

**Tillsonburg Senior Centre
Financial Statements
Year Ended December 31, 2024**



**Tillsonburg Senior Centre
Index to Financial Statements
Year Ended December 31, 2024**

	Page
INDEPENDENT AUDITORS' REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Changes in Net Assets	4
Statement of Revenues and Expenses	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 9



**Thompson
Goossens**
ACCOUNTANTS LLP

Independent Auditors' Report

To the Members of Tillsonburg Senior Centre

Qualified Opinion

We have audited the financial statements of Tillsonburg Senior Centre (the Organization), which comprise the statement of financial position as at December 31, 2024, and the statements of changes in net assets, revenues and expenses and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2024, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Qualified Opinion

In common with many not-for-profit organizations, the Organization derives revenue from programs, fundraising activities, donations and contributions the completeness of which, is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Organization. Therefore, we were not able to determine whether any adjustments might be necessary to program, fundraising, donation or contribution revenue, excess of revenues over expenses, and cash flows from operations for the year ended December 31, 2024, current assets and net assets as at December 31, 2024. Our audit opinion on the financial statements for the year ended December 31, 2023 was modified accordingly because of the possible effects of this limitation of scope.

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 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 qualified audit 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 ASNPO, 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.

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Tillsonburg, Ontario
May 8, 2025

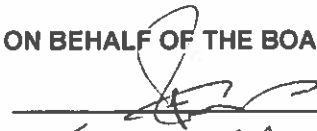
Thompson Goossens Accountants LLP

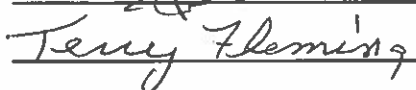
Thompson Goossens Accountants LLP
Chartered Professional Accountants
Licensed Public Accountants

Tillsonburg Senior Centre
Statement of Financial Position
December 31, 2024

	2024	2023
Assets		
Current		
Cash	\$ 32,625	\$ 16,830
Investments (Note 3)	136,573	139,152
Accounts receivable	3,269	1,687
Grants receivable	121	-
Harmonized sales tax recoverable	3,528	5,411
Prepaid expenses	1,892	1,744
	178,008	164,824
Property and equipment (Note 4)	5,629	9,246
	\$ 183,637	\$ 174,070
Liabilities and Net Assets		
Current		
Accounts payable (Note 5)	\$ 16,912	\$ 10,343
Deferred income (Note 6)	19,029	17,669
	35,941	28,012
Net Assets		
General fund	146,143	144,505
Restricted fund (Note 7)	1,553	1,553
	147,696	146,058
	\$ 183,637	\$ 174,070

ON BEHALF OF THE BOARD

 Director

 Director

Tillsonburg Senior Centre
Statement of Changes in Net Assets
Year Ended December 31, 2024

	General Fund	Restricted Fund	2024	2023
Net assets - beginning of year	\$ 144,505	\$ 1,553	\$ 146,058	\$ 155,626
Excess (deficiency) of revenues over expenses	1,638	-	1,638	(9,568)
Net assets - end of year	\$ 146,143	\$ 1,553	\$ 147,696	\$ 146,058

See accompanying notes to financial statements

Tillsonburg Senior Centre
Statement of Revenues and Expenses
Year Ended December 31, 2024

	2024	2023
Revenues		
Donations and contributions	\$ 2,744	\$ 5,899
Grants (Note 8)	46,071	44,210
Interest income	5,580	4,178
Kitchen	5,228	3,304
Memberships	23,778	15,130
Programs	89,171	69,670
Rentals	14,122	12,582
Silent auction	2,459	3,244
Sundry	888	2,391
	190,041	160,608
Expenses		
Administration	24,199	21,235
Amortization	3,616	4,673
Insurance	5,137	4,798
Kitchen	6,148	6,547
Management salaries	48,070	50,785
Program co-ordinator	45,868	37,317
Programs	52,437	44,586
Repairs and maintenance	2,928	235
	188,403	170,176
Excess (deficiency) of revenues over expenses	\$ 1,638	\$ (9,568)

See accompanying notes to financial statements

Tillsonburg Senior Centre
Statement of Cash Flows
Year Ended December 31, 2024

	2024	2023
Operating activities		
Excess (deficiency) of revenues over expenses	\$ 1,638	\$ (9,568)
Item not affecting cash:		
Amortization of property and equipment	3,616	4,673
	5,254	(4,895)
Changes in non-cash working capital:		
Accounts receivable	(1,582)	(1,225)
Grants receivable	(121)	-
Accounts payable	6,570	2,434
Deferred income	1,360	5,408
Harmonized sales tax recoverable	1,883	(495)
Prepaid expenses	(148)	(117)
	7,962	6,005
Cash flow from operating activities	13,216	1,110
Investing activities		
Purchase of property and equipment	-	(4,938)
Investments - net	2,579	(1,285)
Cash flow from (used by) investing activities	2,579	(6,223)
Increase (decrease) in cash flow	15,795	(5,113)
Cash - beginning of year	16,830	21,943
Cash - end of year	\$ 32,625	\$ 16,830

See accompanying notes to financial statements

Tillsonburg Senior Centre
Notes to Financial Statements
Year Ended December 31, 2024

1. Purpose of the Organization

The Tillsonburg Senior Centre ("the Organization") is a not-for-profit organization which provides facilities and programs geared to the seniors of Tillsonburg and surrounding area. The Organization is also a registered charity under the Canadian Income Tax Act.

2. Summary of significant accounting policies

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO) and, in management's opinion, with consideration of materiality and within the framework of the following accounting policies:

Accrual basis of accounting

Sources of financing and expenditures are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

Revenue recognition

The Tillsonburg Senior Centre follows the deferral method of revenue recognition. Unrestricted contributions 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 are deferred and recognized as revenue in the year in which the related expenses are incurred.

Property and equipment

Property and equipment are stated at cost less accumulated amortization. Property and equipment are amortized over their estimated useful lives at the following rates and methods:

Equipment	20% declining balance method
Computer equipment	55% declining balance method

Property and equipment acquired during the year are amortized at half of the normal rate.

Measurement uncertainty

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Cash, accounts receivable, accounts payable, and deferred income are recorded at amortized cost and all are short term in nature and as such, their carrying values approximate fair value.

Tillsonburg Senior Centre
Notes to Financial Statements
Year Ended December 31, 2024

3. Investments

The investments consist of various guaranteed investment certificates (GICs) and are recorded at their amortized cost. These GICs have interest rates ranging from 3.1% to 4.75% and maturing between Jan 29, 2025 and October 8, 2025.

4. Property and equipment

	Cost	Accumulated amortization	2024 Net book value	2023 Net book value
Equipment	\$ 106,963	\$ 103,606	\$ 3,357	\$ 4,197
Computer equipment	13,235	10,963	2,272	5,049
	<u>\$ 120,198</u>	<u>\$ 114,569</u>	<u>\$ 5,629</u>	<u>\$ 9,246</u>

5. Accounts payable

Included in accounts payable are \$3,436 (2023 - \$2,400) of source deductions payable for the month of December.

6. Deferred income

Deferred revenue represents prepaid memberships, prepaid kitchen and program fees and unused funds related to men's shed and social prescribing grants.

7. Restricted fund

From time to time, the board of directors internally sets aside funds for future expenses.

8. Grants

Based on a memorandum of understanding (MOU) with the Town of Tillsonburg ("the Town") dated December 10, 2018, the Town will make a transfer payment to the Organization for \$34,000 annually or 80% of the operating grant received from the province, whichever is greater. However, starting in the 2nd quarter of 2024, the operating grant has increased to \$50,000 which increased the transfer payments to \$40,000 annually or \$10,000 quarterly. Other terms and conditions of the MOU remained the same where the Town continues to provide security and maintenance and the Organization can rent its premises and retain the rental income. The Organization also continues to receive an amount of up to \$4,500 per year for maintaining its own recreation management software.

9. Lease commitments

The Organization has a lease with respect to its photocopier. The lease contains renewal options and the future minimum lease payments are as follows:

2025	\$ 2,133
2026	2,133
2027	2,133
	<u>\$ 6,399</u>

Tillsonburg Senior Centre
Notes to Financial Statements
Year Ended December 31, 2024

10. Financial instruments

The Organization is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Organization's risk exposure and concentration as of December 31, 2024.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Organization is exposed to this risk mainly in respect of its receipt of funds from its customers and other related sources and accounts payable.

