

Financial Statements of

**GUELPH COMMUNITY  
HEALTH CENTRE**

And Independent Auditor's Report thereon

Year ended March 31, 2023



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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Guelph Community Health Centre

### ***Opinion***

We have audited the financial statements of Guelph Community Health Centre (the "Centre"), which comprise:

- the statement of financial position as at March 31, 2023
- the statement of operations for the year then ended
- the statement of changes in fund balances for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Centre as at March 31, 2023 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 Opinion***

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 Auditor's report.

We are independent of the Centre 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 Centre'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 Centre or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Centre'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 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 the 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 Centre'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 Centre'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 Centre 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.



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- 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.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font. Below the signature is a long, horizontal, slightly wavy line.

Chartered Professional Accountants, Licensed Public Accountants

Kitchener, Canada

June 20, 2023

# GUELPH COMMUNITY HEALTH CENTRE

## Statement of Financial Position

March 31, 2023, with comparative information for 2022

	General Fund	Non-Government Programs Fund	Externally Restricted Fund	Ontario Midwifery Program Fund	Capital Fund	2023 Total	2022 Total
<b>Assets</b>							
<b>Current assets:</b>							
Cash (note 2)	\$ 749,322	\$ 1,090	\$ 250	\$ 1,408,370	\$ 7,761	\$ 2,166,793	\$ 1,795,438
Investments (note 3)	220,038	448,223	-	-	321,789	990,050	994,820
Accounts receivable (note 4)	1,190,649	17,734	432,106	-	-	1,640,489	1,241,665
Inventories	-	-	67,876	-	-	67,876	59,366
Prepaid expenses	85,375	-	-	-	41,184	126,559	166,742
Interfund receivable (payable)	(764,730)	260,121	290,505	(71,254)	285,358	-	-
	1,480,654	727,168	790,737	1,337,116	656,092	4,991,767	4,258,031
Capital assets (note 5)	-	-	-	-	4,174,675	4,174,675	4,179,847
	\$ 1,480,654	\$ 727,168	\$ 790,737	\$ 1,337,116	\$ 4,830,767	\$ 9,166,442	\$ 8,437,878

# GUELPH COMMUNITY HEALTH CENTRE

## Statement of Financial Position

March 31, 2023, with comparative information for 2022

	General Fund	Non-Government Programs Fund	Externally Restricted Fund	Ontario Midwifery Program Fund	Capital Fund	2023 Total	2022 Total
<b>Liabilities and Fund Balances</b>							
Current liabilities:							
Accounts payable and accrued liabilities (note 6)	\$ 928,152	\$ 243,455	\$ 117,511	\$ 44,876	\$ 279,946	\$ 1,613,940	\$ 839,691
Funding repayable (note 7)	329,959	-	61,500	1,292,240	32,430	1,716,129	1,326,113
Deferred revenue	-	7,989	367,145	-	97,442	472,576	67,989
	1,258,111	251,444	546,156	1,337,116	409,818	3,802,645	2,233,793
Fund balances:							
Unrestricted	222,543	-	-	-	-	222,543	61,393
Internally restricted	-	475,724	-	-	4,420,949	4,896,673	5,431,436
Externally restricted (note 8)	-	-	244,581	-	-	244,581	711,256
	222,543	475,724	244,581	-	4,420,949	5,363,797	6,204,085
Commitments (note 11)							
	\$ 1,480,654	\$ 727,168	\$ 790,737	\$ 1,337,116	\$ 4,830,767	\$ 9,166,442	\$ 8,437,878

See accompanying notes to financial statements.

On behalf of the Board:

\_\_\_\_\_  
Director

\_\_\_\_\_  
Director

# GUELPH COMMUNITY HEALTH CENTRE

## Statement of Operations

Year ended March 31, 2023, with comparative information for 2022

	General Fund	Non-Government Programs Fund	Externally Restricted Fund	Ontario Midwifery Program Fund	Capital Fund	2023	2022
Revenue:							
Ontario Health	\$ 6,268,357	\$ -	\$ -	\$ -	\$ -	6,268,357	5,987,807
Ontario Ministry of Health	1,101,144	-	-	5,608,046	174,996	6,884,186	6,653,862
Program revenue	141,326	147,260	1,373,369	-	-	1,661,955	2,637,129
County of Wellington / City of Guelph	-	-	735,168	-	-	735,168	873,690
Corporate, government and other organization grants	1,680,652	404,131	716,429	-	-	2,801,212	1,385,104
Rent	-	-	-	-	360,958	360,958	363,963
Donations and Fundraising	-	34,102	59,847	-	-	93,949	180,099
Interest income	4,795	-	-	49,989	14,701	69,485	43,298
	9,196,274	585,493	2,884,813	5,658,035	550,655	18,875,270	18,124,952
Expenses:							
Salaries and benefits	7,293,366	490,502	2,032,142	-	234,725	10,050,735	9,159,770
Fees	-	-	-	3,580,155	-	3,580,155	3,840,327
Supplies and other	875,347	285,876	1,128,611	-	7,002	2,296,836	1,955,324
Insurance	10,771	-	880	1,028,959	40,473	1,081,083	968,434
Other Midwifery	-	-	-	1,048,921	-	1,048,921	928,337
Occupancy and repairs	293,445	-	165,794	-	120,495	579,734	489,229
Amortization of capital assets	-	-	-	-	389,893	389,893	389,536
Information technology	273,063	-	178	-	-	273,241	255,505
Professional fees	146,157	101,945	7,678	-	-	255,780	183,776
Meetings and travel	85,162	-	8,770	-	-	93,932	90,353
Medical supplies	57,813	-	7,435	-	-	65,248	70,280
	9,035,124	878,323	3,351,488	5,658,035	792,588	19,715,558	18,330,871
Excess (deficiency) of expenses over revenue	\$ 161,150	\$ (292,830)	\$ (466,675)	\$ -	\$ (241,933)	\$ (840,288)	\$ (205,919)

See accompanying notes to financial statements.

# GUELPH COMMUNITY HEALTH CENTRE

## Statement of Changes in Fund Balances

Year ended March 31, 2023, with comparative information for 2022

	General Fund	Non-Government Programs Fund	Externally Restricted Fund	Ontario Midwifery Program Fund	Capital Fund	2023	2022
Fund balances, beginning of year	\$ 61,393	\$ 768,554	\$ 711,256	- \$	4,662,882 \$	6,204,085 \$	6,410,004
Excess (deficiency) of expenses over revenue	161,150	(292,830)	(466,675)	-	(241,933)	(840,288)	(205,919)
Fund balances, end of year	\$ 222,543	\$ 475,724	\$ 244,581	- \$	4,420,949 \$	5,363,797 \$	6,204,085

See accompanying notes to financial statements.



# GUELPH COMMUNITY HEALTH CENTRE

## Statement of Cash Flows

Year ended March 31, 2023, with comparative information for 2022

	2023	2022
Cash provided by (used in):		
Operations:		
Deficiency of revenue over expenses	\$ (840,288)	\$ (205,919)
Items not involving cash:		
Amortization	389,893	389,536
Change in fair value of investments	4,770	-
Changes in non-cash operating working capital:		
Accounts receivable	(398,824)	(455,882)
Inventories	(8,510)	(59,366)
Prepaid expenses	40,183	(70,971)
Accounts payable and accrued liabilities	774,249	(72,937)
Funding repayable	390,016	164,033
Deferred revenue	404,587	(299,525)
	756,076	(611,031)
Investing:		
Purchase of capital assets	(384,721)	(320,669)
Sale (purchase) of investments, net	-	(37,499)
	(384,721)	(358,168)
Increase (decrease) in cash	371,355	(969,199)
Cash, beginning of year	1,795,438	2,764,637
Cash, end of year	\$ 2,166,793	\$ 1,795,438
Cash consists of:		
Cash - General	\$ 749,322	\$ 917,899
Cash - Externally restricted	250	250
Cash - Restricted - Ontario Midwifery Program	1,408,370	868,475
Cash - Internally restricted	8,851	8,814
	\$ 2,166,793	\$ 1,795,438

See accompanying notes to financial statements.

# GUELPH COMMUNITY HEALTH CENTRE

## Notes to Financial Statements

Year ended March 31, 2023

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Guelph Community Health Centre (the "Centre") was incorporated without share capital on October 14, 1987. The Centre is a not-for-profit organization providing health care services and health related activities to the City of Guelph and the County of Wellington. The Ontario Ministry of Health (MOH) has designated the Centre as a Community Health Centre, with primary funding sources coming from Ontario Health (OH), the County of Wellington (CW), as well as the Ontario Ministry of Health, and multiple diversified granting sources.

The Centre is a registered charity under the Income Tax Act (Canada) and is, therefore, exempt from income taxes.

### 1. Significant accounting policies:

The financial statements have been prepared by management in accordance with the Chartered Professional Accountants of Canada Handbook Part III - Canadian accounting standards for not-for-profit organizations.

#### (a) Fund accounting:

The Centre follows the restricted fund method of reporting separate funds on the statement of financial position, statement of operations and changes in fund balances.

The General Fund records the activities of the Centre related to Primary Care, Consumption, Treatment and Support (CTS), Safe Supply Programs and Pregnancy to Parenting and all programs that are Non-Government Programs Fund, Externally Restricted Fund, Ontario Midwifery Program Fund and Capital Fund.

Non-Government Program Fund:

- (i) The Community Innovation Fund records funds raised through donations and various fundraising functions organized by the Centre's staff and volunteers for the purpose of enhancing the unfunded services offered by the Centre.
- (ii) Special Projects Fund records administrative revenue received by the Centre from various funder sources and granting streams, and is relied upon to support many of the Centre's administrative overhead costs. Revenues and expenditures recorded within this fund also include smaller scale programs within the Centre's operations (i.e. I.D Bank and Digital Equity).

# GUELPH COMMUNITY HEALTH CENTRE

Notes to Financial Statements (continued)

Year ended March 31, 2023

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## 1. Significant accounting policies (continued):

### (a) Fund accounting (continued):

Externally Restricted Fund comprises of the following programs:

- The Nurturing Neighbourhoods Fund
- The EarlyON Fund
- The Drug Strategy Fund
- The Clinical Telemedicine Nursing Fund
- The Seed Community Food Project Fund
- The Toward Common Ground Fund
- The Welcoming Streets Fund
- The Specialized Outreach Support Fund
- The Rapid Access Addictions Fund

Ontario Midwifery Program Fund:

The Ontario Midwifery Program is a restricted Fund. As the Transfer Payment Agency for the Guelph Midwives, Family Midwifery Care of Guelph and Grand Valley Midwives, these funds are received from the Ministry of Health (Ontario Midwifery Program), and transferred to the three practices in accordance with the regulations contained in the agreement between the Ontario Ministry of Health and the Centre.

Capital Fund:

The Capital Fund records the assets, liabilities, revenues and expenditures related to the Centre's capital assets.

### (b) Revenue recognition:

The Centre follows the restricted fund method of accounting for contributions which include donations and government grants.

Unrestricted and restricted donations and grants are recognized as revenue when received or receivable, if the amount to be received can be reasonably estimated and collection is reasonably assured.

Restricted contributions relating to internally restricted funds or unrestricted funds are recognized as revenue of the appropriate fund in the year in which the related expenses are incurred. Restricted revenues where expenses have not been incurred are recorded as deferred revenue.

Investment income earned on restricted funds is recognized as revenue of the appropriate restricted fund. Other investment income is recognized as revenue when earned.

# GUELPH COMMUNITY HEALTH CENTRE

Notes to Financial Statements (continued)

Year ended March 31, 2023

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## 1. Significant accounting policies (continued):

(c) Inventories:

Inventories are valued at the lower of cost (first-in, first-out basis) and net realizable value.

(d) Capital assets:

Capital assets are capitalized and stated at cost. Capital assets constructed will commence amortization in the year of use. In the year of acquisition or use, one-half the normal rate is claimed. Amortization is provided using the following methods and rates:

Asset	Method	Rate
Buildings	Declining balance	4%
Furniture and equipment	Declining balance	20%
Computer equipment	Declining balance	30%
Vehicle	Declining balance	30%
Leasehold improvements	Straight-line	5 years

The carrying amount of an item of capital assets is tested for recoverability whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized when the capital asset's carrying amount is not recoverable and exceeds its fair value.

(e) Allocation of expenses:

Certain expenses of the Centre involve program and administrative functions. The distribution of these expenses between program and administrative expenditures is based on time tracked in these functions by certain employees and management.

(f) Donated materials and services:

Donated materials and services, which would otherwise be paid by the Centre, are recorded at fair value when determinable. A substantial number of volunteers have made significant contributions of their time to the Centre's program and support services. The value of this contributed time is not reflected in these financial statements.

# GUELPH COMMUNITY HEALTH CENTRE

Notes to Financial Statements (continued)

Year ended March 31, 2023

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## 1. Significant accounting policies (continued):

### (g) Employee future benefits:

#### a) Defined benefit pension plan:

Defined contribution plan accounting (where contributions are expensed as incurred) is applied to the multi-employer defined benefit Healthcare of Ontario Pension Plan ("HOOPP") for which the Centre does not have the necessary information to apply defined benefit plan accounting.

#### b) Defined contribution pension plan:

The Centre maintains a defined contribution plan for employees that were employed prior to the implementation of HOOPP. The cost of the defined contribution pension plan is recognized as an expense for services rendered during the period based on the contributions required to be made during each period.

### (h) Financial instruments:

Financial instruments are recorded at fair value on initial recognition and are subsequently recorded at cost or amortized cost. Equity instruments that are quoted in an active market are subsequently measured at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Centre determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Centre expects to realize by exercising its right to any collateral. If events and circumstances improve in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

# GUELPH COMMUNITY HEALTH CENTRE

Notes to Financial Statements (continued)

Year ended March 31, 2023

## 1. Significant accounting policies (continued):

### (i) Use of estimates:

The preparation of these financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, as well as the reported revenues and expenses during the year. Actual results could differ from those estimates.

The assets and liabilities which require management to make significant estimates and assumptions in determining carrying values include accounts receivable, capital assets, and accrued liabilities.

## 2. Operating line:

The Centre has an operating line of credit available up to a maximum of \$50,000 pursuant to an agreement with its lender. The line of credit bears interest at the prime rate and is secured by a general security agreement. As at March 31, 2023, the Centre has \$nil drawn on the operating line (2022 - \$nil).

## 3. Investments:

Investments consist of the following:

	2023	2022
Guaranteed Investment Certificates	\$ 785,058	\$ 773,863
Pooled fund Investments - managed by The Guelph Community Foundation	204,992	220,957
	\$ 990,050	\$ 994,820

Guaranteed investment certificates held during the year yield interest in a range of 1% to 2.50% (2022 - 1.00% to 1.30%) and have maturity dates of April 14, 2023 to November 7, 2023 (2022 - April 14, 2022 to November 7, 2022). Pooled fund investments are managed by the Guelph Community Foundation.

# GUELPH COMMUNITY HEALTH CENTRE

Notes to Financial Statements (continued)

Year ended March 31, 2023

## 4. Accounts receivable:

No allowance for impairment of accounts receivable has been recorded at March 31, 2023 (2022 - \$nil).

## 5. Capital assets:

			2023	2022
	Cost	Accumulated amortization	Net book value	Net book value
Land	\$ 150,000	\$ -	\$ 150,000	\$ 150,000
Buildings	6,235,561	3,262,396	2,973,165	3,105,435
Furniture and equipment	1,527,971	1,299,276	228,695	265,825
Computer equipment	1,148,531	964,146	184,385	148,834
Vehicles	124,278	97,145	27,133	38,761
Leasehold improvements	1,059,083	447,786	611,297	470,992
	\$ 10,245,424	\$ 6,070,749	\$ 4,174,675	\$ 4,179,847

Amortization for the year was \$389,893 (2022 - \$389,536).

## 6. Accounts payable and accrued liabilities:

Government remittances payable included in accounts payable and accrued liabilities was \$8,504 (2022 - \$113,541).

The Centre applied for funding through the Canada Emergency Wage Subsidy (CEWS). The Centre received \$252,750 in CEWS for the period of March 2020 to March 2021. The Canada Revenue Agency (CRA) determined that the Centre was not eligible for \$186,447 in CEWS claims plus interest charges of \$23,515. In 2023, the amount assessed of \$209,962 is included in accounts payable and accrued liabilities and supplies and other expense account. The Centre is appealing this assessment and has also requested CRA to waive the assessed interest charges.

# GUELPH COMMUNITY HEALTH CENTRE

Notes to Financial Statements (continued)

Year ended March 31, 2023

## 7. Funding repayable:

	2023	2022
2019 - OH - Primary Care	\$ 228	\$ 228
2021 - OH - Primary Care	40,000	40,000
2021 - MOH - Midwifery	-	587,063
2022 - MOH - Midwifery	263,069	263,069
2023 - MOH - Midwifery	1,029,171	-
2020 - MOH - CTS	108,896	108,896
2021 - MOH - CTS	42,926	42,926
2022 - MOH - CTS	7,004	7,004
2023 - MOH - CTS	38,075	-
2022 - MOH - Capital Infrastructure Renewal Fund	628	628
2023 - MOH - Capital Infrastructure Renewal Fund	32,430	-
2022 - MOH - Capital, CTS	29,585	29,585
2022 - OH - Indigenous Health and Wellness	50,384	50,384
2022 - Health Canada - Safety Supply	-	134,828
2023 - MOH HIV	12,231	-
2022 - CW - Early ON	61,502	61,502
	\$ 1,716,129	\$ 1,326,113

## 8. Externally Restricted Fund:

Externally restricted funded programs ending fund balance are as follows:

	2023	2022
Nurturing Neighbourhoods Fund	\$ 5,111	\$ 6,034
EarlyON Fund	(41,223)	(23,994)
Drug Strategy Fund	29,560	132,446
Clinical Telemedicine Nursing Fund	(1,854)	(1,854)
The Seed Community Food Project Fund	(150,259)	121,502
Toward Common Ground Fund	202,183	198,187
Welcoming Street Fund	160,703	239,793
Specialized Outreach Support Fund	39,142	39,142
Rapid Access Addictions Fund	1,218	-
	\$ 244,581	\$ 711,256



# GUELPH COMMUNITY HEALTH CENTRE

Notes to Financial Statements (continued)

Year ended March 31, 2023

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## 8. Externally Restricted Fund (continued):

The Nurturing Neighbourhoods Fund records funding received from all partners involved in the program and other various sources. Partners include Wellington Dufferin Guelph Public Health, Family and Childrens Services, Guelph Neighbourhood Support Coalition and Guelph CHC and is administered by the Centre to provide the support for Parent Outreach Workers within priority neighbourhoods in the City of Guelph.

The EarlyON Fund records funding received from the County of Wellington. The Centre provides support to parents and programs for children (0-6 years) to ensure they have the very best possible start in life. A variety of programs and services which promote children's optimal development in a safe, inclusive, and supportive environment are provided. This includes staff and programming costs at our main EarlyON site on the 2nd floor of the Stone Road Mall and various locations in collaboration with our community partners such as public libraries, museums as well as outdoor and virtual programming.

The Drug Strategy Fund records funding received from the County of Wellington and the City of Guelph to support the implementation and evaluation of the Wellington Guelph Drug Strategy Committee, with the lead staffing role being hosted by the Centre. This fund also includes the Changing Futures residual reserve fund from a previous Drug Strategy project.

The Clinical Telemedicine Nursing Fund records funding received from Ontario Health and is administered by the Centre for the purpose of demonstrating increases in clinical Telemedicine utilization, reduced wait times for specialist consultation and to facilitate patient flow across the healthcare continuum.

The Seed Community Food Project Fund includes revenue from multiple grant-based funders, donations, foundations as well as revenues and expenditures from the project's social enterprise food distribution programs. The SEED works towards a connected community where everyone has access to healthy food, thus improving the health and well being of our community.

The Toward Common Ground Fund is funded by the City of Guelph, University of Guelph, United Way and multiple other partner contributions, with the lead staffing role being hosted by the Centre. It is focused on testing new and innovative ways of working together that better connects the dots, improves how data is gathered and used, improves the way organizations collectively measure impact, and builds sustainable collective planning and community building efforts.

# GUELPH COMMUNITY HEALTH CENTRE

Notes to Financial Statements (continued)

Year ended March 31, 2023

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## 8. Externally Restricted Fund (continued):

The Welcoming Streets Fund consists of funding from the City of Guelph and the Guelph Downtown Business Association. This initiative began as a pilot in the spring of 2018, as a partnership formed between the Centre, the Guelph Downtown Business Association and the Guelph Police Service to address safety concerns identified by business owners and the public related to at-risk street involved individuals. The program deploys street outreach workers to provide support to businesses, ensuring that street involved individuals are supported and linked with the services they need; and ensuring that downtown Guelph feels welcoming for everyone.

The Specialized Outreach Support Fund records funding received from the Canadian Mental Health Association, Waterloo Wellington, to ensure the effective provision of the program in the City of Guelph.

The Rapid Access Addiction Clinic was funded by a partnership with Stonehenge to provide medical reception for the RAAC clinic. The program has ended in the current fiscal year.

## 9. Employee future benefits:

### a) Defined benefit pension plan:

The Centre is a member of the Healthcare of Ontario Pension Plan (HOOPP), a multi-employer defined benefit pension plan. The member organizations are unable to identify their share of the underlying assets and liabilities. As a result, the benefit plan has been accounted for following the recommendations for defined contribution plans. The pension expense for this plan for the year was \$606,684 (2022 - \$595,995).

HOOPP is a multi-employer plan, therefore any pension plan surpluses or deficits are a joint responsibility of participating Centre in Ontario and their employees. As a result, the Centre does not recognize any share of the HOOPP pension surplus or deficit. The plan has reported a \$11 billion actuarial surplus at the end of December 2022 (2021 - \$28.5 billion surplus), based on actuarial liabilities of \$92.7 billion (2021 - \$85.9 billion) and actuarial net assets of \$103.7 billion (2021 - \$114.1 billion).

### b) Defined contribution pension plan:

The Centre's contributions made to the defined contribution plan during the year were \$11,905 (2022 - \$28,567). The amounts are included in salaries and benefits expense in the statement of operations.

# GUELPH COMMUNITY HEALTH CENTRE

Notes to Financial Statements (continued)

Year ended March 31, 2023

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## 10. Economic dependence:

The Centre receives 97.22% (2022 - 96.76%) of its eligible funding for its core operations from Ontario Health, the Ministry of Health and other organizations. The future of the Centre is reliant on these government organizations to provide sufficient ongoing funding to continue to manage future programs.

## 11. Commitments:

The Centre has entered into various operating leases for space. These leases have expiry dates between April 2023 and May 2024.

On December 1, 2022, the Centre entered into an agreement for shared IT services ending November 30, 2027. Only the Centre's portion of the total IT services has been included in the minimum lease payments below.

The minimum annual lease and support payments for the next five years are as follows:

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2024	\$	182,653
2025		127,064
2026		128,848
2027		130,667
2028		37,871
		<hr/>
		\$ 607,103

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## 12. Public Sector Salary Disclosure:

The Centre is subject to The Public Sector Salary Disclosure Act, 1996. Salaries and benefits that have been paid by the Authority and reported to the Province of Ontario in compliance with this legislation are listed on the Ontario Ministry of Finance Website at <https://www.ontario.ca/page/public-sector-salary-disclosure#section-0> or can be provided in an alternate format upon request from the Centre.

## 13. Comparative presentation and information:

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year's deficiency of revenue over expenses.

# GUELPH COMMUNITY HEALTH CENTRE

Notes to Financial Statements (continued)

Year ended March 31, 2023

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## 14. Financial risks:

### (a) Financial risks:

The Centre manages its investment portfolio to earn investment income according to policies approved by the Board of Directors. The Centre is not involved in any hedging relationships through its operations and does not hold or use any derivative financial instruments for trading purposes.

The Centre believes that it is not exposed to significant interest-rate, market, credit or cash flow risk arising from its financial instruments.

Additionally, the Centre believes it is not exposed to significant liquidity risk as all investments are held in instruments that are highly liquid and can be disposed of to settle commitments. The fixed income investments earn interest between 1.0 % and 2.5% and have maturities ranging from April 14, 2023 to November 7, 2023 (note 3).

There has been no change to the risk exposures from 2022.