



Financial Statements

St. Catharines Mainstream Non-Profit Housing Project

March 31, 2021

Contents

	Page
Independent Auditor's Report	1 - 2
Statement of Financial Position	3
Statement of Operations	4
Statement of Changes in Net Assets	5
Statement of Cash Flows	6
Notes to the Financial Statements	7 - 11
Schedule 1 Property and Equipment - Project 3000	12
Report of the Independent Auditor on the Supplementary Financial Information	13
Schedule 2 Project 3000	14
Schedule 3 Supportive Independent Living Program	15
Schedule 4 Homes for the Homeless Project	16
Schedule 5 Supported Living Project	17
Schedule 6 Community Participation Strategic Alliance	18
Schedule 7 Community Participation Supports	19

Independent Auditor's Report

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

Qualified opinion

We have audited the financial statements of St. Catharines Mainstream Non-Profit Housing Project, which comprise the statement of financial position as at March 31, 2021, and the statements of operations, changes in net assets, 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 effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2021, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for qualified opinion

Note 1 describes the property, equipment 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, and the Ministry of Children, Community and Social Services. 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, all property and equipment should be capitalized and amortized over their estimated useful lives. Furthermore, the policy should be applied on a retroactive basis. The effects of not following Canadian accounting standards for not-for-profit organizations have not been determined on the statement of financial position as at March 31, 2021 and March 31, 2020 and on the statement of operations for the years ended March 31, 2021 and March 31, 2020.

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.

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.

Independent Auditor's Report (continued)

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 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 identify during our audit.

The logo for Grant Thornton LLP, featuring the company name in a stylized, cursive script font.

St. Catharines, Canada
July 26, 2021

Chartered Professional Accountants
Licensed Public Accountants

St. Catharines Mainstream Non-Profit Housing Project

Statement of Financial Position

March 31

2021

2020

Assets

Current

Cash	\$ 282,734	\$ 80,435
Bingo Fund cash	29,161	25,916
Accounts receivable	44,495	30,496
Sales tax recoverable	23,049	15,763
Prepaid expenses	14,607	10,150
Due from Homes for the Homeless Project	-	8,157
Supported Living Program current assets (Note 2)	104,656	81,846
Homes for the Homeless Project current assets (Note 3)	<u>38,776</u>	<u>38,998</u>
	537,478	291,761
Replacement reserve funds on deposit	42,611	40,680
Homes for the Homeless Project property (Note 3)	123,719	123,719
Property and equipment - Project 3000 (Schedule 1)	<u>203,062</u>	<u>259,849</u>
	\$ 906,870	\$ 716,009

Liabilities

Current

Accounts payable and accrued liabilities (Note 5)	\$ 225,794	\$ 95,026
Deferred income	10,708	7,448
Due to Homes for the Homeless Project	7,411	-
Due to Supported Living Program	78,136	2,335
Due to Mainstream: An Unsheltered Workshop	47,802	46,778
Supported Living Program accounts payable (Note 2)	111,108	88,298
Current portion of mortgages payable - Project 3000 (Note 6)	<u>58,210</u>	<u>56,785</u>
	539,169	296,670
Mortgages payable - Project 3000 (Note 6)	<u>149,536</u>	<u>207,748</u>
	688,705	504,418

Net assets (liabilities)

Operating Fund	(9,650)	(11,270)
Replacement Reserve Fund	42,611	40,680
Homes for the Homeless Project Fund	162,495	162,717
Supported Living Program Fund	(6,452)	(6,452)
Bingo Fund	<u>29,161</u>	<u>25,916</u>
	218,165	211,591
	\$ 906,870	\$ 716,009

On behalf of the board



Director



Director

St. Catharines Mainstream Non-Profit Housing Project

Statement of Operations

Year ended March 31

2021

2020

Revenue

Ministry of Children, Community and Social Services		
Operating	\$ 3,318,892	\$ 2,047,017
Minor capital	-	7,000
MCCSS Modernization Grant	-	104,356
COVID-19 Residential Relief Fund	18,680	-
Employment and Social Development Canada	10,900	11,150
Client-resident income	292,888	275,265
Other income	112,680	3,105
Rental income	56,035	52,826
Bingo fundraising	4,609	13,629
	<u>3,814,684</u>	<u>2,514,348</u>

Expenditures

Advertising/memberships	702	2,000
Agency governance costs	623	295
Amortization	56,787	55,627
Bank charges	5,220	4,371
Capital expenditures		
Minor	7,276	9,127
Equipment/Other	80,652	12,705
Capital reserve allowance	6,369	6,369
Comfort allowances	23,697	22,499
Consulting fees	28,334	78
Groceries	36,532	43,398
Insurance	26,274	24,182
Interest on long-term debt	5,240	6,246
Municipal taxes	32,638	31,375
Office, program supplies and stipends	85,331	51,932
Professional fees	12,475	9,500
Purchased services	610	73,666
Occupancy costs	177,870	107,118
Repairs and maintenance	41,140	42,428
Salaries and benefits	3,104,933	1,957,857
Staff training	16,486	7,923
Travel and communications	25,944	22,966
Utilities	41,029	30,696
	<u>3,816,162</u>	<u>2,522,358</u>

Excess (deficiency) of revenue over expenditures

\$ (1,478) \$ (8,010)

The allocation of the excess (deficiency) of revenue over expenditures in the various funds is as follows:

Operating Fund - Project 3000	\$ (1,256)	\$ 18
- Supportive Independent Living Program	-	59
- Community Participation Supports	-	-
Homes for the Homeless Project Fund	(222)	(8,087)
Supported Living Program Fund	-	-
	<u>\$ (1,478)</u>	<u>\$ (8,010)</u>

St. Catharines Mainstream Non-Profit Housing Project

Statement of Changes in Net Assets

Year ended March 31

2021

2020

Operating Fund

Project 3000

Balance (deficit), beginning of year	\$ (17,352)	\$ (18,099)
Excess (deficiency) of revenue over expenditures	(1,256)	18
Recovery of prior year's subsidy	<u>2,876</u>	<u>729</u>
Balance (deficit), end of year	<u>(15,732)</u>	<u>(17,352)</u>

Supportive Independent Living Program

Balance, beginning of year	6,082	6,271
Excess of revenue over expenditures	-	59
Repayment of prior year's subsidy	<u>-</u>	<u>(248)</u>
Balance, end of year	<u>6,082</u>	<u>6,082</u>

Community Participation Supports

Excess of revenue over expenditures, and balance end of year	<u>-</u>	<u>-</u>
--	----------	----------

Operating Fund balance (deficit)

	<u>\$ (9,650)</u>	<u>\$ (11,270)</u>
--	-------------------	--------------------

Replacement Reserve Fund

Balance, beginning of year	\$ 40,680	\$ 48,214
Allocation from Project 3000	6,369	6,369
Interest earned	1,003	1,321
Expenditures	<u>(5,441)</u>	<u>(15,224)</u>
Balance, end of year	<u>\$ 42,611</u>	<u>\$ 40,680</u>

Homes for the Homeless Project Fund (Avalon)

Balance, beginning of year	\$ 162,717	\$ 170,804
Excess (deficiency) of revenue over expenditures	<u>(222)</u>	<u>(8,087)</u>
Balance, end of year	<u>\$ 162,495</u>	<u>\$ 162,717</u>

Supported Living Program Fund

Balance (deficit), beginning of year	\$ (6,452)	\$ (6,254)
Repayment of prior year's subsidy	<u>-</u>	<u>(198)</u>
Balance (deficit), end of year	<u>\$ (6,452)</u>	<u>\$ (6,452)</u>

Bingo Fund

Receipts for year	\$ 7,854	\$ 20,206
Transfer to Supported Living Program	<u>(4,609)</u>	<u>(13,629)</u>
Net receipts	3,245	6,577
Balance, beginning of year	<u>25,916</u>	<u>19,339</u>
Balance, end of year	<u>\$ 29,161</u>	<u>\$ 25,916</u>

St. Catharines Mainstream Non-Profit Housing Project

Statement of Cash Flows

Year ended March 31

2021

2020

Increase (decrease) in cash

Operating

Excess (deficiency) of expenditures over revenue - Operating Fund	\$ (1,256)	\$ 77
Add amortization not affecting cash	56,787	55,627
Less prior year subsidy recovery	<u>2,876</u>	<u>481</u>
	58,407	56,185
Effects on cash from changes in operating assets and liabilities		
Accounts receivable	(13,999)	(11,962)
Sales tax recoverable	(7,286)	6,219
Prepaid expenses	(4,457)	(238)
Accounts payable and accrued liabilities	130,768	28,486
Deferred income	3,260	3,398
Due to Supported Living Program	75,801	(45,590)
Due to Mainstream: An Unsheltered Workshop	1,024	29,014
Due to/from Homes for the Homeless Project	<u>15,568</u>	<u>(12,818)</u>
	<u>259,086</u>	<u>52,694</u>

Financing

Repayment of mortgages payable	<u>(56,787)</u>	<u>(55,627)</u>
--------------------------------	-----------------	-----------------

Increase (decrease) in cash	202,299	(2,933)
-----------------------------	----------------	---------

Cash

Beginning of year	<u>80,435</u>	<u>83,368</u>
End of year	<u>\$ 282,734</u>	<u>\$ 80,435</u>

St. Catharines Mainstream Non-Profit Housing Project

Notes to the Financial Statements

Year ended March 31, 2021

General

St. Catharines Mainstream Non-Profit Housing Project was incorporated to provide residential accommodation and incidental facilities for persons who have a developmental difference and of low income. The Organization was granted charitable status on June 26, 2009.

The Operating Fund consists of the Project 3000 housing project, Community Participation Supports and the Supportive Independent Living Program which offers affordable housing to borderline or mildly developmental difference individuals and assists them in acquiring the skills necessary to develop their potential as individuals in the community.

Homes For The Homeless Project provides permanent affordable housing for individuals with a primary concern of a borderline or mildly developmental difference 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 difference with an emphasis on life enhancement and leisure activities. This program is designed for individuals with a developmental difference 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:

Revenue recognition

Government funding is recognized in the year to which the approved budget relates. Subsequent adjustment by the government, if any, based on their review of actual expenses versus the approved budget will be reflected by the Organization in the year of adjustment to the statement of operations.

Other income is reported in the period it relates to.

The Organization uses the deferral method of accounting for its revenue contributions, in which restricted contributions related to expenditures of future periods are deferred and recognized as revenue in the period in which the related expenditures are incurred. Funding received to operate specific projects is recognized in the period the project expenses are incurred.

Contributions related to the purchase of fixed assets are recognized as revenue in the period in which the fixed asset is expensed or amortized.

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

Property, equipment and amortization

Property and equipment 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.

St. Catharines Mainstream Non-Profit Housing Project

Notes to the Financial Statements

Year ended March 31, 2021

1. Significant accounting policies (continued)

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.

Financial instruments

The Organization's financial instruments consist of cash, subsidy and other receivables, funds on deposit, accounts payable and accrued liabilities, deferred income, due to related parties, due to other programs, and mortgages payable.

Financial instruments are recorded at fair value when acquired or issued. Financial instruments are reported at cost or amortized cost less impairment, if applicable. Transaction costs on the acquisition, sale or issue of financial instruments are charged to the financial instrument for those measured at amortized cost. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired.

When there is an indication of impairment, and the Organization determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows, a write-down is recognized in net income. A previously recognized impairment loss may be reversed to the extent of the improvement. The carrying amount of the financial asset may not be greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

Estimates

The preparation of financial statements 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. The main estimates include the fair value of assets acquired, liabilities assumed, collectability of accounts receivable, and the useful life of property and equipment. Actual results could differ from those estimates.

2. 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>2021</u>	<u>2020</u>
Accounts receivable	\$ 21,996	\$ 73,702
Prepaid expenses	4,524	5,809
Due from Operating Fund	<u>78,136</u>	<u>2,335</u>
Total current assets	<u>104,656</u>	81,846
Accounts payable	<u>(111,108)</u>	<u>(88,298)</u>
Net assets (liabilities)	<u>\$ (6,452)</u>	<u>\$ (6,452)</u>

St. Catharines Mainstream Non-Profit Housing Project

Notes to the Financial Statements

Year ended March 31, 2021

3. Homes for the Homeless Project

The net assets of the Home for the Homeless project are as follows:

	<u>2021</u>	<u>2020</u>
Cash	\$ 18,682	\$ 20,373
Replacement reserve cash	11,652	11,356
Accounts receivable	1,641	16,613
Due from (due to) Operating Fund	7,411	(8,157)
Prepaid expense	569	546
Accounts payable	<u>(1,179)</u>	<u>(1,733)</u>
Net current assets	38,776	38,998
Land and building - 8 Avalon Place, St. Catharines	<u>123,719</u>	<u>123,719</u>
Net assets	<u>\$ 162,495</u>	<u>\$ 162,717</u>

4. Bank indebtedness

The Organization 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.

5. Accounts payable and accrued liabilities

	<u>2021</u>	<u>2020</u>
Trade payables	\$ 29,629	\$ 36,271
Accrued wages	137,128	52,505
Pandemic pay payable to Ministry of Children, Community and Social services	44,948	-
Accrued utilities	4,597	5,341
Other accrued expenses	<u>9,492</u>	<u>909</u>
	<u>\$ 225,794</u>	<u>\$ 95,026</u>

St. Catharines Mainstream Non-Profit Housing Project

Notes to the Financial Statements

Year ended March 31, 2021

6. Mortgages payable - Project 3000

	2021	2020
Royal Bank of Canada, mortgage payable, repayable in monthly instalments of \$4,336 including interest calculated at 2.89%, due October 1, 2023, secured by real property	\$ 129,397	\$ 176,968
Canada Mortgage and Housing Corporation, mortgage payable, repayable in monthly instalments of \$ 851 including interest calculated at 1.30%, due April 1, 2029, secured by real property	78,349	87,565
	207,746	264,533
Less: current portion of mortgages payable	58,210	56,785
	\$ 149,536	\$ 207,748

Estimated principal repayments over the next five years are as follows:

Year ending March 31,	2022		\$ 58,210
	2023		59,752
	2024		39,557
	2025		9,618
	2026		9,744
	Thereafter		30,865
			\$ 207,746

7. Financial risks

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 2021 and 2023.

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

Notes to the Financial Statements

Year ended March 31, 2021

8. Comparative figures

Comparative figures have been reclassified to conform with the financial statement presentation adopted in the current year.

9. COVID-19

The spread of COVID-19 has severely impacted many local economies around the globe. In many countries, including Canada, businesses are being forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions.

The Organization continues to receive government funding, special grants as well as regular occupancy and participation fees to carry out its various programs. Accordingly there has been minimum impact of the pandemic on the financial position and operating results of the Organization.

The duration and impact of the COVID-19 pandemic, as well as the effectiveness of government and central bank responses, remains unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial position and results of the Organization for future periods.

St. Catharines Mainstream Non-Profit Housing Project

Property and Equipment - Project 3000

Year ended March 31, 2021

	4 Mildred Avenue	174 Lake Street	15 Verdun Avenue	626 Geneva Street	71 Lafayette Drive	12 Shoreline Drive	33 Fawell Avenue	212 Rykert Street	2021 Total	2020 Total
Property acquisition										
Cost	77,695	73,115	85,685	134,638	111,460	133,627	123,431	71,661	811,312	811,312
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
Furniture	3,856	3,634	4,574	5,530	3,910	4,072	6,307	13,435	45,318	45,318
	21,925	24,699	11,742	9,630	10,963	13,030	35,478	143,968	271,435	271,435
Total allocated costs	99,620	97,814	97,427	144,268	122,423	146,657	158,909	215,629	1,082,747	1,082,747
Other capitalized costs										
Fees & insurance	2,952	2,953	2,953	2,953	2,953	2,953	3,049	11,176	31,942	31,942
Total capital costs	102,572	100,767	100,380	147,221	125,376	149,610	161,958	226,805	1,114,689	1,114,689
Less: accumulated amortization	87,771	86,226	85,894	125,974	107,284	128,022	138,585	151,871	911,627	854,840
Net book value	\$ 14,801	\$ 14,541	\$ 14,486	\$ 21,247	\$ 18,092	\$ 21,588	\$ 23,373	\$ 74,934	\$ 203,062	\$ 259,849

Report of the Independent Auditor on the Supplementary Financial Information

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

Opinion

The supplemental financial information, which comprise the statement of revenue and expenditures by program, are derived from the audited financial statements of St. Catharines Mainstream Non-Profit Housing Project (the Organization) for the year ended March 31, 2021.

In our opinion, the accompanying supplementary financial information is a fair summary of the audited financial statements.

Emphasis on Matter

The supplemental financial information includes budgeted figures which have not been audited.

Supplementary financial information

The supplementary financial information does not contain all the disclosures required by Canadian accounting standards for not-for-profit organizations. Reading the supplemental financial information is not a substitute for reading the audited financial statements and the auditor's report thereon.

The audited financial statements and our report thereon

We expressed a qualified audit opinion on the audited financial statements in our report dated July 26, 2021. The basis for our qualified opinion was the Organization follows the accounting policies of expensing fixed assets in the year acquired and recognizing funding designated for fixed assets as income in the year received. Canadian accounting standards for not-for-profit organizations require that property and equipment should be capitalized and amortized over their estimated useful lives, and the funding designated for property and equipment be deferred and recognized as income over the estimated useful lives of the related assets.

Management's responsibility for the supplementary financial information

Management is responsible for the preparation of the supplementary financial information.

Auditor's responsibility

Our responsibility is to express an opinion on whether the supplementary financial statements are a fair summary of the audited financial statements based on our procedures, which were conducted in accordance with Canadian generally accepted auditing standards.

St. Catharines, Canada
July 26, 2021

Grant Thornton LLP
Chartered Professional Accountants
Licensed Public Accountants

St. Catharines Mainstream Non-Profit Housing Project Project 3000

Year ended March 31

2021

2020

	(Unaudited)	(Unaudited)
Revenue		
Ministry of Children, Community and Social Services	\$ 152,194	\$ 152,054
Rental income	<u>40,612</u>	<u>40,898</u>
	<u>192,806</u>	<u>192,952</u>
Expenditures		
Amortization	56,787	55,627
Capital expenditures	260	-
Capital reserve allowance	6,369	6,369
Insurance	6,241	8,726
Interest on long-term debt	5,240	6,246
Municipal taxes	29,374	28,233
Office, program supplies and stipends	1,421	1,328
Professional fees	3,000	3,000
Occupancy costs	4,200	4,200
Repairs and maintenance	9,047	14,932
Salaries and benefits	36,246	32,258
Travel and telephone	4,571	4,599
Utilities	<u>31,306</u>	<u>27,416</u>
	<u>194,062</u>	<u>192,934</u>
Excess (deficiency) of revenue over expenditures	<u>\$ (1,256)</u>	<u>\$ 18</u>

St. Catharines Mainstream Non-Profit Housing Project Supportive Independent Living Program

Year ended March 31

	2021	2020
	(Unaudited)	(Unaudited)
Revenue		
Ministry of Children, Community and Social Services	\$ 763,495	\$ 583,341
Social Housing Infrastructure Funding - Minor capital	-	7,000
Employment and Social Development Canada	10,900	11,150
Client - resident income	38,976	32,515
Donations	739	997
Other income	65,105	1,804
	<u>879,215</u>	<u>636,807</u>
Expenditures		
Advertising/memberships	622	2,000
Agency governance costs	-	102
Bank charges	2,164	1,731
Capital expenditures	8,559	12,453
Consulting fees	3,952	-
Insurance	5,617	6,312
Office, program supplies and stipends	10,119	7,560
Professional fees	1,500	3,500
Purchased services	-	5,516
Occupancy costs	38,518	31,893
Salaries and benefits	803,575	555,390
Staff training	3,019	2,590
Travel and telephone	1,570	7,701
	<u>879,215</u>	<u>636,748</u>
Excess of revenue over expenditures	<u>\$ -</u>	<u>\$ 59</u>

St. Catharines Mainstream Non-Profit Housing Project
Homes for the Homeless Project

Year ended March 31

	2021	2020
	(Unaudited)	(Unaudited)
Revenue		
Rental income	\$ 15,423	\$ 11,928
Other income	<u>296</u>	<u>304</u>
	<u>15,719</u>	<u>12,232</u>
Expenditures		
Bank charges	62	59
Capital expenditures	-	125
Insurance	828	804
Municipal taxes	3,264	3,142
Professional fees	750	1,000
Repairs and maintenance	1,314	11,909
Utilities	<u>9,723</u>	<u>3,280</u>
	<u>15,941</u>	<u>20,319</u>
Excess (deficiency) of revenue over expenditures	<u>\$ (222)</u>	<u>\$ (8,087)</u>

St. Catharines Mainstream Non-Profit Housing Project Supported Living Project

Year ended March 31

	2021	2020
	(Unaudited)	(Unaudited)
Revenue		
Ministry of Children, Community and Social Services	\$ 1,467,662	\$ 1,311,622
COVID-19 Residential Relief Fund	18,680	-
Client - resident income	253,912	242,750
Other income	10,949	-
Bingo fundraising	4,609	13,629
	<u>1,755,812</u>	<u>1,568,001</u>
Expenditures		
Agency governance costs	589	193
Bank charges	2,433	2,580
Capital expenditures		
Social Infrastructure	-	2,853
Equipment / Other	35,262	2,663
Comfort allowances	23,697	22,499
Consulting fees	17,187	78
Groceries	36,532	43,398
Insurance	8,052	8,340
Office, program supplies and stipends	63,076	40,578
Professional fees	2,000	2,000
Purchased services	580	-
Occupancy costs	69,464	71,025
Repairs and maintenance	11,779	15,587
Salaries and benefits	1,462,705	1,340,207
Staff training	7,609	5,334
Travel and communications	14,847	10,666
	<u>1,755,812</u>	<u>1,568,001</u>
Excess of revenue over expenditures	<u>\$ -</u>	<u>\$ -</u>

**St. Catharines Mainstream Non-Profit Housing Project
Community Participation Strategic Alliance**

Year ended March 31

2021**2020**

	(Unaudited)	(Unaudited)
Revenue		
Ministry of Children, Community and Social Services	\$ -	\$ 104,356
Expenditures		
Capital expenditures	-	3,738
Office, program supplies and stipends	-	2,466
Purchased services	-	68,150
Salaries and benefits	-	30,002
	<u>-</u>	<u>104,356</u>
Excess of revenue over expenditures	<u>\$ -</u>	<u>\$ -</u>

St. Catharines Mainstream Non-Profit Housing Project Community Participation Supports

Year ended March 31

2021

2020

	(Unaudited)	(Unaudited)
Revenue		
Ministry of Children, Community and Social Services	\$ 935,541	\$ -
United Way grant	28,125	-
Other income	7,466	-
	971,132	-
Expenditures		
Agency governance costs	34	-
Advertising/memberships	80	-
Bank charges	561	-
Capital expenditures	43,847	-
Consulting fees	7,195	-
Insurance	5,536	-
Office, program supplies and stipends	10,715	-
Professional fees	5,225	-
Purchased services	30	-
Occupancy costs	65,688	-
Repairs and maintenance	19,000	-
Salaries and benefits	802,407	-
Staff training	5,858	-
Travel and communication	4,956	-
	971,132	-
Excess of revenue over expenditures	\$ -	\$ -