

Financial Statements of

**BRUCE GREY CHILD
AND FAMILY SERVICES**

March 31, 2024



Bruce Grey Child and Family Services
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March 31, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Directors of **Bruce Grey Child and Family Services**:

Opinion

We have audited the financial statements of **Bruce Grey Child and Family Services** (the Organization), which comprise the statement of financial position as at March 31, 2024 and the statement of operations and changes in fund balances and cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2024, and results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

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 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 public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian 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.

INDEPENDENT AUDITOR'S REPORT CONTINUED

Auditor's Responsibilities for the Audit of the Financial Statements Continued

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.



Baker Tilly SGB LLP
Licensed Public Accountants
Walkerton, Ontario
June 12, 2024

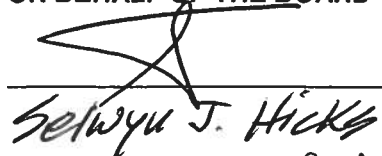
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Bruce Grey Child and Family Services
Statement of Financial Position
as at March 31, 2024

	General Fund \$	Capital Asset Fund \$	Trust Fund \$	Children's Fund \$	Total 2024 \$	Total 2023 \$
Assets						
Current:						
Cash	1,117,554	-	-	-	1,117,554	1,788,149
Restricted Cash (Note 6)	952,742	-	115,081	-	1,067,823	1,081,992
Accounts Receivable	105,668	-	-	-	105,668	84,692
HST Recoverable	278,571	-	-	-	278,571	172,762
Due from Province	323,746	-	-	-	323,746	556,534
Prepaid Expenses	245,959	-	-	15,495	261,454	227,397
Due to/from Other Funds	(1,353,312)	400,659	598,423	354,230	-	-
	1,670,928	400,659	713,504	369,725	3,154,816	3,911,526
Capital Assets (Note 3)	-	3,601,531	-	-	3,601,531	3,938,312
	1,670,928	4,002,190	713,504	369,725	6,756,347	7,849,838
Liabilities						
Current:						
Accounts Payable	1,169,808	-	-	-	1,169,808	1,560,861
Government Remittances Payable	77,624	-	-	-	77,624	119,983
Accrued Vacation Pay	791,194	-	-	-	791,194	721,998
Deferred Revenue (Note 5)	-	-	-	30,000	30,000	-
Due to RESP Beneficiaries (Note 6)	-	-	581,061	-	581,061	570,554
Due to OCBE Beneficiaries (Note 6)	-	-	105,395	-	105,395	111,315
Employee Future Benefits (Note 7)	271,858	-	-	-	271,858	268,668
Due to other Beneficiaries	-	-	27,048	-	27,048	17,534
Current Portion of Long Term (Note 8)	-	1,946,307	-	-	1,946,307	54,126
	2,310,484	1,946,307	713,504	30,000	5,000,295	3,425,039
Long Term Debt (Note 8)	-	-	-	-	-	1,947,449
Fund Balances						
Invested in Capital Assets	-	2,055,883	-	-	2,055,883	2,296,294
Externally Restricted (Note 1 (b))	-	-	-	339,725	339,725	382,498
Unrestricted (Note 9)	(639,556)	-	-	-	(639,556)	(201,442)
	(639,556)	2,055,883	-	339,725	1,756,052	2,477,350
Economic Dependence (Note 11)						
Commitments (Note 12)						
Contingencies (Note 13)						
	1,670,928	4,002,190	713,504	369,725	6,756,347	7,849,838

ON BEHALF OF THE BOARD



Chair

See Accompanying Notes to the Financial Statements

Bruce Grey Child and Family Services
Statement of Operations and Changes in Fund Balances
For the Year Ended March 31, 2024

	General Fund \$	Capital Asset Fund \$	Children's Fund \$	Total 2024 \$	Total 2023 \$
Revenue:					
Provincial Grants (Note 11)	21,887,111	-	-	21,887,111	21,160,321
Donations	-	-	41,857	41,857	74,012
Other Revenue (Note 15)	694,686	27,900	-	722,586	803,101
Interest	96,742	17,102	16,049	129,893	87,800
	<u>22,678,539</u>	<u>45,002</u>	<u>57,906</u>	<u>22,781,447</u>	<u>22,125,234</u>
Expenses:					
Salaries	10,949,267	-	-	10,949,267	10,199,625
Benefits	3,354,740	-	-	3,354,740	3,045,425
Travel	862,078	-	-	862,078	751,548
Training	111,868	-	-	111,868	116,541
Occupancy Costs	11,448	401,742	-	413,190	428,710
Purchased services - Non Client Program	473,939	-	-	473,939	418,540
Boarding Home Payments	50,540	-	-	50,540	48,749
Boarding Home Payments	3,674,421	-	-	3,674,421	3,675,171
Purchased Services - Client	242,705	-	-	242,705	145,748
Client Personal Needs	481,587	-	-	481,587	458,976
Health and Medical	117,009	-	-	117,009	91,199
Financial Assistance	106,937	-	-	106,937	98,584
Interest on Long Term Debt	-	102,273	-	102,273	70,912
Adoption Subsidy	108,220	-	-	108,220	145,570
Targeted Adoption Subsidy	753,985	-	-	753,985	719,340
Promotion and Publicity	41,771	-	-	41,771	42,026
Office	120,780	-	-	120,780	195,015
Children's Needs	-	-	100,679	100,679	81,150
Miscellaneous	369,498	-	-	369,498	332,683
Technology	349,092	-	-	349,092	494,672
Amortization of Capital Assets	-	336,782	-	336,782	336,782
	<u>22,179,885</u>	<u>840,797</u>	<u>100,679</u>	<u>23,121,361</u>	<u>21,896,966</u>
Excess (Deficiency) of Revenues Over Expenses	498,654	(795,795)	(42,773)	(339,914)	228,268
Prior Year Ministry Adjustments	(381,384)	-	-	(381,384)	(343,680)
Interfund Transfers (Note 14)	(555,384)	555,384	-	-	-
	(438,114)	(240,411)	(42,773)	(721,298)	(115,412)
Fund Balance, at the Beginning of the Year	(201,442)	2,296,294	382,498	2,477,350	2,592,762
Fund Balance, at the End of the Year	(639,556)	2,055,883	339,725	1,756,052	2,477,350

See Accompanying Notes to the Financial Statements

Bruce Grey Child and Family Services
Statement of Cash Flow
For the Year Ended March 31, 2024

	2024	2023
	\$	\$
OPERATING		
Deficiency of Revenues over Expenses	(339,914)	228,269
Prior Year Ministry Adjustments	(381,384)	(343,680)
Amortization of Property and Equipment	336,782	336,782
	(384,516)	221,371
Changes in non-cash working capital items		
Accounts Receivable	(20,977)	(36,125)
HST Recoverable	(105,809)	32,440
Due from Province	232,788	(303,938)
Prepaid Expenses	(34,058)	(80,152)
Accounts Payable	(391,051)	7,274
Government Remittance Payable	(42,359)	61,751
Accrued Vacation Pay	69,197	25,575
Due to RESP Beneficiaries	10,506	5,481
Due to OCBE Beneficiaries	(5,919)	4,894
Due to Other Beneficiaries	9,513	17,534
Deferred Revenue	30,000	(20,000)
Employee Future Benefits	3,190	(28,671)
	(629,495)	(92,566)
FINANCING		
Repayment of Long Term Debt	(55,269)	(65,026)
INVESTING		
Acquisition of Equipment	-	(84,908)
NET INCREASE IN CASH		
	(684,764)	(242,500)
CASH, BEGINNING OF YEAR	2,870,141	3,112,641
CASH, END OF YEAR	2,185,377	2,870,141
CASH AND CASH EQUIVALENTS		
Cash in Bank	1,117,554	1,788,149
Restricted Cash in Bank	1,067,823	1,081,992
	2,185,377	2,870,141

See Accompanying Notes to the Financial Statements

Bruce Grey Child and Family Services

Notes to the Financial Statements

as at March 31, 2024

Purpose of the Organization

The Bruce Grey Child and Family Services is an organization which works under the mandate of the Ontario Child, Youth and Family Services Act to provide protection for children from abuse, neglect and other forms of maltreatment in the Counties of Bruce and Grey. The Organization is a non-profit organization incorporated without share capital under the laws of Ontario. The Organization is a registered charity and, as such, is exempt from income tax and may issue income tax receipts to donors.

1. Significant Accounting Policies

These financial statements have been prepared in accordance with Canadian public sector accounting standards including the 4200 standards for government not-for-profit organization. A statement of re-measurement gains and losses has not been included as there are not matters to report therein. The significant accounting policies applied in accordance with these standards are as follows:

(a) Financial Instruments

The Organization measures its financial assets and financial liabilities initially at fair value and subsequently at amortized cost. All financial assets are assessed for impairment on an annual basis.

Financial assets measured at amortized cost include: cash, restricted cash, accounts receivable, RESP Savings, and amounts due from Province.

Financial liabilities measured at amortized cost include: accounts payable, accrued vacation pay, due to RESP beneficiaries, due to OCBE beneficiaries, due to other beneficiaries and long-term debt.

When a decline is determined to be other than temporary, the amount of the loss is reported in the statement of operations and any realized gain is adjusted through the statement of remeasurement gains and losses.

When an asset is sold, the unrealized gains and losses previously recognized in the statement of remeasurement gains and losses are reversed and recognized in the statement of operations.

There are no items to be reported on the statement of remeasurement gains and losses and as a result, this statement has not been presented.

(b) Fund Accounting

The General Fund accounts for the Organization's day to day operations. The fund reports unrestricted resources and restricted operating grants.

The Capital Asset Fund reports the assets, liabilities, revenues and expenses related to the Organization's property and equipment.

The Trust Fund is used to hold trust assets of the Organization. It holds the Universal Child Care Benefit payments received and the Registered Education Saving Plans which are funded from those payments for eligible children in care. Any interest earned or grants received in the RESP's are reflected on the statement of financial position.

The Children's Fund reports only restricted resources that are to be used for the benefit of children.

(c) Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand and bank balances in Canadian financial institutions.

Bruce Grey Child and Family Services
Notes to the Financial Statements
as at March 31, 2024

1. Significant Accounting Policies (continued)

(d) Capital Assets

Purchased capital assets are recorded in the Capital Asset Fund at cost. Contributed capital assets are recorded in the Capital Asset Fund at fair market value at the date of the contribution. Amortization is provided on a straight-line basis over the assets' estimated useful lives, which are as follows:

Buildings	20 years
Furniture and Equipment	5 years
Computers	3 - 5 years
Parking Lot	10 years

(e) Contributed Services

Volunteers contribute a number of hours per year to assist the Organization in carrying out its service delivery activities. Because of the difficulty of determining either the amount of contributed time or its fair value, contributed services are not recognized in the financial statements.

(f) Revenue Recognition

The Organization uses the deferral method of accounting for restricted contributions of the general fund and the restricted fund method for other contributions in all other funds.

Restricted contributions related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred.

All other restricted contributions are recognized as revenue of the appropriate restricted fund.

Unrestricted donations, fundraising, interest earned on investments, and rent are recognized as revenue of the appropriate fund, when received or receivable, if the amount can be reasonably estimated and collection is reasonably assured.

Contributed materials and services are recognized in the appropriate fund, when received and at fair value at the date of the contribution, if fair value can be reasonably estimated.

Ministry Revenue is calculated using the Ministry's current funding model, plus any additional amendments by the Ministry. The Organization reports its revenue based on its approved entitlement for the year. Funding or repayment of fiscal deficit or surplus will be recorded in the year received or paid on the statement of operations and changes in fund balances as prior year Ministry adjustments.

(g) Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known. Actual results could differ from those estimates.

(h) Allocation of Expenses

The Organization reports costs for its operations by program. Costs that can be identified to a specific program are allocated directly to that program. Shared program costs are allocated to programs based on management's estimate of the time, usage, or space that best reflects actual utilization of the cost.

Bruce Grey Child and Family Services
Notes to the Financial Statements
as at March 31, 2024

1. Significant Accounting Policies (continued)

(i) Employee future benefits

The Organization provides sick leave benefits to its employees which are paid when the sick leave occurs. The amount is determined by their sick leave policy based on the employees period of time in service. Sick leave benefits do not vest. The Organization accrues this obligation to the extent of the sick leave benefit estimated to be used. The estimate is based on the three year historical actual sick leave which is expected to approximate to future liability.

The Organization offers a pension plan for its permanent employees through the Ontario Municipal Employees Retirement System ("OMERS"). OMERS is a multi-employer, contributory, public sector pension fund established for employees of certain public sector organizations. Participating employers and employees are required to make plan contributions based on participating employees' contributory earnings. The Organization accounts for its participation in OMERS as a defined contribution plan and recognizes the expense related to this plan as contributions are made, even though OMERS is itself a defined benefit plan.

2. Change in Accounting Policies

(a) PS 3450 – Financial Instruments and PS 2601 – Foreign Currency Translation

On January 1, 2023, the Organization adopted Public Accounting Standards *PS 3450 – Financial Instruments and PS 2601 – Foreign Currency Translation*. The standards were adopted prospectively from the date of adoption. The new standards provide comprehensive requirements for the recognition, measurement, presentation and disclosure of financial instruments and foreign currency transactions.

Under PS 3450, all financial instruments, including derivatives, are included on the statement of financial position and are measured either at fair value or amortized cost based on the characteristics of the instrument and Organization's accounting policy choices (see Note 1).

The Organization undertook a process to identify any and all adjustments required as a result of the adoption of this standard. This process did not yield identification of any such adjustments.

(b) PS 3280 – Asset Retirement Obligations

On April 1, 2022, the Organization also adopted Public Accounting Standard *PS 3280 – Asset Retirement Obligations*. The new accounting standard addresses the reporting of legal obligations associated with the retirement of certain tangible capital assets, such as asbestos removal in buildings owned by public sector entities.

The Organization undertook a process to identify any and all adjustments required as a result of the adoption of this standard. This process did not yield identification of any such adjustments.

3. Capital Assets

	2024		2023	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
	\$	\$	\$	\$
Land	849,487	-	849,487	849,487
Buildings	5,954,380	3,287,749	2,666,631	2,951,863
Equipment and Furnishings	1,006,478	1,006,478	-	-
Computers	1,513,893	1,428,480	85,413	136,962
Parking Lot	49,823	49,823	-	-
	<u>9,374,061</u>	<u>5,772,530</u>	<u>3,601,531</u>	<u>3,938,312</u>

4. Bank Loan

The Organization has an authorized operating line of credit with the Toronto Dominion Bank at prime less .25%, due on demand, with a maximum borrowing of \$1,750,000. Security held on all Toronto Dominion credit facilities include a general security agreement, collateral mortgages on property, and assignment of fire and liability insurance. Further terms and conditions are documented in the credit agreement dated April 27, 2024.

Bruce Grey Child and Family Services
Notes to the Financial Statements
as at March 31, 2024

5. Deferred Revenue

Deferred Revenue represents restricted resources that are to be used for the benefit of children that were not spent at year end.

6. Restricted Cash and Due to RESP and OCBE Beneficiaries

	2024	2023
	\$	\$
Restricted Cash - RESP Beneficiaries	581,060	570,553
Restricted Cash - OCBE Beneficiaries	105,484	111,404
Restricted Cash - Children's Fund and other Beneficiaries	381,279	400,035
	<u>1,067,823</u>	<u>1,081,992</u>

Pursuant to Ministry Policy Directive, the Organization sets aside a portion for Children's special allowance funds, equivalent to the former federal UCCB payment, to establish Registered Education Savings Plans (RESPs) for eligible children in care. Restricted cash related to RESPs held in trust represent such funding not yet contributed to an RESP. At March 31, 2024, \$581,060 of funds are held in trust as the recipients of these funds are not eligible to set up an RESP account.

The trust fund administered by the Organization that has been placed into RESPs for eligible children in care amounts to \$791,726 (2023 - \$679,863). This has not been included in the statement of financial position nor have the operations been included in the statement of operations.

Similarly, a portion of the OCBE relating to children aged 15-17 is being held as savings per a 2008 Ministry of Children and Youth Services directive. The Ministry updated the directive in 2014. Not all OCBE funds are required to be held in trust for the children and can be spent on children in the Organization's care as long as they are younger than 18 years of age.

7. Employee Future Benefits

The employee future benefit liability is the estimated obligation for compensated sick leave benefits. Under the sick leave policy, employees are provided with a percentage of their wage while on sick leave. The rate of benefit is based on their length of time in service and is paid to a maximum of 15 weeks. Employees are eligible after 3 months of service and after five years of continuous service, the rate is 100% of their wage. Employees are not entitled to a cash payment on termination or retirement. The accrual is calculated based on historic usage of this benefit.

8. Long Term Debt

	2024	2023
	\$	\$
TD Mortgage, 5.23%, payable in monthly blended payments of \$13,128, due December 19, 2024. Secured by property with a net book value of \$2,869,217	1,946,307	2,001,576
Less - Current Portion Due	<u>(1,946,307)</u>	<u>(54,126)</u>
	<u>-</u>	<u>1,947,450</u>

Principal payments due within the next year is as follows:

2025	\$ 1,946,307
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Bruce Grey Child and Family Services
Notes to the Financial Statements
as at March 31, 2024

9. Unrestricted Fund Balances

	2024	2023
	\$	\$
Child Welfare	(922,308)	(468,531)
Adult Protective Services	16,968	17,076
Mental Health Funding	(325)	(325)
Education Liaison Funding	18,479	18,347
Non-Child Welfare - Community Capacity	86,105	73,419
Transition Aged Youth	372	372
OCBE	161,153	158,200
	<u>(639,556)</u>	<u>(201,442)</u>

10. Capital Disclosures

The Organization defines capital as fund balances. The Organization's overall objective with its capital is to fund ongoing operations, capital assets, ongoing projects and future projects. The Organization has capital with external restrictions. The overall strategy with respect to capital remains unchanged from prior years.

11. Economic Dependence

The Organization's primary function is child welfare which is funded by the Province of Ontario. The ability to deliver the child welfare program at an acceptable level is fully dependent on annual funding from the Province of Ontario.

12. Commitments

The Organization has leases for office and computer equipment. The minimum annual payments under these leases are as follows:

	\$
2025	2,010
2026	2,010

13. Contingencies

In the ordinary course of operations, various claims and lawsuits are brought against the Organization. It is the opinion of management that the settlement of these actions will not result in any material liabilities beyond any amounts already accrued.

14. Interfund Transfers

The Operating Fund transferred \$555,384 to the Capital Fund to cover building occupancy and information technology expenditures related to Child Welfare.

Bruce Grey Child and Family Services
Notes to the Financial Statements
as at March 31, 2024

15. Other Revenue

	2024	2023
	\$	\$
Children Special Allowances	391,640	411,975
Membership	50	170
Maintenance for Wards of Other Societies	171,987	160,245
Other Recoveries	131,009	230,711
Other Recoveries - Capital Fund	27,900	-
	<u>722,586</u>	<u>803,101</u>

16. Pension Agreement

The employees of Bruce Grey Child and Family Services participate in the Ontario Municipal Employees Retirement System ("OMERS"). Although the plan has a defined retirement benefit for employees, the related obligation of the Organization cannot be identified. The Organization has applied defined contribution plan accounting as it has insufficient information to apply defined benefit plan accounting.

The amount contributed to OMERS for the current year was \$1,073,331 (2023 \$975,427) and is included as an expense on the statement of operations.

OMERS is a multi-employer plan, therefore any pension plan surpluses or deficits are a joint responsibility of Ontario municipal organizations and their employees. As a result, the Organization does not recognize any share of the OMERS pension surplus or deficit. The most recent actuarial valuation of the Plan was conducted at December 31, 2023. The results of this valuation disclosed total actuarial liabilities of \$136.2 (2022 - \$130.3) billion in respect of benefits accrued for service with actuarial assets at that date of \$132.0 (2022 - \$123.6) billion, indicating a going concern actuarial deficit of \$4.2 (2022 - \$6.7) billion.

17. Financial Instruments

The Organization's exposure to risks from financial instruments is described as follows:

Credit Risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Organization is exposed to credit risk in connection with the collection of its accounts receivable. The Organization mitigates this risk by maintaining credit approval and payment policies and does not anticipate significant loss for non-collection. A significant portion of the Organization's receivables are due from governments which are believed to be at low risk of default. Allowance for doubtful accounts at March 31, 2024 is \$nil.

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 is exposed to interest rate risk on their mortgage payable. Changes in prime lending rates can cause fluctuations in interest expense and payment obligations. The Organization manages this risk by monitoring floating interest rates and locking in rates for a term of up to five years.

Liquidity risk is the risk that the Organization will encounter difficulty in meeting obligations associated with financial liabilities. The Organization is exposed to this risk mainly in respect of its long-term debt and accounts payable. The Organization expects to meet these obligations as they come due by cash flow from government grants.

Bruce Grey Child and Family Services
Notes to the Financial Statements
as at March 31, 2024

18. Balanced Budget Fund

In fiscal 2014, the Ministry announced the creation of the Balanced Budget Fund to support Children's Aid Societies in meeting the newly announced balanced budget requirements that were outline in the Ministry's Regulation 70. The Balanced Budget Fund process has been individually developed for each Children's Aid Society and will reflect the accumulated surplus that was returned to the Ministry each year.

Changes to the Balanced Budget Fund were made effective in Fiscal Year 2021 and now limits the Societies to contribute 50% of the Child Welfare Surpluses. To be eligible to access these funds, the Organization must meet two conditions as follows:

- (1) The Organization must have generated a prior year surplus recovered in or after fiscal 2014; and
- (2) The Organization must require additional funding in a future year for Child Welfare operations in order that they will not incur a deficit. The required amount cannot exceed the total accumulated Balanced Budget Fund surplus.

During the year, balance budget fund was used to cover a deficit of \$260,784 (2023 - \$Nil).

The accumulated surplus in the Balance Budget Fund is as follows:

2022 Surplus	171,840
2023 Surplus	<u>190,691</u>
Available Surplus	<u><u>362,531</u></u>

19. Comparative Amounts

Certain comparative amounts have been reclassified to confirm with the current year's financial statement presentation.



AUDITOR'S COMMENTS ON SUPPLEMENTARY INFORMATION

To the Directors of Bruce Grey Child and Family Services:

We have audited the accompanying financial statements of Bruce Grey Child and Family Services, which comprise the statement of financial position as at March 31, 2024 and the statements of operation and changes in fund balances and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information. 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. The information is presented for the purposes of additional analysis and is not a required part of the financial statements.

Management is responsible for the preparation and presentation of the supplementary information in accordance with the basis of accounting required by the Ministry of Children, Community and Social Services.

Restriction on Distribution and Use

The supplementary information is prepared to assist the Board of Directors to meet the requirements of the Ministry of Children, Community and Social Services. As a result, the supplementary information may not be suitable for another purpose. Our report is intended solely for the Board of Directors and Ministries and should not be distributed to or used by parties other than the Board of Directors or the Ministry of Children, Community and Social Services.

Baker Tilly SGB

Baker Tilly SGB, LLP
Licensed Public Accountants
Walkerton, Ontario

AUDIT • TAX • ADVISORY

Baker Tilly SGB LLP trading as Baker Tilly is a member of Baker Tilly Canada Cooperative, which is a member of the global network of Baker Tilly International Limited. All members of Baker Tilly Canada Cooperative and Baker Tilly International Limited are separate and independent legal entities.

Bruce Grey Child and Family Services
Schedule of Revenue and Expenses
For the Year Ended March 31, 2024

Child Welfare

	2024	2023
	\$	\$
Revenue:		
Province of Ontario Subsidy		
- Ministry of Children, Community and Social Services	20,932,984	19,975,015
- Ministry of Children, Community and Social Services Balanced Budget Fund	260,784	-
Other Revenue	791,428	864,607
	21,985,196	20,839,622
Expenses:		
Salaries	10,581,133	9,913,462
Benefits	3,248,535	2,993,198
Travel	831,884	731,564
Training	111,590	115,840
Occupancy Costs	555,384	551,400
Purchased services - Non Client Program	437,591	363,733
Boarding Home Payments	8,344	6,553
Purchased Services - Client	3,627,432	3,117,298
Client Personal Needs	242,705	145,748
Health and Medical	394,320	347,863
Financial Assistance	117,009	91,199
Adoption Subsidy	106,937	98,584
Targeted Adoption Subsidy	108,220	145,570
Promotion and Publicity	753,985	719,340
Office	41,771	42,026
Miscellaneous	121,242	193,562
Technology	348,022	301,724
	349,092	579,581
	21,985,196	20,458,245
Excess of Revenue over Expenses for Government Reporting Purposes	-	381,377

See Accompanying Notes to the Financial Statements

**Bruce Grey Child and Family Services
Schedule of Revenue and Expenses
For the Year Ended March 31, 2024**

Adult Protective Services

	2024	2023
	\$	\$
Revenue:		
Provincial Grant		
- Ministry of Children, Community and Social Services	390,015	368,015
Expenses:		
Salaries	245,756	241,192
Benefits	85,614	74,316
Travel	25,380	18,789
Training	278	701
Occupancy	11,448	13,248
Office	2,570	4,533
Miscellaneous	19,076	21,776
	390,122	374,555
Excess/(Deficiency) of Revenue over Expenses for Government Reporting Purposes	(107)	(6,540)

Bruce Grey Child and Family Services
Schedule of Revenue and Expenses
For the Year Ended March 31, 2024

Education Liaison Funding

	2024	2023
	\$	\$
Revenue:		
Provincial Grant		
- Ministry of Children, Community and Social Services	91,838	91,838
Expenses:		
Salaries	53,179	19,378
Benefits	17,400	6,583
Travel	4,814	1,195
Program	13,913	27,640
Purchased Services - Non-Client	-	27,288
Other	2,399	9,183
	91,705	91,267
Excess of Revenue over Expenses for Government Reporting Purposes	133	571

See Accompanying Notes to the Financial Statements

**Bruce Grey Child and Family Services
Schedule of Revenue and Expenses
For the Year Ended March 31, 2024**

Transition Aged Youth

	2024	2023
	\$	\$
Revenue:		
Provincial Grant		
- Ministry of Children, Community and Social Services	46,989	557,873
Expenses:		
Program	46,989	557,873
Excess of Revenue over Expenses for Government Reporting Purposes	-	-

See Accompanying Notes to the Financial Statements

Bruce Grey Child and Family Services
Schedule of Revenue and Expenses
For the Year Ended March 31, 2024

Non-Child Welfare - Community Capacity

	2024	2023
	\$	\$
Revenue:		
Provincial Grant		
- Ministry of Children, Community and Social Services	88,196	88,196
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Expenses:		
Program Expenses	42,196	42,196
Purchased Services	33,314	24,438
	75,510	66,634
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Excess of Revenue over Expenses for Government Reporting Purposes	12,686	21,562
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**Bruce Grey Child and Family Services
 Schedule of Revenue and Expenses
 For the Year Ended March 31, 2024**

	OCBE	
	2024	2023
	\$	\$
Revenue:		
Provincial Grant		
- Ministry of Children, Community and Social Services	76,305	79,384
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Expenses:		
Program	73,353	83,473
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Excess of Revenue over Expenses for Government Reporting Purposes	2,952	(4,089)
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