

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

**FINANCIAL STATEMENTS**

**YEAR ENDED MARCH 31, 2015**

June 23, 2015

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, 2015 and attached the following:

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



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



PARTRIDGE IGGULDEN LLP  
CHARTERED PROFESSIONAL ACCOUNTANTS

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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, 2015 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, 2015 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 23, 2015



**PARTRIDGE IGGULDEN LLP**  
Chartered Professional Accountants  
Licensed Public Accountants

**ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT****STATEMENT OF FINANCIAL POSITION****MARCH 31, 2015**

	<u>2015</u>	<u>2014</u>
<b><u>ASSETS</u></b>		
<b>CURRENT ASSETS</b>		
Cash	\$ 8,764	\$ 112,795
Accounts receivable	5,421	5,154
Subsidy receivable	12,723	12,702
Sales tax recoverable	16,442	24,401
Prepaid expenses	7,965	7,757
Due from Homes for the Homeless Project	7,007	911
Due from Mainstream: An Unsheltered Workshop	5,734	-
	<u>64,056</u>	<u>163,720</u>
<b>FIXED ASSETS - Project 3000 (Schedule 1)</b>	525,836	574,097
<b>REPLACEMENT RESERVE FUNDS ON DEPOSIT</b>	30,200	23,479
<b>HOMES FOR THE HOMELESS PROJECT (Note 2)</b>	145,885	149,177
<b>BINGO FUND CASH</b>	<u>11,849</u>	<u>12,407</u>
	<u><u>\$ 777,826</u></u>	<u><u>\$ 922,880</u></u>
<b><u>LIABILITIES</u></b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued charges (Note 4)	\$ 46,562	\$ 102,153
Deferred income	1,320	29,642
Due to Supported Living Program	9,320	19,603
Due to Mainstream: An Unsheltered Workshop	-	2,356
Current portion of mortgages payable - Project 3000 (Note 5)	50,197	447,649
	<u>107,399</u>	<u>601,403</u>
<b>MORTGAGES PAYABLE - PROJECT 3000 (Note 5)</b>	480,323	131,132
<b>SUPPORTED LIVING PROGRAM (Note 6)</b>	<u>6,418</u>	<u>6,032</u>
	<u>594,140</u>	<u>738,567</u>
<b><u>NET ASSETS</u></b>		
<b>OPERATING FUND</b>	2,170	5,282
<b>REPLACEMENT RESERVE FUND</b>	30,200	23,479
<b>HOMES FOR THE HOMELESS PROJECT FUND</b>	145,885	149,177
<b>SUPPORTED LIVING PROGRAM FUND</b>	(6,418)	(6,032)
<b>BINGO FUND</b>	<u>11,849</u>	<u>12,407</u>
	<u>183,686</u>	<u>184,313</u>
	<u><u>\$ 777,826</u></u>	<u><u>\$ 922,880</u></u>

Approved on behalf of the Board:


 \_\_\_\_\_, Director


 \_\_\_\_\_, Director

St. Catharines, Ontario

June 23, 2015

**ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT****STATEMENT OF REVENUE AND EXPENDITURES****YEAR ENDED MARCH 31, 2015**

	<u>2015</u>	<u>2014</u>
<b>REVENUE</b>		
Ministry of Community and Social Services		
Operating	\$ 1,825,722	\$ 1,768,595
Minor capital	-	26,000
Human Resources Development Canada	2,275	2,707
Client income	249,577	235,900
Other income	75,132	35,497
Rental income	57,950	55,030
Bingo fundraising	3,845	7,639
	<u>2,214,501</u>	<u>2,131,368</u>
<b>EXPENDITURES</b>		
Advertising/memberships	2,523	245
Agency governance costs	1,180	1,006
Amortization	48,261	46,394
Bank charges	3,656	3,538
Capital expenditures		
Minor	38,765	25,060
Major renovations	-	92,001
Other	4,111	9,368
Capital reserve allowance	6,369	6,369
Comfort allowances	21,472	19,502
Consulting fees	3,808	4,411
Groceries	42,901	42,029
Insurance	18,140	19,034
Interest on long-term debt	14,938	17,601
Municipal taxes	28,618	28,242
Office, program supplies and stipends	41,987	43,527
Professional fees	6,900	7,313
Purchased services	67,843	39,751
Occupancy costs	91,420	90,104
Repairs and maintenance	21,395	24,189
Salaries and benefits	1,667,953	1,524,723
Staff training	11,853	5,990
Travel and telephone	14,470	12,282
Utilities	31,947	31,708
Van expenses	27,691	32,141
	<u>2,218,201</u>	<u>2,126,528</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES</b>	<u>\$ (3,700)</u>	<u>\$ 4,840</u>

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

Operating Fund - Project 3000	\$ 7	\$ 425
- Supportive Independent Living Program	(29)	-
Homes For The Homeless Project Fund	(3,292)	3,889
Supported Living Program Fund	<u>(386)</u>	<u>526</u>
	<u>\$ (3,700)</u>	<u>\$ 4,840</u>

**ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT****STATEMENT OF FUNDS****YEAR ENDED MARCH 31, 2015****OPERATING FUND**

	<u>2015</u>	<u>2014</u>
<b>PROJECT 3000</b>		
Balance (deficit), beginning of year	\$ (2,991)	\$ (3,416)
Excess of revenue over expenditures (Schedule 2)	7	425
Repayment of prior year's subsidy	<u>(1,461)</u>	<u>-</u>
Balance (deficit), end of year	<u>(4,445)</u>	<u>(2,991)</u>
<b>SUPPORTIVE INDEPENDENT LIVING PROGRAM</b>		
Balance, beginning of year	8,273	9,354
Excess (deficiency) of revenue over expenditures (Schedule 3)	(29)	-
Repayment of prior year's subsidy	<u>(1,629)</u>	<u>(1,081)</u>
Balance, end of year	<u>6,615</u>	<u>8,273</u>
<b>OPERATING FUND BALANCE</b>	<u><u>\$ 2,170</u></u>	<u><u>\$ 5,282</u></u>

**REPLACEMENT RESERVE FUND**

	<u>2015</u>	<u>2014</u>
<b>BALANCE, BEGINNING OF YEAR</b>	\$ 23,479	\$ 16,739
<b>ALLOCATION FROM PROJECT 3000</b>	6,369	6,369
<b>INTEREST EARNED</b>	<u>352</u>	<u>371</u>
<b>BALANCE, END OF YEAR</b>	<u><u>\$ 30,200</u></u>	<u><u>\$ 23,479</u></u>

**HOMES FOR THE HOMELESS PROJECT FUND (AVALON)**

	<u>2015</u>	<u>2014</u>
<b>BALANCE, BEGINNING OF YEAR</b>	\$ 149,177	\$ 145,288
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES (Schedule 4)</b>	<u>(3,292)</u>	<u>3,889</u>
<b>BALANCE, END OF YEAR</b>	<u><u>\$ 145,885</u></u>	<u><u>\$ 149,177</u></u>

ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECTSTATEMENT OF FUNDS

(continued)

YEAR ENDED MARCH 31, 2015SUPPORTED LIVING PROGRAM FUND

	<u>2015</u>	<u>2014</u>
BALANCE (DEFICIT), BEGINNING OF YEAR	\$ (6,032)	\$ (6,519)
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES (Schedule 5)	(386)	526
REPAYMENT OF PRIOR YEAR'S SUBSIDY	-	(39)
BALANCE (DEFICIT), END OF YEAR	<u>\$ (6,418)</u>	<u>\$ (6,032)</u>

BINGO FUND

	<u>2015</u>	<u>2014</u>
RECEIPTS FOR YEAR	<u>\$ 3,832</u>	<u>\$ 7,761</u>
DISBURSEMENTS FOR YEAR		
Bank charges	65	60
Administration fees	<u>480</u>	<u>1,680</u>
	<u>545</u>	<u>1,740</u>
EXCESS OF RECEIPTS OVER DISBURSEMENTS	3,287	6,021
TRANSFER TO SUPPORTED LIVING PROGRAM	-	(1,129)
TRANSFER TO SUPPORTIVE INDEPENDENT LIVING PROGRAM	<u>(3,845)</u>	<u>(6,511)</u>
NET EXCESS (DEFICIENCY)	(558)	(1,619)
BALANCE, BEGINNING OF YEAR	<u>12,407</u>	<u>14,026</u>
BALANCE, END OF YEAR	<u>\$ 11,849</u>	<u>\$ 12,407</u>



**ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT****STATEMENT OF CASH FLOWS****YEAR ENDED MARCH 31, 2015**

	<u>2015</u>	<u>2014</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Excess (deficiency) of revenue over expenditures - Operating Fund	\$ (22)	\$ 425
Add amortization not affecting cash	48,261	46,394
Less prior year subsidy repayment	<u>(3,090)</u>	<u>(1,081)</u>
	45,149	45,738
Effects on cash from changes in operating assets and liabilities		
Accounts receivable	(267)	(1,029)
Subsidy receivable	(21)	-
Sales tax recoverable	7,959	(7,367)
Prepaid expenses	(208)	(12)
Due from Homes for the Homeless Project	(6,096)	(1,763)
Due from Mainstream: An Unsheltered Workshop	(8,090)	3,026
Accounts payable and accrued charges	(55,591)	46,621
Deferred income	(28,322)	29,204
Due to Supported Living Program	<u>(10,283)</u>	<u>8,921</u>
	<u>(55,770)</u>	<u>123,339</u>
<b>CASH FLOWS USED IN FINANCING ACTIVITY</b>		
Repayment of mortgages payable	<u>(48,261)</u>	<u>(46,394)</u>
<b>INCREASE (DECREASE) IN CASH FOR YEAR</b>	(104,031)	76,945
<b>CASH, BEGINNING OF YEAR</b>	<u>112,795</u>	<u>35,850</u>
<b>CASH, END OF YEAR</b>	<u><u>\$ 8,764</u></u>	<u><u>\$ 112,795</u></u>

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

## **NOTES TO THE FINANCIAL STATEMENTS**

**MARCH 31, 2015**

### **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:

#### **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.

#### **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.

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

**NOTES TO THE FINANCIAL STATEMENTS**

**MARCH 31, 2015**

**2. HOMES FOR THE HOMELESS PROJECT**

St. Catharines Mainstream Non-Profit Housing Project received funding in 1989 in the form of a \$126,000 forgivable interest-free loan from the Ontario Ministry of Municipal Affairs and Housing under their Permanent Housing for the Homeless Program. Forgiveness of the loan was earned at the rate of 1/15 of the loan balance on each anniversary date commencing June 1, 1998 until June 2, 2014.

The loan was used to purchase the land and building at 8 Avalon Place, St. Catharines, and pay for additional renovation, furniture and equipment. The net assets of this project are as follows:

	<u>2015</u>	<u>2014</u>
Cash	\$ 19,903	\$ 17,407
Replacement reserve cash	10,150	10,000
Accounts receivable	479	-
Prepaid expense	399	393
Land and building - 8 Avalon Place, St. Catharines	123,719	123,719
Accounts payable	(1,758)	(1,431)
Due to Operating Fund	<u>(7,007)</u>	<u>(911)</u>
Net assets	<u>\$ 145,885</u>	<u>\$ 149,177</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>2015</u>	<u>2014</u>
Trade payables	\$ 18,925	\$ 72,855
Accrued audit	4,917	7,474
Accrued interest	1,094	1,420
Accrued utilities	5,871	6,100
Accrued wages	<u>15,755</u>	<u>14,304</u>
	<u>\$ 46,562</u>	<u>\$ 102,153</u>

**5. MORTGAGES PAYABLE - PROJECT 3000**

	<u>2015</u>	<u>2014</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	\$ 399,388	\$ 440,058
Canada Mortgage and Housing Corporation, mortgage payable, repayable in monthly installments of \$ 930 including interest calculated at 2.65%, due April 1, 2016, secured by rental properties	<u>131,132</u>	<u>138,723</u>
	<u>530,520</u>	<u>578,781</u>
Less : current portion of mortgages payable	<u>50,197</u>	<u>447,649</u>
	<u>\$ 480,323</u>	<u>\$ 131,132</u>

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

**NOTES TO THE FINANCIAL STATEMENTS**

**MARCH 31, 2015**

**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, 2016	\$ 50,197
2017	51,437
2018	52,707
2019	54,008
2020	55,342
Thereafter	<u>266,829</u>
	<u>\$ 530,520</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>2015</u>	<u>2014</u>
Accounts receivable	\$ 6,907	\$ 950
Prepaid expenses	3,835	3,947
Due from Operating Fund	9,320	19,603
Accounts payable and accrued charges	<u>(26,480)</u>	<u>(30,532)</u>
Net assets (liabilities)	<u>\$ (6,418)</u>	<u>\$ (6,032)</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 2016 and 2019.

**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 Organizations 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, 2015**

	<u>4 Mildred Avenue</u>	<u>174 Lake Street</u>	<u>15 Verdun Avenue</u>	<u>626 Geneva Street</u>	<u>71 Lafayette Drive</u>	<u>12 Shoreline Drive</u>	<u>33 Fawell Avenue</u>	<u>212 Rykert Street</u>	<u>2015 Total</u>	<u>2014 Total</u>
<b>PROPERTY ACQUISITION</b>										
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>
<b>BUILDING ADDITIONS</b>										
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>
<b>TOTAL ALLOCATED COSTS</b>										
	<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>
<b>OTHER CAPITALIZED COSTS</b>										
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>
<b>TOTAL CAPITAL COSTS</b>										
	102,572	100,767	100,380	147,221	125,376	149,610	161,958	223,157	1,111,041	1,111,041
<b>LESS: ACCUMULATED AMORTIZATION</b>										
	<u>57,233</u>	<u>56,226</u>	<u>56,010</u>	<u>82,147</u>	<u>69,958</u>	<u>83,480</u>	<u>90,370</u>	<u>89,781</u>	<u>585,205</u>	<u>536,944</u>
<b>NET BOOK VALUE</b>										
	<u>\$ 45,339</u>	<u>\$ 44,541</u>	<u>\$ 44,370</u>	<u>\$ 65,074</u>	<u>\$ 55,418</u>	<u>\$ 66,130</u>	<u>\$ 71,588</u>	<u>\$ 133,376</u>	<u>\$ 525,836</u>	<u>\$ 574,097</u>

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**PARTRIDGE IGGULDEN**


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PARTRIDGE IGGULDEN LLP  
CHARTERED PROFESSIONAL ACCOUNTANTS

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WALLACE PARTRIDGE, CPA, CA  
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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, 2015 and our report thereon dated June 23, 2015 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 23, 2015

**PARTRIDGE IGGULDEN LLP**  
Chartered Professional Accountants  
Licensed Public Accountants

**ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT****SCHEDULE 2 - PROJECT 3000****YEAR ENDED MARCH 31, 2015**

	<u>2015</u>	<u>2014</u>
<b>REVENUE</b>		
Ministry of Community and Social Services	\$ 152,299	\$ 156,306
Rental income	<u>41,184</u>	<u>40,326</u>
	<u>193,483</u>	<u>196,632</u>
<b>EXPENDITURES</b>		
Amortization	48,260	46,394
Capital expenditures	3,541	2,066
Capital reserve allowance	6,369	6,369
Insurance	6,608	6,719
Interest on long-term debt	14,938	17,601
Municipal taxes	25,670	25,293
Office, program supplies and stipends	714	1,859
Professional fees	3,000	3,000
Occupancy costs	6,500	6,500
Repairs and maintenance	17,606	20,850
Salaries and benefits	29,454	30,399
Travel and telephone	1,853	1,301
Utilities	<u>28,963</u>	<u>27,856</u>
	<u>193,476</u>	<u>196,207</u>
<b>EXCESS OF REVENUE OVER EXPENDITURES</b>	<u>\$ 7</u>	<u>\$ 425</u>

**ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT****SCHEDULE 3 - SUPPORTIVE INDEPENDENT LIVING PROGRAM****YEAR ENDED MARCH 31, 2015**

	<u>2015</u>	<u>2014</u>
<b>REVENUE</b>		
Ministry of Community and Social Services	\$ 445,873	\$ 445,873
Human Resources Development Canada	2,275	2,707
Client income	23,728	23,698
Other income	9,927	1,907
Bingo fundraising	3,845	6,511
	<u>485,648</u>	<u>480,696</u>
<b>EXPENDITURES</b>		
Advertising/memberships	2,523	-
Agency governance costs	621	750
Bank charges	1,889	1,909
Capital expenditures	-	4,284
Consulting fees	3,279	1,496
Insurance	5,092	4,873
Office, program supplies and stipends	5,519	6,311
Professional fees	1,500	2,113
Purchased services	4,675	8,162
Occupancy costs	22,232	22,632
Salaries and benefits	417,447	409,258
Staff training	4,603	1,532
Travel and telephone	6,523	5,283
Van expenses	9,774	12,093
	<u>485,677</u>	<u>480,696</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES</b>	<u>\$ (29)</u>	<u>\$ -</u>



**ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT****SCHEDULE 4 - HOMES FOR THE HOMELESS PROJECT****YEAR ENDED MARCH 31, 2015**

	<u>2015</u>	<u>2014</u>
<b>REVENUE</b>		
Rental income	\$ 16,766	\$ 14,704
Other income	150	-
	<u>16,916</u>	<u>14,704</u>
<b>EXPENDITURES</b>		
Bank charges	60	60
Insurance	591	588
Municipal taxes	2,948	2,950
Professional fees	400	200
Purchased services	9,000	-
Repairs and maintenance	4,360	3,339
Utilities	2,849	3,678
	<u>20,208</u>	<u>10,815</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES</b>	<u>\$ (3,292)</u>	<u>\$ 3,889</u>

**ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT****SCHEDULE 5 - SUPPORTED LIVING PROGRAM****YEAR ENDED MARCH 31, 2015**

	<u>2015</u>	<u>2014</u>
<b>REVENUE</b>		
Ministry of Community and Social Services		
Operating	\$ 1,227,550	\$ 1,166,416
Minor capital	-	26,000
Client income	225,849	212,202
Donations	500	1,320
Other income	10,504	-
Bingo fundraising	-	1,129
	<u>1,464,403</u>	<u>1,407,067</u>
<b>EXPENDITURES</b>		
Advertising/memberships	-	245
Agency governance costs	559	256
Bank charges	1,708	1,569
Capital expenditures		
Minor	38,765	25,060
Major renovations	-	92,001
Other	-	3,018
Comfort allowances	21,472	19,502
Consulting fees	530	2,914
Groceries	42,901	42,029
Insurance	5,849	6,855
Office, program supplies and stipends	34,312	32,258
Professional fees	2,000	2,000
Purchased services	1,556	2,419
Occupancy costs	62,688	60,972
Salaries and benefits	1,221,052	1,085,065
Staff training	7,251	4,459
Travel and telephone	6,094	5,697
Utilities	135	174
Van expenses	17,917	20,048
	<u>1,464,789</u>	<u>1,406,541</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES</b>	<u>\$ (386)</u>	<u>\$ 526</u>

**ST. CATHARINES MAINSTREAM NON-PROFIT HOUSING PROJECT****SUPPLEMENTARY INFORMATION****MARCH 31, 2015**

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
Adam Bosak	
Dennis Cheredar	
Kim Demoel	
Gary Enskat	

**EXECUTIVE DIRECTOR:**

Kevin Berswick

**AUDITORS:**

Partridge Iggulden LLP  
Chartered Professional Accountants  
Licensed Public Accountants  
110 Hannover Drive, Suite B201  
St. Catharines, Ontario  
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**BANKER:**

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210 Glendale Avenue  
St. Catharines, Ontario  
L2T 3Y6

**LAWYER:**

Martens Lingard LLP  
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