



Grant Thornton

Financial Statements

Shoreham Village Senior Citizen Association

March 31, 2015

Contents

	Page
Independent Auditor's Report	1 - 3
Statement of Operations	4
Statement of Changes in Net Assets	5 - 6
Statement of Financial Position	7
Statement of Cash Flows	8
Notes to the Financial Statements	9 - 18
Schedule of Administrative Expenditures	19
Schedule of Capital Expenditures	19
Schedule of Debt Charges	20
Schedule of Dietary Expenditures	20
Schedule of Environmental Services Expenditures	20
Schedule of Maintenance Expenditures	21
Schedule of Program Support Expenditures	21
Schedule of Resident Care Expenditures	21
Schedule of Salaries and Wages	22
Schedule of Employee Benefits	22
Supplementary Financial Information - Appendix I	23



Independent Auditor's Report

Grant Thornton LLP
4th Floor, Dawson Centre
197 Dufferin Street
Bridgewater, NS
B4V 2G9

T +1 902 543 8115
F +1 902 543 7707
www.GrantThornton.ca

To the Members of
Shoreham Village Senior Citizen Association

We have audited the accompanying financial statements of Shoreham Village Senior Citizen Association, which comprise the statement of financial position as at March 31, 2015, and the statements of operations, changes in net assets, and 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 association'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 association'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.

Independent Auditor's Report (continued)

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

Note 2 describes the amortization policy with respect to the Association's capital assets. The note indicates that the Association amortizes its buildings with a provision equal to its mortgage principal repayments each year and that it does not amortize its furniture, equipment, roadways and well. In this respect the financial statements are not in accordance with Canadian accounting standards for not-for-profit organizations which require the Association to record capital assets at cost and amortize this cost over the useful life of the asset. The effect of this departure from Canadian accounting standards for not-for-profit organizations on these financial statements is not determinable as records of the costs and useful life of assets acquired since inception are not maintained.

The association has an obligation for post-employment benefits for some of its employees. Management has not had the benefit obligation calculated by an actuary and as the amount cannot be reasonably determined by other methods, no liability has been recorded. These benefits are funded 100% by the Department of Health and Wellness at the time the employee receives the benefits. Management is unable to recognize this receivable as the amount is not determinable. Not recording the benefit obligation liability and related receivable constitutes a departure from Canadian accounting standards for not-for-profit organizations. Accordingly, assets and liabilities and revenues and expenses are understated.

In common with many not-for-profit organizations, Shoreham Village Senior Citizens Association derives revenue from donations 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 Shoreham Village Senior Citizens Association. Therefore, we were not able to determine whether any adjustments might be necessary to donation revenue, excess of revenues over expenditures, and cash flows from operations, current assets and net assets as at March 31, 2015.

Independent Auditor's Report (continued)

Qualified Opinion

In our opinion, except for the 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 Shoreham Village Senior Citizen Association as at March 31, 2015 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Bridgewater, Canada
June 16, 2015

Grant Thornton LLP

Chartered Accountants

Shoreham Village Senior Citizen Association

Statement of Operations

Year ended March 31	2015 Budget	2015 Actual	2014 Actual
Revenues			
Resident fees	\$ 6,915,813	\$ 7,003,345	\$ 6,747,644
Respite care	56,538	56,538	54,694
Advances from Department of Health and Wellness	73,359	73,359	322,134
Recoveries	10,000	14,044	14,170
Donations and fundraising	112,363	139,128	41,297
Sundry	25	301	536
Contract income	-	-	31,319
Grant revenue	74,090	60,075	-
	<u>7,242,188</u>	<u>7,346,790</u>	<u>7,211,794</u>
Expenditures			
Administrative (Schedule 1)	242,953	333,011	215,765
Capital (Schedule 2)	146,067	237,029	186,431
Debt charges (Schedule 3)	131,082	138,621	132,526
Dietary (Schedule 4)	279,500	306,507	275,745
Environmental services (Schedule 5)	59,500	54,555	68,199
Maintenance (Schedule 6)	247,000	285,899	246,695
Program support (Schedule 7)	36,547	39,414	43,457
Resident care (Schedule 8)	113,000	119,315	128,705
Salaries and wages (Schedule 9)	4,983,580	4,818,872	4,787,402
Employee benefits (Schedule 10)	1,184,775	1,113,024	1,042,516
Contract expenses	-	-	31,319
	<u>7,424,004</u>	<u>7,446,247</u>	<u>7,158,760</u>
(Deficiency) excess of revenues over expenditures	<u>\$ (181,816)</u>	<u>\$ (99,457)</u>	<u>\$ 53,034</u>

Shoreham Village Senior Citizen Association

Statement of Changes in Net Assets

Year ended March 31

2015

	Total	Unrestricted	Internally restricted - special reserve	Internally restricted - replacement reserve	Investment in capital assets
Balance, beginning of year	\$ 3,473,755	\$ (224,139)	\$ 87,886	\$ 25,532	\$ 3,584,476
(Deficiency) excess of revenues over expenditures	(99,457)	6,926	(59,032)	1,039	(48,390)
Repayment of long term debt	-	(48,390)	-	-	48,390
Balance, end of year	\$ 3,374,298	\$ (265,603)	\$ 28,854	\$ 26,571	\$ 3,584,476

Shoreham Village Senior Citizen Association

Statement of Changes in Net Assets

Year ended March 31

2014

	Total	Unrestricted	Internally restricted - special reserve	Internally restricted - replacement reserve	Investment in capital assets
Balance, beginning of year	\$ 3,406,382	\$ (197,328)	\$ 22,538	\$ 11,077	\$ 3,570,095
Excess (deficiency) of revenues over expenditures	53,034	17,970	65,348	14,455	(44,739)
Purchase of capital assets	-	(14,339)	-	-	14,339
Capital contribution - Endowment Fund	14,339	14,339	-	-	-
Repayment of long term debt	-	(44,781)	-	-	44,781
Balance, end of year	<u>\$ 3,473,755</u>	<u>\$ (224,139)</u>	<u>\$ 87,886</u>	<u>\$ 25,532</u>	<u>\$ 3,584,476</u>

Shoreham Village Senior Citizen Association

Statement of Financial Position

March 31

2015

2014

Assets

Current

Cash and cash equivalents (Note 3)	\$ 732,895	\$ 921,108
Accounts receivable (Note 4)	249,373	216,018
Inventory	33,082	32,078
Prepaid expenses	21,189	19,414
Residents' trust funds held in trust	11,459	16,552
Current portion of loan receivable (Note 5)	18,000	18,000

1,065,998 1,223,170

Loan receivable (Note 5)	84,000	102,000
Long term receivable (Note 6)	308,395	364,731
Property and equipment (Note 8)	4,473,140	4,521,529

4,865,535 4,988,260

\$ 5,931,533 \$ 6,211,430

Liabilities

Current

Accounts payable and accrued liabilities (Note 9)	\$ 500,373	\$ 568,278
Deferred revenue - capital projects (Note 10)	598,120	511,716
Deferred revenue - grants	38,346	60,075
Residents' funds held in trust	11,459	16,552
Current portion of long-term debt (Note 11)	133,690	101,700

1,281,988 1,258,321

Long-term debt (Note 11)	<u>1,275,247</u>	<u>1,479,354</u>
--------------------------	------------------	------------------

2,557,235 2,737,675

Fund balances

Unrestricted	(265,603)	(224,139)
Internally restricted - special reserve	28,854	87,886
Internally restricted - replacement reserve	26,571	25,532
Investment in capital assets	3,584,476	3,584,476

3,374,298 3,473,755

\$ 5,931,533 \$ 6,211,430

On behalf of the board

Director

Director

Shoreham Village Senior Citizen Association

Statement of Cash Flows

Year ended March 31

2015

2014

Increase (decrease) in cash and cash equivalents

Operating

(Deficiency) excess of revenues over expenditures	\$ (99,457)	\$ 53,034
Item not affecting cash		
Amortization	48,390	44,739
	(51,067)	97,773
Change in non-cash working capital items		
Accounts receivable	(33,355)	65,013
Inventory	(1,004)	(4,274)
Prepaid expenses	(1,775)	(774)
Accounts payable and accrued liabilities	(67,906)	165,955
Deferred revenue - capital projects	86,404	104,782
Deferred revenue - grants	(21,729)	60,075
	(90,432)	488,550

Financing

Repayment of long-term debt	(172,117)	(117,422)
Proceeds of long-term financing	-	49,124
	(172,117)	(68,298)

Investing

Loan receivable	18,000	18,000
Long term receivable	56,336	(13,342)
Purchase of property and equipment	-	(14,339)
Capital contributions received	-	14,339
	74,336	4,658

(Decrease) increase in cash and cash equivalents (188,213) 424,910

Cash

Beginning of year	921,108	496,198
End of year	\$ 732,895	\$ 921,108

Shoreham Village Senior Citizen Association

Notes to the Financial Statements

March 31, 2015

1. Nature of operations

Shoreham Village Senior Citizen Association (the "association"), incorporated under the Province of Nova Scotia's Societies Act, operates a home for the aged under the name Shoreham Village in Chester, Nova Scotia.

The association is a registered charity for income tax purposes and is, therefore, exempt from income taxes under Section 149 of the Income Tax Act (Canada).

2. Significant accounting policies

Basis of presentation

The association has prepared these consolidated financial statements in accordance with Canadian accounting standards for not for profit organizations.

Accounting estimates

Management reviews the carrying amounts of items in the financial statements at each balance sheet date to assess the need for revision or any possibility of impairment. Some items in the preparation of these financial statements require management's best estimate. Management determines these estimates based on assumptions that reflect the most probable set of economic conditions and planned courses of action.

These estimates are reviewed periodically and adjustments are made to net income as appropriate in the year they become known.

Items subject to significant management estimates include allowance for doubtful accounts.

Revenue recognition

The association follows the deferral method of accounting for contributions which includes grants and donations. Contributions of property and equipment are included as deferred contributions and are amortized to revenue at the same rate and on the same basis as amortization of the related property and equipment.

Restricted contributions are recognized as revenue in the year in which the related expenses are made. 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.

Bequests, donations and memoriams are recognized as revenue of the donation fund (part of the internally restricted fund) when received.

Unrestricted investment income is recognized as revenue when earned.

Cash and cash equivalents

The association's policy is to present bank balances under cash and cash equivalents, including bank overdrafts, and term deposits with a maturity period of one year or less at the date of acquisition.

Shoreham Village Senior Citizen Association

Notes to the Financial Statements

March 31, 2015

2. Significant accounting policies (continued)

Inventory

Inventory is valued at the lower of cost and net realizable value. Cost is determined using the first-in, first-out method.

Property and equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated amortization and impairment losses.

Capital assets are recorded at cost. A loan agreement with Canada Mortgage and Housing Corporation requires that an amortization provision on the building equal to the principal reduction of the mortgage be made each year.

No amortization is recorded on other capital assets of the association. As capital assets are replaced they are expensed in the statement of operations.

Government assistance

Government assistance for the purchase of capital assets which are not amortized are recognized as direct increases in net assets when the amount is measurable and there is a reasonable assurance that the association has complied with and will continue to comply with, all the necessary conditions to obtain the assistance.

Pension expense and obligation

The association offers a multiemployer defined benefit pension plan to employees under the Nova Scotia Health Employees' Pension Plan. Due to the nature of the plan, the association does not have sufficient information to account for the plan as a defined benefit plan. Therefore the multiemployer defined benefit pension plan is accounted for in the same manner as a defined contribution plan. An expense is recorded in the period when the association is obligated to make contributions for services rendered by the employee. Any unpaid contributions are included in accounts payable and accrued liabilities on the balance sheet.

The association offers a RRSP plan to employees; the pension expense is equal to the association's share of the amount of contributions to the plan on behalf of the employees.

Contributed services

The work of the association is dependent on the voluntary services of many members. The value of donated services is not recognized in these statements.

Shoreham Village Senior Citizen Association

Notes to the Financial Statements

March 31, 2015

2. Significant accounting policies (continued)

Financial instruments

The association considers any contract creating a financial asset, liability or equity instrument as a financial instrument, except in certain limited circumstances. The association accounts for the following as financial instruments:

- Cash and cash equivalents
- Trade and other receivables
- Other financial assets
- Long term debt

A financial asset or liability is recognized when the association becomes party to contractual provisions of the instrument.

Financial assets or liabilities obtained in arm's length transactions are initially measured at their fair value. In the case of a financial asset or liability not being subsequently measured at fair value, the initial fair value will be adjusted for financing fees and transaction costs that are directly attributable to its origination, acquisition, issuance or assumption.

Financial assets or liabilities obtained in related party transactions are measured in accordance with the accounting policy for related party transactions except for those transactions that are with a person or entity whose sole relationship with the association is in the capacity of management in which case they are accounted for in accordance with financial instruments.

Financial assets and financial liabilities are subsequently measured according to the following methods:

Financial instrument	Subsequent measurement
Cash and cash equivalents	Amortized cost
Accounts receivable	Amortized cost
Long-term debt	Amortized cost

The association removes financial liabilities, or a portion of, when the obligation is discharged, cancelled or expires.

Financial assets measured at cost are tested for impairment when there are indicators of impairment. Previously recognized impairment losses are reversed to the extent of the improvement provided the asset is not carried at an amount, at the date of the reversal, greater than the amount that would have been the carrying amount had no impairment loss been recognized previously. The amounts of any write-downs or reversals are recognized in net income.

Shoreham Village Senior Citizen Association

Notes to the Financial Statements

March 31, 2015

3. Cash and cash equivalents

	2015	2014
Petty Cash	\$ 800	\$ 800
Operating balance	96,800	221,619
Funds held for capital projects	579,870	585,271
	677,470	807,690
Cash internally restricted - special reserve	28,855	87,887
Cash internally restricted - replacement reserve	26,571	25,531
	\$ 732,896	\$ 921,108

The association has an authorized operating bank overdraft of \$50,000. Any outstanding balance bears interest at prime + 2.00% per annum. A general assignment of book debts, a \$850,000 Demand Debenture secured by a second and third fixed charge on lands and buildings and a floating charge over all other assets owned by the association and an unlimited guarantee by Shoreham Village Senior Citizens Apartments Association, have been given to the Bank of Nova Scotia as collateral security for loans. As at March 31, 2015, the association's operating bank overdraft balance was \$nil.

4. Accounts receivable

	2015	2014
Trade amounts receivable	\$ 95,929	\$ 102,171
HST recoverable	38,386	26,362
Current portion of Department of Health and Wellness - capital project recovery	115,058	87,485
	\$ 249,373	\$ 216,018

5. Loan receivable

	2015	2014
Shoreham Village Senior Citizens Apartments Association, loan agreement with Shoreham Village Senior Citizens Association provides for repayment of the loan receivable outstanding. The loan is non-interest bearing and is recoverable in 104 equal monthly payments of \$1,500. The loan expires on November 10, 2020 and is unsecured.	\$ 102,000	\$ 120,000
Less current portion	18,000	18,000
Due beyond one year	\$ 84,000	\$ 102,000

Shoreham Village Senior Citizen Association

Notes to the Financial Statements

March 31, 2015

6. Long term receivable	2015	2014
Long term portion of Department of Health and Wellness - capital project recovery	<u>\$ 308,395</u>	<u>\$ 364,731</u>

7. Restricted cash

A separate account holds funds held for replacements. In prior years, an operating agreement with Canada Mortgage and Housing Corporation required that a replacement reserve fund be established and credited with the amount of \$6,000 each year until the reserve accumulates to the sum of \$188,200. A waiver has been received by the association, which no longer requires the transfer and maintenance of the replacement reserve, however the association has decided to continue with an internal transfer to this reserve fund annually.

8. Property and equipment

	2015		2014	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Land, including grounds improvements	\$ 201,972	\$ -	\$ 201,972	\$ -
Buildings	3,430,918	611,092	3,430,918	562,703
Furniture and equipment	1,320,260	-	1,320,260	-
Vehicles	82,464	82,464	82,464	82,464
Roadways	70,375	-	70,375	-
Well	60,707	-	60,707	-
	<u>5,166,696</u>	<u>693,556</u>	<u>5,166,696</u>	<u>645,167</u>
Net book value	<u>\$ 4,473,140</u>		<u>\$ 4,521,529</u>	

9. Accounts payable and accrued liabilities	2015	2014
Trade payable	\$ 179,809	\$ 215,056
Accrued vacation payable	<u>320,564</u>	<u>353,222</u>
	<u>\$ 500,373</u>	<u>\$ 568,278</u>

Shoreham Village Senior Citizen Association

Notes to the Financial Statements

March 31, 2015

10. Deferred revenue - capital projects

Deferred revenue includes funding the association has received from the Department of Health and Wellness for capital projects which have not been completed.

	<u>2015</u>	<u>2014</u>
Refurbish one tub room	\$ 23,514	\$ 104,782
Refurbish one tub room	-	28,518
Replacement of boiler	27,573	-
Replacement of generator	94,173	130,845
Install wander guard system	5,117	-
Concept design for new ventilation system	-	4,629
Renovate "B" wing tub room	48,880	32,787
Install new general ventilation system	369,420	198,832
Purchase and install two bedpan disinfectors	29,251	11,323
Replace 10 mattresses	192	-
	<u>\$ 598,120</u>	<u>\$ 511,716</u>

Shoreham Village Senior Citizen Association

Notes to the Financial Statements

March 31, 2015

11. Long-term debt	2015	2014
Operating loans and mortgages		
Mortgage #1: NSHDC mortgage payable bearing interest at 2.86% per annum, repayable in monthly blended payments of \$6,026. The loan matures on April 1, 2020, and is secured by a sixth charge mortgage upon land and building.	\$ 341,895	\$ 403,537
Mortgage #3: NSHDC mortgage payable bearing interest at 3.71% per annum, repayable in monthly blended payments of \$2,148. The loan matures March 1, 2023, and is secured by a sixth charge mortgage upon land and building.	178,376	240,462
Capital loans and mortgages		
Canada Mortgage and Housing Corporation loan bearing interest at 8% per annum, payable in monthly blended payments of \$10,034. The loan matures in 2026 and is secured by a first mortgage on land and building.	888,666	937,055
	1,408,937	1,581,054
Less current portion	133,690	101,700
Due beyond one year	\$ 1,275,247	\$ 1,479,354
Estimated principal re-payments are as follows:		
2016	\$ 133,690	
2017	142,120	
2018	143,977	
2019	157,094	
2020	165,304	

12. Economic dependence

The association is dependent on the Nova Scotia Department of Health and Wellness for the majority of its funding to provide ongoing care to its residents.

13. Department of Health and Wellness Funding

Included in the Department of Health and Wellness per diems is funding for capital projects of \$124,226 (2014 - \$263,117). As of March 31, 2015, \$598,120 (2014 - \$511,716) capital project funding has not been spent and as a result has been deferred (Note 10). This funding will be recognized in subsequent periods when expenditures related to the projects are incurred.

Shoreham Village Senior Citizen Association

Notes to the Financial Statements

March 31, 2015

14. Group RRSP and Pension Plan

Shoreham Village Senior Citizens Association contributes to two pension plans on behalf of its employees. The first is a group Registered Retirement Savings Plan in which the association pays 9.22% of the employees earnings.

The second plan is a multi-employer plan administered by the Nova Scotia Health Employees' Pension Plan Trustees in which the association pays 9.22% of the employees earnings up to the yearly maximum pensionable earnings of \$50,100. The most recent actuarial valuation was at July 1, 2014 and showed the following results (in thousands):

Market value of assets	\$ 5,183,331
Accrued benefit obligation	7,269,187
Funding excess (shortfall)	935,280

Shoreham Village Senior Citizens Association bears no direct financial liability for any unfunded liability of the plan as the responsibility lies with the plan Trustees.

The amount contributed to the plans for the year ended March 31, 2015 was \$340,272 (2014-\$319,200) and was expensed by the association.

15. Lease Commitments

During the year the association entered into a new lease for office equipment under a long term lease that expires in April 2020. Under the lease, the association is required to pay \$946 per quarter.

During the year the association entered into a new lease agreement for a phone system. Under the lease the association is required to pay \$362 per month and the lease expires in January 2019.

The association's total future minimum lease payments under operating lease commitments over the next five years are as follows:

2016	\$ 8,128
2017	8,128
2018	8,128
2019	7,042
2020	3,784
	<hr/>
	\$ 35,210

Shoreham Village Senior Citizen Association

Notes to the Financial Statements

March 31, 2015

16. Contingent liabilities

The association guarantees 50% of Shoreham Village Senior Citizens Apartment Association's mortgage loan with Montrose Mortgage Corporation Ltd. The loan balance at March 31, 2015 was \$1,436,729 (2014 -\$1,491,843) and is in good standing.

The association has a contingent liability for accumulated sick leave. Employees earn sick leave credits at the rate of two eight-hour days per month and shall accumulate sick leave to a maximum of 24 days. Sick leave benefits are a form of insurance for employees against loss of earnings due to sickness and are not automatic entitlements. Any unused sick leave benefits shall be cancelled on termination of employment. The amount of this potential liability cannot be reasonably estimated and sick leave is expensed in the statement of operations as employees utilize the entitlement. As of March 31, 2015, management has estimated that employees have accumulated sick days which approximate \$33,476 (2014 - \$35,114).

17. Related party transactions

On June 1, 2011, Shoreham Village Senior Citizens Association entered into a shared well water agreement with Shoreham Village Senior Citizens Apartments Association for wells, pump house and water distribution system situated on the properties of both parties, to be used by the parties in accordance with the agreement. Each party shall pay a proportionate share of all expenses for the operation, maintenance, removal and replacement of pre-existing improvements of the wells, pump house and water distribution system. Each respective share has been determined by each party's water consumption. Shoreham Village Senior Citizens Association is responsible for 65% and Shoreham Village Senior Citizens Apartments Association is responsible for 35% of the total cost of repairs and maintenance on said wells, pump house, circulating pumps, water conditioning system and water pipes to/from all wells.

Shoreham Village Senior Citizen Association

Notes to the Financial Statements

March 31, 2015

18. Financial instruments

The main risks the association is exposed to through its financial instruments are credit risk, liquidity risk and interest rate risk.

(a) Credit risk

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 association's main credit risks relate to its accounts receivable and notes receivable. The entity provides credit to its clients in the normal course of its operations.

(b) Liquidity risk

Liquidity risk is the risk that the association will encounter difficulty in meeting the obligations associated with its financial liabilities. The association is exposed to this risk mainly in respect of its long-term debt, obligations under capital leases, contributions to the pension plan and accounts payable.

(c) Market risk

Market risk is the risk that the fair value or expected future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. The association is mainly exposed to interest rate risk.

(i) Interest rate risk

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 association is exposed to interest rate risk on its fixed and floating interest rate financial instruments. Given the current composition of long-term debt, fixed-rate instruments subject the association to a fair value risk while the floating-rate instruments subject it to a cash flow risk.

19. Comparative figures

Certain comparative figures have been reclassified from those previously presented to conform to the presentation of the 2015 financial statements.

20. Budget amounts

The 2015 budget amounts on the Statement of Revenue and Expenditures and the Schedules to the Financial Statements, are presented for information purposes only, are unaudited and not covered by the audit report of Grant Thornton LLP, Chartered Accountants, dated June 16, 2015.

Shoreham Village Senior Citizen Association

Schedules to the Financial Statements

Year ended March 31

Schedule of administrative expenditures

Schedule 1

	2015 Budget	2015 Actual	2014 Actual
Advertising	\$ 3,350	\$ 549	\$ 3,320
Audit	10,000	10,642	10,565
Bad debts	-	-	381
Bank service charges	2,150	1,715	1,849
Board expense	1,000	549	499
Cable television	5,900	6,814	5,765
Canteen purchases	-	164	453
Communication	12,000	11,384	12,159
Computer expense	15,000	21,546	22,500
Dues and fees	15,400	15,344	14,813
Employee assistance program	4,400	4,737	1,184
External admin support	-	575	-
Insurance	17,503	18,353	17,807
Legal fees	12,500	7,603	16,722
Library	500	-	-
Miscellaneous	-	-	306
Northwood partnership	-	21,115	-
Office supplies	12,000	11,880	18,748
Payroll fees	22,500	21,444	22,327
Printing and postage	13,000	18,486	-
Rental	9,200	8,673	6,621
Security - outside agency	-	48,571	-
Staff education	5,000	6,815	4,415
Staff recognition	10,000	7,761	7,211
Taxes and sewer	55,400	65,435	33,888
Telephone	13,150	19,306	12,060
Travel	3,000	3,550	2,172
	<u>\$ 242,953</u>	<u>\$ 333,011</u>	<u>\$ 215,765</u>

Schedule of capital expenditures

Schedule 2

	2015 Budget	2015 Actual	2014 Actual
Equipment and projects expensed	\$ 31,684	\$ 31,628	\$ 36,567
Equipment replaced	25,200	105,495	104,425
Grant purchases	83,183	99,906	-
Mould assessment remediation	-	-	45,439
Provision for replacements	6,000	-	-
	<u>\$ 146,067</u>	<u>\$ 237,029</u>	<u>\$ 186,431</u>

Shoreham Village Senior Citizen Association

Schedules to the Financial Statements

Year ended March 31

Schedule of debt charges

Schedule 3

	2015 Budget	2015 Actual	2014 Actual
Amortization	\$ -	\$ 48,390	\$ 44,739
Interest on long term debt	131,082	90,231	87,787
	<u>\$ 131,082</u>	<u>\$ 138,621</u>	<u>\$ 132,526</u>

Schedule of dietary expenditures

Schedule 4

	2015 Budget	2015 Actual	2014 Actual
Cleaning supplies	\$ 14,000	\$ 12,444	\$ 9,474
Food	244,500	266,457	243,831
Paper products	7,000	7,872	8,594
Repairs and maintenance - equipment	9,000	15,408	11,290
Replacements	5,000	4,326	2,556
	<u>\$ 279,500</u>	<u>\$ 306,507</u>	<u>\$ 275,745</u>

Schedule of environmental services expenditures

Schedule 5

	2015 Budget	2015 Actual	2014 Actual
Bedding, linen and drapes	\$ 8,000	\$ 4,738	\$ 6,580
Cleaning supplies	30,000	24,304	30,392
Paper products	16,000	20,511	20,143
Repairs and maintenance - equipment	5,500	5,002	11,084
	<u>\$ 59,500</u>	<u>\$ 54,555</u>	<u>\$ 68,199</u>

Shoreham Village Senior Citizen Association

Schedules to the Financial Statements

Year ended March 31

Schedule of maintenance expenditures

Schedule 6

	2015 Budget	2015 Actual	2014 Actual
Contract services	\$ 7,500	\$ 7,273	\$ 7,292
Electricity and propane	140,000	144,366	144,891
Garbage removal	11,000	4,853	5,077
Grounds care	29,500	37,005	17,388
Repairs and maintenance - building	45,000	81,534	59,174
Repairs and maintenance - equipment	13,000	8,940	12,064
Supplies	1,000	1,928	809
	<u>\$ 247,000</u>	<u>\$ 285,899</u>	<u>\$ 246,695</u>

Schedule of program support expenditures

Schedule 7

	2015 Budget	2015 Actual	2014 Actual
Bus operations	\$ 6,250	\$ 2,928	\$ 5,389
Insurance	1,137	1,088	1,137
Medical advisor honorarium	5,000	5,000	8,750
Pastoral honorarium	3,600	3,600	3,600
Supplies	10,000	16,238	14,021
Volunteer co-coordinator honorarium	10,560	10,560	10,560
	<u>\$ 36,547</u>	<u>\$ 39,414</u>	<u>\$ 43,457</u>

Schedule of resident care expenditures

Schedule 8

	2015 Budget	2015 Actual	2014 Actual
Incontinent supplies	\$ 45,000	\$ 45,050	\$ 47,907
Medical supplies	33,000	31,157	31,133
Non-prescription drugs	17,000	23,062	17,192
Personal care supplies	13,000	10,824	12,081
Prescription drugs	1,000	748	931
Repairs and maintenance - equipment	-	-	14,240
Travel - storm transportation	4,000	8,474	5,221
	<u>\$ 113,000</u>	<u>\$ 119,315</u>	<u>\$ 128,705</u>

Shoreham Village Senior Citizen Association

Schedules to the Financial Statements

Year ended March 31

Schedule of salaries and wages

Schedule 9

	2015 Budget	2015 Actual	2014 Actual
Administrative	\$ 247,855	\$ 247,395	\$ 251,206
Dietary	470,757	478,650	464,793
Environmental services	432,018	418,945	433,969
Maintenance	87,861	85,326	84,653
Program support	151,903	140,030	140,290
Resident care	3,593,186	3,448,526	3,412,491
	<u>\$ 4,983,580</u>	<u>\$ 4,818,872</u>	<u>\$ 4,787,402</u>

Schedule of employee benefits

Schedule 10

	2015 Budget	2015 Actual	2014 Actual
Canada pension plan	\$ 244,556	\$ 202,183	\$ 199,235
Employment insurance	129,936	109,152	109,823
Group insurance	105,699	155,473	110,992
Pension plan	436,470	340,272	319,200
Workers' compensation	268,114	305,944	303,266
	<u>\$ 1,184,775</u>	<u>\$ 1,113,024</u>	<u>\$ 1,042,516</u>

Shoreham Village Senior Citizen Association

Schedules to the Financial Statements

Year ended March 31

Supplementary Financial Information - Appendix I

Schedule 11

	2015 Budget	2015 Actual	2014 Actual
Revenue			
Department of Health and Wellness per diems	\$ 5,255,977	\$ 5,333,665	\$ 5,093,608
Private pay per diems	1,659,836	1,669,680	1,654,036
Advances from Department of Health and Wellness	73,359	73,359	322,134
Respite care	56,538	56,538	54,694
Grants, donations and sundry	196,478	213,548	56,003
	<u>7,242,188</u>	<u>7,346,790</u>	<u>7,180,475</u>
Expenditures			
Salaries and wages			
Administrative	247,855	247,395	251,206
Dietary	470,757	478,650	464,793
Environmental services	432,018	418,945	433,969
Maintenance	87,861	85,326	84,653
Program support	151,903	140,030	140,290
Resident care	3,593,186	3,448,526	3,412,491
Employee benefits	1,184,775	1,113,024	1,042,516
Operations and maintenance			
Administrative	242,953	333,011	215,766
Dietary	279,500	306,507	275,745
Environmental services	59,500	54,555	68,199
Maintenance	247,000	285,899	246,695
Program support	36,547	39,414	43,457
Resident care	113,000	119,315	128,705
Capital	277,149	375,650	318,956
	<u>7,424,004</u>	<u>7,446,247</u>	<u>7,127,441</u>
(Deficiency) excess of revenues over expenditures	<u>\$ (181,816)</u>	<u>\$ (99,457)</u>	<u>\$ 53,034</u>