

**ST. CATHARINES MAINSTREAM
NON-PROFIT HOUSING PROJECT**

FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2017



June 27, 2017

To the Directors of
St. Catharines Mainstream Non-Profit Housing Project

We have completed the audit of St. Catharines Mainstream Non-Profit Housing Project for the year ended March 31, 2017 and attached the following:

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We shall be pleased to provide any further information you may require.

A handwritten signature in black ink, appearing to read "L. A. Iggulden".

Lawrence A. Iggulden, Hons. B.A., FCPA, FCA, for
PARTRIDGE IGGULDEN LLP
Chartered Professional Accountants
Licensed Public Accountants

PARTRIDGE IGGULDEN



PARTRIDGE IGGULDEN LLP
CHARTERED PROFESSIONAL ACCOUNTANTS

WALLACE PARTRIDGE, CPA, CA
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INDEPENDENT AUDITOR'S REPORT

To the Members of
St. Catharines Mainstream Non-Profit Housing Project

We have audited the accompanying financial statements of St. Catharines Mainstream Non-Profit Housing Project which comprise the statement of financial position as at March 31, 2017 and the statement of revenue and expenditures, statement of funds, and statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

St. Catharines Mainstream Non-Profit Housing Project derives a portion of its receipts in the form of donations and incurs cash expenses in the form of client training allowances, which are not susceptible of complete audit verification. Accordingly, our verification of these items was limited to a comparison of bank statements with the amounts recorded in the records of the organization, and we were not able to determine whether any adjustments might be necessary to donation revenues, client training allowances and net assets.

Basis for Qualified Opinion (continued)

Note 1 describes the fixed assets and amortization accounting policy of St. Catharines Mainstream Non-Profit Housing Project. The original buildings, furniture and equipment were capitalized, and amortization taken in accordance with reporting policies as required with the Ministry of Municipal Affairs and Housing. Subsequent additions to the buildings and equipment are expensed in the year of acquisition. No amortization is taken on the building at 8 Avalon Place. Under Canadian accounting standards for not-for-profit organizations, fixed assets should be capitalized and amortized over their estimated useful life. Furthermore, the policy should be applied on a retroactive basis. The effects of not following Canadian accounting standards for not-for-profit organizations on the statement of financial position and statement of revenue and expenditures have not been determined.

Qualified Opinion

In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraphs, these financial statements present fairly, in all material respects, the financial position of St. Catharines Mainstream Non-Profit Housing Project as at March 31, 2017 and its financial performance and cash flows for the year then ended, in accordance with Canadian accounting standards for not-for-profit organizations.

St. Catharines, Ontario
June 27, 2017




PARTRIDGE IGGULDEN LLP
Chartered Professional Accountants
Licensed Public Accountants

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECTSTATEMENT OF FINANCIAL POSITIONMARCH 31, 2017

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
CURRENT ASSETS		
Cash	\$ 85,396	\$ 60,906
Accounts receivable	3,415	6,145
Subsidy receivable	12,723	12,723
Sales tax recoverable	9,301	10,523
Prepaid expenses	7,753	8,248
Due from Mainstream: An Unsheltered Workshop	<u>277</u>	<u>1,310</u>
	118,865	99,855
FIXED ASSETS - Project 3000 (Schedule 1)	423,468	475,647
REPLACEMENT RESERVE FUNDS ON DEPOSIT	40,993	37,156
HOMES FOR THE HOMELESS PROJECT (Note 2)	161,183	151,568
BINGO FUND CASH	<u>18,914</u>	<u>11,533</u>
	<u>\$ 763,423</u>	<u>\$ 775,759</u>
<u>LIABILITIES</u>		
CURRENT LIABILITIES		
Accounts payable and accrued charges (Note 4)	\$ 52,206	\$ 50,350
Deferred income	19,749	1,094
Due to Homes for the Homeless Project	3,332	2,999
Due to Supported Living Program	35,111	38,210
Current portion of mortgages payable - Project 3000 (Note 5)	<u>53,406</u>	<u>51,437</u>
	163,804	144,090
MORTGAGES PAYABLE - PROJECT 3000 (Note 5)	374,746	428,894
SUPPORTED LIVING PROGRAM (Note 6)	<u>6,418</u>	<u>6,438</u>
	<u>544,968</u>	<u>579,422</u>
<u>NET ASSETS</u>		
OPERATING FUND	3,783	2,518
REPLACEMENT RESERVE FUND	40,993	37,156
HOMES FOR THE HOMELESS PROJECT FUND	161,183	151,568
SUPPORTED LIVING PROGRAM FUND	(6,418)	(6,438)
BINGO FUND	<u>18,914</u>	<u>11,533</u>
	<u>218,455</u>	<u>196,337</u>
	<u>\$ 763,423</u>	<u>\$ 775,759</u>

Approved on behalf of the Board:


 _____, Director


 _____, Director

St. Catharines, Ontario

June 27, 2017

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT**STATEMENT OF REVENUE AND EXPENDITURES****YEAR ENDED MARCH 31, 2017**

	<u>2017</u>	<u>2016</u>
REVENUE		
Ministry of Community and Social Services		
Operating	\$ 1,868,706	\$ 1,814,454
Minor capital	15,000	4,873
Human Resources Development Canada	6,469	2,890
Client income	260,198	255,045
Other income	121,781	2,640
Rental income	57,431	57,950
Bingo fundraising	12,499	12,594
	<u>2,342,084</u>	<u>2,150,446</u>
EXPENDITURES		
Advertising/memberships	2,997	3,600
Agency governance costs	620	493
Amortization	52,179	50,189
Bank charges	3,667	3,421
Capital expenditures		
Minor	14,266	10,589
Other	138,600	10,287
Capital reserve allowance	6,369	6,369
Comfort allowances	21,934	21,106
Consulting fees	11,735	9,183
Groceries	42,838	40,547
Insurance	20,068	18,838
Interest on long-term debt	9,336	12,411
Municipal taxes	29,914	29,338
Office, program supplies and stipends	44,720	40,059
Professional fees	6,500	6,900
Purchased services	3,860	1,366
Occupancy and vehicle costs	98,040	98,040
Repairs and maintenance	16,921	19,695
Salaries and benefits	1,738,845	1,703,025
Staff training	10,343	9,057
Travel and communications	26,734	17,126
Utilities	30,698	32,796
	<u>2,331,184</u>	<u>2,144,435</u>
EXCESS OF REVENUE OVER EXPENDITURES	<u>\$ 10,900</u>	<u>\$ 6,011</u>
The allocation of the excess of revenue over expenditures in the various funds is as follows:		
Operating Fund - Project 3000	\$ (191)	\$ 348
- Supportive Independent Living Program	1,456	-
Homes For The Homeless Project Fund	9,615	5,683
Supported Living Program Fund	20	(20)
	<u>\$ 10,900</u>	<u>\$ 6,011</u>

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECTSTATEMENT OF FUNDSYEAR ENDED MARCH 31, 2017OPERATING FUND

	<u>2017</u>	<u>2016</u>
PROJECT 3000		
Balance (deficit), beginning of year	\$ (4,097)	\$ (4,445)
Excess (deficiency) of revenue over expenditures (Schedule 2)	<u>(191)</u>	<u>348</u>
Balance (deficit), end of year	<u>(4,288)</u>	<u>(4,097)</u>
SUPPORTIVE INDEPENDENT LIVING PROGRAM		
Balance, beginning of year	6,615	6,615
Excess of revenue over expenditures (Schedule 3)	<u>1,456</u>	<u>-</u>
Balance, end of year	<u>8,071</u>	<u>6,615</u>
OPERATING FUND BALANCE	<u>\$ 3,783</u>	<u>\$ 2,518</u>

REPLACEMENT RESERVE FUND

	<u>2017</u>	<u>2016</u>
BALANCE, BEGINNING OF YEAR	\$ 37,156	\$ 30,200
ALLOCATION FROM PROJECT 3000	6,369	6,369
INTEREST EARNED	800	587
EXPENDITURE	<u>(3,332)</u>	<u>-</u>
BALANCE, END OF YEAR	<u>\$ 40,993</u>	<u>\$ 37,156</u>

HOMES FOR THE HOMELESS PROJECT FUND (AVALON)

	<u>2017</u>	<u>2016</u>
BALANCE, BEGINNING OF YEAR	\$ 151,568	\$ 145,885
EXCESS OF REVENUE OVER EXPENDITURES (Schedule 4)	<u>9,615</u>	<u>5,683</u>
BALANCE, END OF YEAR	<u>\$ 161,183</u>	<u>\$ 151,568</u>

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECTSTATEMENT OF FUNDS

(continued)

YEAR ENDED MARCH 31, 2017SUPPORTED LIVING PROGRAM FUND

	<u>2017</u>	<u>2016</u>
BALANCE (DEFICIT), BEGINNING OF YEAR	\$ (6,438)	\$ (6,418)
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES (Schedule 5)	<u>20</u>	<u>(20)</u>
BALANCE (DEFICIT), END OF YEAR	<u>\$ (6,418)</u>	<u>\$ (6,438)</u>

BINGO FUND

	<u>2017</u>	<u>2016</u>
RECEIPTS FOR YEAR	\$ 19,880	\$ 12,323
DISBURSEMENTS FOR YEAR		
Bank charges	<u>-</u>	<u>45</u>
EXCESS OF RECEIPTS OVER DISBURSEMENTS	19,880	12,278
TRANSFER TO SUPPORTIVE INDEPENDENT LIVING PROGRAM	(8,228)	(6,211)
TRANSFER TO SUPPORTED LIVING PROGRAM	<u>(4,271)</u>	<u>(6,383)</u>
NET EXCESS (DEFICIENCY)	7,381	(316)
BALANCE, BEGINNING OF YEAR	<u>11,533</u>	<u>11,849</u>
BALANCE, END OF YEAR	<u>\$ 18,914</u>	<u>\$ 11,533</u>

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECTSTATEMENT OF CASH FLOWSYEAR ENDED MARCH 31, 2017

	<u>2017</u>	<u>2016</u>
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Excess of revenue over expenditures - Operating Fund	\$ 1,265	\$ 348
Add amortization not affecting cash	<u>52,179</u>	<u>50,189</u>
	53,444	50,537
Effects on cash from changes in operating assets and liabilities		
Accounts receivable	2,730	(724)
Sales tax recoverable	1,222	5,919
Prepaid expenses	495	(283)
Due from Mainstream: An Unsheltered Workshop	1,033	4,424
Accounts payable and accrued charges	1,856	3,788
Deferred income	18,655	(226)
Due to/from Homes for the Homeless Project	333	10,006
Due to Supported Living Program	<u>(3,099)</u>	<u>28,890</u>
	<u>76,669</u>	<u>102,331</u>
CASH FLOWS USED IN FINANCING ACTIVITY		
Repayment of mortgages payable	<u>(52,179)</u>	<u>(50,189)</u>
INCREASE IN CASH FOR YEAR	24,490	52,142
CASH, BEGINNING OF YEAR	<u>60,906</u>	<u>8,764</u>
CASH, END OF YEAR	<u>\$ 85,396</u>	<u>\$ 60,906</u>

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2017

GENERAL

St. Catharines Mainstream Non-Profit Housing Project was incorporated to provide residential accommodation and incidental facilities for persons who are developmentally challenged and of low income.

The Organization was granted charitable status on June 26, 2009.

The Operating Fund consists of the Project 3000 housing project which commenced operations on October 1, 1988, and the Supportive Independent Living Program which offers affordable housing to borderline or mildly developmentally challenged individuals and assists them in acquiring the skills necessary to develop their potential as individuals in the community. The program consumers include, but are not restricted to, borderline or mildly developmentally challenged adults.

Homes For The Homeless Project provides permanent affordable housing for individuals with a primary concern of a borderline or mildly developmental disability and a secondary concern of substance abuse. It provides assistance in acquiring the skills necessary to develop their potential in the community. The Homes for the Homeless Project Fund represents the initial forgivable interest-free loan received from the Ontario Ministry of Municipal Affairs and Housing and net revenue or expenses from operations under the Homes For The Homeless Project.

Geneva, Shoreline, and Rykert residences provide Supported Living Programs for adults with a developmental disability with an emphasis on life enhancement and leisure activities. This program is designed for developmentally challenged individuals over the age of forty-five.

The Replacement Reserve Fund is to be used for the replacement of equipment, fixtures and renovations of homes owned by the corporation.

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations, and reflect the following policies:

Fund Accounting

St. Catharines Mainstream Non-Profit Housing Project follows the restricted fund method of accounting for contributions.

Fixed Assets and Amortization

Fixed assets are stated at cost. The original buildings, furniture and equipment were acquired and financed in accordance with an agreement with the Ontario Ministry of Municipal Affairs and Housing which dictates that amortization is taken only to the extent of principal repaid on the financing.

Subsequent additions to the buildings and equipment are expensed in the year of acquisition.

No amortization is taken on the building at 8 Avalon Place, St. Catharines, since the property was acquired from funds provided by a forgivable loan issued by the Ontario Ministry of Municipal Affairs and Housing.

Revenue and Expenditures

Revenue and expenditures are recorded based on the accrual method of accounting.

Start-up Costs

All costs associated with the start-up of a new program are funded through operating grants from the Ministry of Community and Social Services and are expensed in the year incurred.

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT**NOTES TO THE FINANCIAL STATEMENTS****MARCH 31, 2017****1. SIGNIFICANT ACCOUNTING POLICIES (continued)****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 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.

2. HOMES FOR THE HOMELESS PROJECT

	<u>2017</u>	<u>2016</u>
Cash	\$ 24,778	\$ 16,051
Replacement reserve cash	10,701	10,389
Due from Operating Fund	3,332	2,999
Prepaid expense	399	398
Land and building - 8 Avalon Place, St. Catharines	123,719	123,719
Accounts payable	<u>(1,746)</u>	<u>(1,988)</u>
Net assets	<u>\$ 161,183</u>	<u>\$ 151,568</u>

3. BANK INDEBTEDNESS

St. Catharines Mainstream Non-Profit Housing Project has an authorized line of credit in the amount of \$100,000. Interest is charged at prime plus 2.0% and is secured by a general security agreement over all personal property of the Organization.

4. ACCOUNTS PAYABLE AND ACCRUED CHARGES

	<u>2017</u>	<u>2016</u>
Trade payables	\$ 19,072	\$ 11,999
Accrued audit	2,302	2,791
Accrued interest	736	991
Accrued utilities	5,089	5,990
Accrued wages	<u>25,007</u>	<u>28,579</u>
	<u>\$ 52,206</u>	<u>\$ 50,350</u>

5. MORTGAGES PAYABLE - PROJECT 3000

	<u>2017</u>	<u>2016</u>
Royal Bank of Canada, mortgage payable, repayable in monthly installments of \$ 4,296 including interest calculated at 2.418%, due October 1, 2019, secured by rental properties	\$ 313,549	\$ 356,984
Canada Mortgage and Housing Corporation, mortgage payable, repayable in monthly installments of \$ 845 including interest calculated at 1.11%, due April 1, 2021, secured by rental properties	<u>114,603</u>	<u>123,347</u>
	428,152	480,331
Less : current portion of mortgages payable	<u>53,406</u>	<u>51,437</u>
	<u>\$ 374,746</u>	<u>\$ 428,894</u>

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT**NOTES TO THE FINANCIAL STATEMENTS****MARCH 31, 2017****5. MORTGAGES PAYABLE - PROJECT 3000 (continued)**

Principal payments due in each of the next five years, based on the assumption that the mortgages will be renewed at similar terms, are as follows:

Year ending March 31, 2018	\$ 53,406
2019	54,587
2020	55,796
2021	57,033
2022	58,299
Thereafter	<u>149,031</u>
	<u>\$ 428,152</u>

6. SUPPORTED LIVING PROGRAM

The Supported Living Program is funded by the Ministry of Community and Social Services. The net assets (liabilities) of the program are as follows:

	<u>2017</u>	<u>2016</u>
Accounts receivable	\$ 970	\$ 1,940
Prepaid expenses	5,623	5,732
Due from Operating Fund	35,111	38,210
Accounts payable and accrued charges	<u>(48,122)</u>	<u>(52,320)</u>
Net assets (liabilities)	<u>\$ (6,418)</u>	<u>\$ (6,438)</u>

7. FINANCIAL INSTRUMENTS AND RISKS

The Organization's financial instruments consist of cash, subsidy and other receivables, due from/to related parties, funds on deposit, accounts payable and accrued charges, and mortgages payable.

The fair value of these instruments approximate their carrying value.

Cash includes balances with banks. Bank borrowings are considered to be financing activities.

The significant financial risks to which the Organization is exposed are credit risk, interest rate risk and liquidity risk. There have been no changes to risk exposures from prior year.

Credit Risk Exposure

Credit risk is the risk that one party to a financial instrument will cause financial loss for the other party by failing to discharge the obligation. The Organization is exposed to credit risk in the event of non-performance by counterparties in connection with its accounts receivable. These accounts are generally rent and program fees settled monthly and the Organization does not anticipate any significant loss for non-performance.

Interest Rate Risk Exposure

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Organization currently holds long-term debt that accrues interest at fixed rates and are renewable in 2019 and 2021.

Liquidity Risk Exposure

Liquidity risk is the risk that the Organization will not be able to meet its obligations associated with financial liabilities. Operating funding from the Ministry provides funding for the Organization's various programs. Management believes that annual budgeted cash flows are sufficient to meet its current operating liabilities.

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT

SCHEDULE 1 - FIXED ASSETS - PROJECT 3000

YEAR ENDED MARCH 31, 2017

	4 Mildred Avenue	174 Lake Street	15 Verdun Avenue	626 Geneva Street	71 Lafayette Drive	12 Shoreline Drive	33 Fawell Avenue	212 Rykert Street	2017 Total	2016 Total
PROPERTY ACQUISITION										
Purchase price	\$ 75,500	\$ 71,000	\$ 83,500	\$ 130,000	\$ 109,000	\$ 130,000	\$ 120,500	\$ 64,586	\$ 784,086	\$ 784,086
Legal fees	725	620	648	920	738	898	801	1,384	6,734	6,734
Other	1,470	1,495	1,537	3,718	1,722	2,729	2,130	2,043	16,844	16,844
	<u>77,695</u>	<u>73,115</u>	<u>85,685</u>	<u>134,638</u>	<u>111,460</u>	<u>133,627</u>	<u>123,431</u>	<u>68,013</u>	<u>807,664</u>	<u>807,664</u>
BUILDING ADDITIONS										
Renovation	15,494	18,474	4,577	1,494	4,447	5,940	24,749	127,932	203,107	203,107
Stove and fridges	1,312	1,327	1,327	1,342	1,342	1,754	3,158	1,597	13,159	13,159
Laundry equipment	1,263	1,264	1,264	1,264	1,264	1,264	1,264	1,004	9,851	9,851
Furnishing and equipment	3,856	3,634	4,574	5,530	3,910	4,072	6,307	13,435	45,318	45,318
	<u>21,925</u>	<u>24,699</u>	<u>11,742</u>	<u>9,630</u>	<u>10,963</u>	<u>13,030</u>	<u>35,478</u>	<u>143,968</u>	<u>271,435</u>	<u>271,435</u>
TOTAL ALLOCATED COSTS	<u>99,620</u>	<u>97,814</u>	<u>97,427</u>	<u>144,268</u>	<u>122,423</u>	<u>146,657</u>	<u>158,909</u>	<u>211,981</u>	<u>1,079,099</u>	<u>1,079,099</u>
OTHER CAPITALIZED COSTS										
Professional fees	221	222	222	221	222	221	221	1,200	2,750	2,750
Organization fees	2,571	2,572	2,571	2,572	2,571	2,572	2,571	9,120	27,120	27,120
Mortgage insurance	160	159	160	160	160	160	159	-	1,118	1,118
Miscellaneous	-	-	-	-	-	-	98	856	954	954
	<u>2,952</u>	<u>2,953</u>	<u>2,953</u>	<u>2,953</u>	<u>2,953</u>	<u>2,953</u>	<u>3,049</u>	<u>11,176</u>	<u>31,942</u>	<u>31,942</u>
TOTAL CAPITAL COSTS	102,572	100,767	100,380	147,221	125,376	149,610	161,958	223,157	1,111,041	1,111,041
LESS: ACCUMULATED AMORTIZATION	<u>66,555</u>	<u>65,384</u>	<u>65,133</u>	<u>95,526</u>	<u>81,352</u>	<u>97,077</u>	<u>105,089</u>	<u>111,457</u>	<u>687,573</u>	<u>635,394</u>
NET BOOK VALUE	<u>\$ 36,017</u>	<u>\$ 35,383</u>	<u>\$ 35,247</u>	<u>\$ 51,695</u>	<u>\$ 44,024</u>	<u>\$ 52,533</u>	<u>\$ 56,869</u>	<u>\$ 111,700</u>	<u>\$ 423,468</u>	<u>\$ 475,647</u>

PARTRIDGE IGGULDEN



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 CHARTERED PROFESSIONAL ACCOUNTANTS

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 LAWRENCE IGGULDEN, Hons. B.A., FCPA, FCA
 ALAN SIMPSON, B.B.A., CPA, CA
 ELISEO SINOPOLI, Hons. B. Admin., CPA, CA

INDEPENDENT AUDITOR'S COMMENTS ON
SUPPLEMENTARY FINANCIAL INFORMATION

To the Members of
 St. Catharines Mainstream Non-Profit Housing Project

The audited financial statements of St. Catharines Mainstream Non-Profit Housing Project as at March 31, 2017 and our report thereon dated June 27, 2017 are presented in the preceding section of this report. The financial information presented hereinafter was derived from the accounting records tested by us as part of the auditing procedures followed in our examination of the financial statements and, in our opinion, it is fairly presented in all material respects in relation to the financial statements taken as a whole.

St. Catharines, Ontario
 June 27, 2017

Partridge Iggulden LLP
PARTRIDGE IGGULDEN LLP
 Chartered Professional Accountants
 Licensed Public Accountants

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT**SCHEDULE 2 - PROJECT 3000****YEAR ENDED MARCH 31, 2017**

	<u>2017</u>	<u>2016</u>
REVENUE		
Ministry of Community and Social Services	\$ 150,992	\$ 153,992
Rental income	<u>40,183</u>	<u>41,184</u>
	<u>191,175</u>	<u>195,176</u>
EXPENDITURES		
Amortization	52,179	50,189
Capital expenditures	1,059	2,485
Capital reserve allowance	6,369	6,369
Insurance	7,346	6,549
Interest on long-term debt	9,336	12,411
Municipal taxes	26,914	26,357
Office, program supplies and stipends	999	1,256
Professional fees	3,000	3,000
Occupancy costs	4,200	4,200
Repairs and maintenance	16,483	17,518
Salaries and benefits	31,832	31,124
Travel and telephone	4,095	4,449
Utilities	<u>27,554</u>	<u>28,921</u>
	<u>191,366</u>	<u>194,828</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>\$ (191)</u>	<u>\$ 348</u>

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT**SCHEDULE 3 - SUPPORTIVE INDEPENDENT LIVING PROGRAM****YEAR ENDED MARCH 31, 2017**

	<u>2017</u>	<u>2016</u>
REVENUE		
Ministry of Community and Social Services		
Operating	\$ 503,553	\$ 469,424
Minor capital	15,000	4,873
Human Resources Development Canada	6,469	2,890
Client income	23,688	23,728
Other income	1,125	901
Bingo fundraising	8,228	6,211
	<u>558,063</u>	<u>508,027</u>
EXPENDITURES		
Advertising/memberships	2,996	750
Agency governance costs	300	493
Bank charges	1,767	1,484
Capital expenditures		
Minor	14,266	4,873
Other	8,431	-
Capital expenditures	-	620
Consulting fees	9,411	3,408
Insurance	4,746	5,239
Office, program supplies and stipends	7,078	5,064
Professional fees	1,500	1,500
Purchased services	3,274	-
Occupancy and vehicle costs	23,232	23,232
Salaries and benefits	463,506	451,344
Staff training	3,560	4,037
Travel and telephone	12,540	5,983
	<u>556,607</u>	<u>508,027</u>
EXCESS OF REVENUE OVER EXPENDITURES	<u>\$ 1,456</u>	<u>\$ -</u>

See Auditor's Comments on Supplementary Financial Information

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT**SCHEDULE 4 - HOMES FOR THE HOMELESS PROJECT****YEAR ENDED MARCH 31, 2017**

	<u>2017</u>	<u>2016</u>
REVENUE		
Rental income	\$ 17,248	\$ 16,766
Other income	313	239
	<u>17,561</u>	<u>17,005</u>
EXPENDITURES		
Bank charges	60	60
Capital expenditures	-	1,502
Insurance	596	598
Municipal taxes	2,999	2,981
Office, program supplies and stipends	203	-
Professional fees	-	400
Repairs and maintenance	439	2,177
Utilities	3,649	3,604
	<u>7,946</u>	<u>11,322</u>
EXCESS OF REVENUE OVER EXPENDITURES	<u>\$ 9,615</u>	<u>\$ 5,683</u>

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT**SCHEDULE 5 - SUPPORTED LIVING PROGRAM****YEAR ENDED MARCH 31, 2017**

	<u>2017</u>	<u>2016</u>
REVENUE		
Ministry of Community and Social Services		
Operating	\$ 1,214,161	\$ 1,191,038
Client income	236,510	231,317
Other income	-	1,500
Bingo fundraising	4,271	6,383
	<u>1,454,942</u>	<u>1,430,238</u>
EXPENDITURES		
Advertising/memberships	-	2,850
Agency governance costs	320	-
Bank charges	1,841	1,877
Capital expenditures		
Minor	-	5,716
Fire renovations (net) (see note below)	4,271	-
Other	4,496	5,680
Comfort allowances	21,934	21,106
Consulting fees	2,324	5,775
Groceries	42,838	40,547
Insurance	7,379	6,452
Office, program supplies and stipends	36,441	33,739
Professional fees	2,000	2,000
Purchased services	586	1,366
Occupancy and vehicle costs	70,608	70,608
Salaries and benefits	1,243,506	1,220,557
Staff training	6,784	5,020
Travel and communications	9,594	6,965
	<u>1,454,922</u>	<u>1,430,258</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>\$ 20</u>	<u>\$ (20)</u>

As a result of a fire, rent and replacement items totalling \$ 120,343 were purchased and funded with insurance proceeds during the year. Insurance proceeds of \$ 18,088, to be expended in the 2018 year, have been recorded as deferred revenue.

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT**SUPPLEMENTARY INFORMATION****MARCH 31, 2017**

St. Catharines Mainstream Non-Profit Housing Project was incorporated as a company without share capital on July 22, 1988. Operations began October 1, 1988. The Organization was granted charitable status on June 26, 2009.

NATURE OF BUSINESS:	A non-profit Organization providing residential support and services to individuals with a developmental disability.
HEAD OFFICE:	263 Pelham Road St. Catharines, Ontario L2S 1X7
DIRECTORS AND OFFICERS:	Rob Stinson - President Michael Robertson - Vice President Jeff Kelly - Treasurer Janet Rylett - Secretary Josh Bond Adam Bosak Dennis Cheredar Kim Demoel
EXECUTIVE DIRECTOR:	Kevin Berswick
AUDITORS:	Partridge Iggulden LLP Chartered Professional Accountants Licensed Public Accountants 110 Hannover Drive, Suite B201 St. Catharines, Ontario L2W 1A4
BANKER:	Meridian Credit Union 210 Glendale Avenue St. Catharines, Ontario L2T 3Y6
LAWYER:	Martens Lingard LLP 43 Church Street, Suite 700 St. Catharines, Ontario L2R 7E1