**

FINANCIAL STATEMENTS

AS OF MARCH 31, 2022

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INDEPENDANT AUDITOR'S REPORT

To the board members of

LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY CENTRE

Opinion

We have audited the financial statements of LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY CENTRE, which comprise the statement of financial position as at March 31, 2022, and the statements of operations, changes in net assets (deficit) and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, except for the potential impacts described in the Basis of Opinion section with reserve of our report, the accompanying financial statements present fairly, in all material respects, the financial position of LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY CENTRE as at March 31, 2022, and the results of its operations and its cash flows for the year that ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for qualified Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). 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 audit opinion. As is the case with many not-for-profit organizations, the organization derives revenue from activities and donations that cannot be satisfactorily audited in their entirety. Consequently, our audit of these products was limited to the amounts recognized in the organization's accounts and we were unable to determine whether certain adjustments should have been made to the amounts of revenue received, net income, cash flows cash for the year ended March 31, 2022 and March 31, 2021, as well as net assets as at March 31, 2022 and March 31, 2021. We therefore expressed a qualified audit opinion on the financial statements of year ended March 31, 2021, due to the potential impacts of this scope limitation.

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 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

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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 GAAS 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 GAAS, we exercise professional judgment and maintain

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.

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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

ASBL INC

ASBL Chartered Professional Accountant firm inc.¹

Montreal, Mai 19th, 2022

¹ By CPA auditor, CGA, public accountancy permit no A129449

**LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY
CENTRE**

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
		\$
REVENUES		
Subsidies and financial aid (Note 3)	350 249	327 335
Auto financing revenues (Note 4)	<u>120 917</u>	<u>104 591</u>
	<u>471 166</u>	<u>431 926</u>
 EXPENDITURES		
Salaries and fringe benefits	272 839	236 188
Activities and auto-financing expenses (note 5)	71 010	34 317
Building expenses (note 6)	35 722	54 602
Professional fees	27 474	20 760
Amortization of capital assets	16 926	17 304
Interest on mortgage	6 041	9 061
Office expenses	4 197	3 737
Volunteer expenses - mileage	3 326	1 434
Telecommunication	2 983	2 996
Representation expenses	1 917	1 533
Office equipments	1 290	1 290
Advertising and promotion	1 258	107
Insurance	873	802
Maintenance and repairs	867	3 165
Interest and bank charges	744	272
	<u>447 467</u>	<u>387 568</u>
 EXCESS OF REVENUES OVER EXPENSES	<u>23 699</u>	<u>44 358</u>

LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY CENTRE

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED MARCH 31, 2022

	2022			2
	Invested in capital assets	Affected	Unaffected	Total
	\$	\$	\$	
BALANCE BEGINNING OF YEAR	302 029	-	82 382	384 411
Excess of revenues over expenditures	(16 926)	-	40 625	23 699
Acquisition of capital assets	312		(312)	-
Repayment of mortgage	31 734	-	(31 734)	-
Internal assignment	-	35 000	(35 000)	-
BALANCE END OF YEAR	317 149	35 000	55 961	408 110

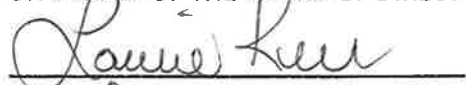
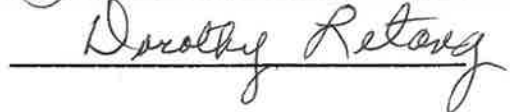
LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY CENTRE

STATEMENT OF FINANCIAL POSITION

AS OF MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash	133 697	117 406
Sales taxes receivable	3 004	4 413
Accounts receivable	3 563	484
Subsidies receivable	7 467	-
Prepaid expenses	5 111	3 514
	<u>152 842</u>	<u>125 817</u>
CASH RESERVED	23 440	23 440
CAPITAL ASSETS (note 7)	457 415	474 029
	<u>633 697</u>	<u>623 286</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable (note 8)	34 439	33 875
Deferred contributions (note 9)	50 882	33 000
Current portion of mortgage payable (note 10)	140 266	172 000
	<u>225 587</u>	<u>238 875</u>
NET ASSET		
INVESTED IN CAPITAL ASSETS	317 149	302 029
UNAFFECTED	55 961	82 382
AFFECTED (note 11)	35 000	-
	<u>408 110</u>	<u>384 411</u>
	<u>633 697</u>	<u>623 286</u>
EVENT SUBSEQUENT TO THE BALANCE SHEET DATE (note 12)		

ON BEHALF OF THE BOARD OF DIRECTORS

**LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY
CENTRE**

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2022**

	2022	2021
	\$	\$
OPERATING ACTIVITIES		
Excess of revenues over expenditures	23 699	44 356
Items not affecting cash :		
Amortization of capital assets	16 926	17 304
	<u>40 625</u>	<u>61 660</u>
Changes in non-cash working capital:		
Accounts receivable	(3 079)	(484)
Sales taxes receivable	1 409	(146)
Prepaid expenses	(1 597)	1 782
Subsidies receivable	(7 467)	-
Accounts payable and accrued liabilities	564	10 065
Deferred contributions	17 882	(17 000)
	<u>7 712</u>	<u>(5 783)</u>
CASH FLOW FROM (USED IN) OPERATING ACTIVITIES	<u>48 337</u>	<u>55 877</u>
INVESTMENT ACTIVITIES		
Acquisition of capital assets	(312)	(10 778)
FINANCING ACTIVITIES		
Repayment of mortgage	(31 734)	(39 000)
INCREASE IN CASH AND CASH EQUIVALENTS	16 291	6 099
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>140 846</u>	<u>134 747</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>157 137</u></u>	<u><u>140 846</u></u>

Cash and cash equivalents consist of cash and excess for outstanding checks over cash in bank.

LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY CENTRE

NOTES TO THE FINANCIAL STATEMENTS

AS OF MARCH 31, 2022

1- GOVERNING STATUTES AND PURPOSE OF THE ORGANIZATION

LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY CENTRE is a not for profit organization incorporated on February 14, 1984. It is an organization of charity within the meaning of the Income Tax Act. The organization is exempt from income taxes.

Its objects are:

To improve the quality of life of the elderly, isolated and disabled, integrate them into the center and community; helping them stay in their own homes for as long as possible;

To help older people continue to live independently for as long as possible;

To offer popular and socio-cultural education programs to encourage their self-knowledge;

To promote good nutrition and physical conditioning to help them maintain good health;

To encourage mutual aid and voluntary action by means of friendly visits and means of transport.

2- ACCOUNTING POLICIES

The financial statements of the organization have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following main accounting methods:

Accounting estimates

The preparation of these financial statements, in accordance 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, the disclosure of contingent assets and liabilities at the date of the financial statement and the reported amount of revenues and expenses during the current period. Actual information could differ from that determined based on these estimates and assumptions.

Revenue Recognition

Contributions

The organization follows the deferral method to account for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

The Unrestricted contributions are recognized as revenue when received or receivable if the amount receivable can be reasonably estimated and collection is reasonably assured.

Sale of services and documents

Revenue from the sale of services and documents is recognized in the statement of operations when the service is rendered and when the customer takes possession of the goods.

LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY
CENTRE

NOTES TO THE FINANCIAL STATEMENTS

AS OF MARCH 31, 2022

2- ACCOUNTING POLICIES (continued)

Contributions

Income relating to contributions is recognized on a straight-line basis over the period covered by the latter.

Other contributions

Other contributions are recognized when earned.

Contributions received as goods and services

Donations of goods and services are recorded at their fair market value if this can be subject to a reasonable estimate and whether the goods and services are procured by the organization normally against payment when they are not offered free of charge.

Depreciation

Financial assets measured at cost are tested for impairment if there are indications possible depreciation. The amount of impairment is recognized in earnings. The capital loss already accounted for may be reversed to the extent of the improvement, either directly, or by adjusting the provision account, without being greater than what it would have been recovery date if the loss had never been recognised. This reversal is accounted for in results.

Transaction costs

The organization recognizes its transaction costs in the results of the year in which they are incurred. However, the carrying amount of financial instruments that will not be measured subsequently at fair value takes into account transaction costs directly attributable to the creation, issue or the management of.

Impairment of Long-lived assets

Long-lived assets are tested for recoverability when events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment value is recognized when the carrying amount exceeds the undiscounted cash flows expected from their use and eventual disposition. The recognized impairment loss is measured as the excess of the carrying amount of the asset over its fair value.

Capital Assets

Capital assets are recorded at cost. They are amortized over their useful life espective estimate according to the method and duration indicated below:

	<u>Method</u>	<u>Rate</u>
Building	Straight line	10 years
Equipment	Declining balance	20%
Computer Equipment	Declining balance	30%
Office furniture	Declining balance	30%

**LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY
CENTRE**

NOTES TO THE FINANCIAL STATEMENTS

AS OF MARCH 31, 2022

2- ACCOUNTING POLICIES (continued)

Financial instruments

The organization initially measured its financial assets and liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash, restricted cash, grants receivable and accounts receivable.

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

Breakdown of common charges

The organization presents many of its expenses broken down by project. Salaries are broken down by on a pro rata basis of the hours worked according to the project. The other expenses common to the projects are broken down according to the use attributed to each project. Expenses that directly contribute to results of a project are charged directly to the account of this project.

3- SUBSIDIES AND FINANCIAL ASSISTANCE

	2022	2021
	\$	\$
Subsidies		
Centre intégré universitaire de santé et de services sociaux du		
Centre-sud de-l'Île-de-Montréal - Operating	203 018	202 821
Federal grants	5 967	-
Municipal grants	10 264	12 614
Member of the National Assembly (MNA)	7 500	8 000
Wellness Centre Program Centraide	22 600	-
Operating	100 900	100 900
Covid-19	-	3 000
	350 249	327 335

4- AUTO-FINANCING REVENUES

	2022	2021
	\$	\$
Donations	48 229	41 409
Meals	39 257	33 884
Rental	19 350	19 215
Membership	5 025	5 126
Medical Transportation	3 835	2 356
Special Events, Activities and Programs	4 575	1 858
Interests and others	646	743
	120 917	104 591

**LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY
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NOTES TO THE FINANCIAL STATEMENTS

AS OF MARCH 31, 2022

5- ACTIVITY AND AUTO-FINANCING EXPENSES

	2022	2021
	\$	\$
Activities	28 669	9 992
Meal expenses	23 799	16 480
Taxi	11 959	5 042
Trip expenses	4 444	-
Transportation	693	868
Training	555	740
Volunteer Recognition	891	1 195
	71 010	34 317

6- BUILDING EXPENSES

	2022	2021
	\$	\$
Maintenance and repairs	14 734	36 913
Electricity and gas	6 304	6 362
Insurance	5 712	4 711
Taxes	5 604	5 504
Miscellaneous	3 368	1 112
	35 722	54 602

7- CAPITAL ASSETS

	2022		2021	
	Cost	Accumulated Amortiation	Net Book Value	Net Book Value
Land	59 425	-	59 425	59 425
Building	440 612	58 139	382 473	393 488
Equipment	19 547	11 757	7 790	11 128
Computer Equipment	11 568	7 607	3 961	5 280
Office furniture	6 702	2 936	3 766	4 708
	537854	80 439	457 415	474 029

8- ACCOUNTS PAYABLE

	2022	2021
	\$	\$
Accounts payable and accrued liabilities	12 958	16 476
Salaries and vacation	21 481	17 399
	34 439	33 875

**LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY
CENTRE**

**NOTES TO THE FINANCIAL STATEMENTS
AS OF MARCH 31, 2022**

9- DEFERRED CONTRIBUTIONS

Deferred contributions related to funds received in the current period and intended to cover the operating expenses for the subsequent year. The changes in the deferred contributions balance are as follows:

	Balance as 31 mars 2021	Amounts received	Amounts Recognized as revenue	Balance as 31 mars 2022
	\$	\$	\$	\$
Fondation Grace Dart	33 000	25 000	30 843	27 157
Wellness Centre Program	-	42 200	22 600	22 600
Dons pour activités	-	7 875	6 750	1 125
	<u>33 000</u>	<u>75 075</u>	<u>60 193</u>	<u>50 882</u>

10- LONG-TERM DEBT

First ranking mortgage, bearing interest at 4%, repayable in monthly installments of \$1,788, secured by land and building with a net book value of \$441,898.

Portion payable in the next fiscal year

	2021	2020
	\$	\$
	<u>140 266</u>	<u>172 000</u>
	<u>140 266</u>	<u>172 000</u>
	<u>-</u>	<u>-</u>

11- INTERNAL ASSIGNMENT

On April 21, 2022, the Board of Directors appropriated an amount of \$35,000 for renovations of the building.

The organization may not use these internally restricted amounts for any other purpose without the prior consent of the board of directors.

12- EVENT SUBSEQUENT TO THE BALANCE SHEET DATE

In March 2020, the World Health Organization declared the outbreak of a new coronavirus (COVID-19) as a global pandemic that continues to spread in Canada and around the world.

As of March 31, 2022, management is closely monitoring developments and already estimates that this will result in the loss of turnover. The organization is aware of changes in its activities at the following the COVID-19 crisis.

The organization is aware of changes in its operations in the wake of the COVID-19 crisis, including the closure of its offices. Management is unsure of the impact of these changes on its financial statements and believes that any disruption may be temporary; however, there is uncertainty as to the duration and potential impact of this disruption.

As a result, we are not in a position to estimate the potential impact on the organization's activities as of these financial years.

**LE CENTRE ALMAGE COMMUNAUTAIRE - POUR PERSONNES ÂGÉES / ALMAGE SENIOR COMMUNITY
CENTRE**

NOTES TO THE FINANCIAL STATEMENTS

AS OF MARCH 31, 2022

13- FINANCIAL INSTRUMENTS

Credit risk

The organization is exposed to credit risk with regard to its accounts receivable. The organization continually assesses the accounts receivable on the basis of the amounts that it is virtually certain to receive.

Interest rate risk

The Organization is exposed to interest rate risk on fixed rate term deposits which subject it to risk of change in fair value.

14- COMPARATIVE FIGURES

Certain prior year figures have been reclassified to facilitate comparison with those of the current exercise.