

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

FINANCIAL STATEMENTS

AS OF MARCH 31, 2023

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, 2023, 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, 2023, 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, 2023 and March 31, 2022, as well as net assets as at March 31, 2023 and March 31, 2022. We therefore expressed a qualified audit opinion on the financial statements of year ended March 31, 2022, 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

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.

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

ASBL INC.

ASBL Chartered Professional Accountant firm inc.¹

Montreal, Mai 30th, 2023

¹By CPA auditor, 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, 2023**

	<u>2023</u>	<u>2022</u>
		\$
REVENUES		
Subsidies and financial aid (Note 3)	369 320	350 249
Auto financing revenues (Note 4)	<u>132 017</u>	<u>120 917</u>
	<u>501 337</u>	<u>471 166</u>
EXPENDITURES		
Salaries and fringe benefits	307 141	272 839
Activities and auto-financing expenses (note 5)	90 985	71 010
Building expenses (note 6)	32 246	35 722
Professional fees	36 058	27 474
Amortization of capital assets	15 983	16 926
Interest on mortgage	6 245	6 041
Office expenses	3 223	4 197
Volunteer expenses - mileage	3 574	3 326
Telecommunication	2 790	2 983
Representation expenses	3 764	1 917
Office equipments	1 290	1 290
Advertising and promotion	3 926	1 258
Insurance	921	873
Maintenance and repairs	1 121	867
Interest and bank charges	328	744
	<u>509 595</u>	<u>447 467</u>
EXCESS (INSUFFICIENCY) OF REVENUES OVER EXPENSES	<u>(8 258)</u>	<u>23 699</u>

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

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED MARCH 31, 2023

	2023		2022	
	Invested in capital assets	Affected (note 11)	Unaffected	Total
	\$	\$	\$	\$
BALANCE BEGINNING OF YEAR	317 149	35 000	55 961	408 110
Excess of revenues over expenditures	(15 983)	-	7 725	(8 258)
Acquisition of capital assets	4 595	-	(4 595)	-
Repayment of mortgage	30 146	-	(30 146)	-
BALANCE END OF YEAR	<u>335 907</u>	<u>35 000</u>	<u>28 945</u>	<u>399 852</u>
				<u>408 110</u>

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

STATEMENT OF FINANCIAL POSITION

AS OF MARCH 31, 2023

	<u>2023</u>	<u>2022</u>
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash	36 517	133 697
Sales taxes receivable	4 345	3 004
Accounts receivable	-	3 563
Subsidies receivable	-	7 467
Prepaid expenses	<u>23 087</u>	<u>5 111</u>
	63 949	152 842
CASH RESERVED	58 006	23 440
CAPITAL ASSETS (note 7)	<u>446 027</u>	<u>457 415</u>
	<u><u>567 982</u></u>	<u><u>633 697</u></u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable (note 8)	34 087	34 439
Deferred contributions (note 9)	23 923	50 882
Current portion of mortgage payable (note 10)	<u>110 120</u>	<u>140 266</u>
	<u>168 130</u>	<u>225 587</u>
NET ASSET		
INVESTED IN CAPITAL ASSETS	335 907	317 149
UNAFFECTED	28 945	55 961
AFFECTED (note 11)	<u>35 000</u>	<u>35 000</u>
	<u>399 852</u>	<u>408 110</u>
	<u><u>567 982</u></u>	<u><u>633 697</u></u>

ON BEHALF OF THE BOARD OF DIRECTORS


Kamel Kher

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

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2023**

	2023	2022
	\$	\$
OPERATING ACTIVITIES		
Excess of revenues over expenditures	(8 258)	23 699
Items not affecting cash :		
Amortization of capital assets	15 983	16 926
	7 725	40 625
Changes in non-cash working capital:		
Accounts receivable	(1 341)	1 409
Sales taxes receivable	3 563	(3 079)
Prepaid expenses	7 467	(7 467)
Subsidies receivable	(17 976)	(1 597)
Accounts payable and accrued liabilities	(352)	564
Deferred contributions	(26 959)	17 882
	(35 598)	7 712
CASH FLOW FROM (USED IN) OPERATING ACTIVITIES	(27 873)	48 337
INVESTMENT ACTIVITIES		
Acquisition of capital assets	(4 595)	(312)
FINANCING ACTIVITIES		
Repayment of mortgage	(30 146)	(31 734)
INCREASE IN CASH AND CASH EQUIVALENTS	(62 614)	16 291
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	157 137	140 846
CASH AND CASH EQUIVALENTS, END OF YEAR	94 523	157 137

Cash and cash equivalents consist of cash and cash reserved.

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

**NOTES TO THE FINANCIAL STATEMENTS
AS OF MARCH 31, 2023**

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, 2023

5- ACTIVITY AND AUTO-FINANCING EXPENSES

	2023	2022
	\$	\$
Activities	24 338	28 669
Meal expenses	28 843	23 799
Taxi	23 933	11 959
Trip expenses	11 843	4 444
Transportation	1 530	693
Training	449	555
Volunteer Recognition	49	891
	<u>90 985</u>	<u>71 010</u>

6- BUILDING EXPENSES

	2023	2022
	\$	\$
Maintenance and repairs	12 131	14 734
Electricity and gas	6 667	6 304
Insurance	6 383	5 712
Taxes	5 869	5 604
Miscellaneous	1 196	3 368
	<u>32 246</u>	<u>35 722</u>

7- CAPITAL ASSETS

	2023		2022	
	Cost	Accumulated Amortiation	Net Book Value	Net Book Value
Land	59 425	-	59 425	59 425
Building	440 612	69 155	371 457	382 473
Equipment	24 142	14 783	9 359	7 790
Computer Equipment	11 568	8 795	2 773	3 961
Office furniture	6 702	3 689	3 013	3 766
	<u>542 449</u>	<u>96 422</u>	<u>446 027</u>	<u>457 415</u>

8- ACCOUNTS PAYABLE

	2023	2022
	\$	\$
Accounts payable and accrued liabilities	14 419	12 958
Salaries and vacation	19 668	21 481
	<u>34 087</u>	<u>34 439</u>