

Financial Statements of

**CHILD AND FAMILY
SERVICES OF
GRAND ERIE**

And Independent Auditor's Report thereon

Year ended March 31, 2023



KPMG LLP
Commerce Place
21 King Street West, Suite 700
Hamilton ON L8P 4W7
Canada
Tel 905-523-8200
Fax 905-523-2222

INDEPENDENT AUDITOR'S REPORT

To the Directors of Child and Family Services of Grand Erie

Opinion

We have audited the financial statements of Child and Family Services of Grand Erie (the Entity), 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 net assets 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 Entity as at March 31, 2023 and its results of operations, its changes in net assets 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 Auditor's report.

We are independent of the Entity 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.

Emphasis of Matter – Comparative Information

We draw attention to Note 2 to the financial statements ("Note 2"), which explains that certain comparative information presented for the year ended March 31, 2022 has been restated. Note 2 explains the reason for the restatement and also explains the adjustments that were applied to restate certain comparative information. Our opinion is not modified in respect of this matter.



Other Matter – Comparative Information

The financial statements for the year ended March 31, 2022, of The Children's Aid Society of Haldimand and Norfolk, which was included in the amalgamation described in note 2, excluding the adjustments that were applied to restate certain comparative information, were audited by another auditor who expressed an unmodified opinion on those financial statements on June 23, 2022. As part of our audit of the financial statements for the year ended March 31, 2023, we also audited the adjustments that were applied to restate certain comparative information presented for the year ended March 31, 2022. In our opinion, such adjustments are appropriate and have been properly applied. Other than with respect to the adjustments that were applied to restate certain comparative information, we were not engaged to audit, review or apply any procedures to the financial statements for the year ended March 31, 2022. Accordingly, we do not express an opinion or any other form of assurance on those financial statements taken as a whole.

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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

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



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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 Entity'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 Entity'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 Entity 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.
- 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.

KPMG LLP

Chartered Professional Accountants, Licensed Public Accountants
Hamilton, Canada
May 25, 2023

CHILD AND FAMILY SERVICES OF GRAND ERIE

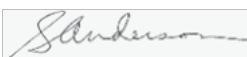
Statement of Financial Position

March 31, 2023, with comparative information for 2022

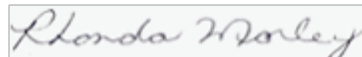
	2023	2022
Assets		
Current assets:		
Cash	\$ 95,093	\$ 147,784
Restricted cash (note 3)	576,191	194,920
Accounts receivable	207,198	538,608
Accounts receivable - Province	713,603	684,561
HST receivable	799,030	435,118
Prepaid and deposits	420,833	541,462
	2,811,948	2,542,453
Capital assets (note 4)	2,744,010	2,865,999
Equipment under capital lease (note 5)	—	11,318
Funds held in trust (note 6)	73,744	61,299
Investments (note 7)	580,561	559,474
	6,210,263	6,040,543
Liabilities and Net Assets		
Current liabilities:		
Bank indebtedness (note 8)	\$ 993,608	\$ 118,563
Accounts payable and accrued liabilities	2,926,718	3,020,483
Ontario child benefit equivalent (note 9)	461,399	576,251
Canada child benefit (note 9)	619,108	655,480
Deferred revenue (note 10)	373,344	282,878
	5,374,177	4,653,655
Employee sick leave plan (note 11)	492,452	492,452
Funds held in trust (note 6)	73,744	61,299
Deferred capital contributions (note 12)	499,762	540,432
	6,440,135	5,747,838
Net assets:		
Invested in capital assets	2,244,248	2,336,885
Internally restricted (note 13)	430,668	427,535
Endowment (note 14)	132,819	134,217
Unrestricted	(3,037,607)	(2,605,932)
	(229,872)	292,705
Commitments (note 15)		
Contingencies (note 18)		
	\$ 6,210,263	\$ 6,040,543

See accompanying notes to financial statements.

On behalf of the Board:



Director



Director

CHILD AND FAMILY SERVICES OF GRAND ERIE

Statement of Operations

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

	2023	2022
Revenue:		
Province of Ontario	\$ 43,985,672	\$ 42,883,731
Municipal	1,043,217	969,584
Donation income and other recoveries	1,012,453	942,203
Child tax benefit	1,498,468	1,697,266
Interest income	37,149	6,952
Administrative fees recovered	35,742	70,960
	<u>47,612,701</u>	<u>46,570,696</u>
Expenses:		
Salaries	21,674,833	23,053,223
Benefits	5,991,738	6,168,728
Boarding payments	9,939,096	8,987,840
Targeted subsidies	2,260,915	2,233,745
Professional services - client	2,089,640	1,709,035
Client personal needs	1,463,634	866,141
Liability Insurance	964,629	778,064
Building Occupancy	848,875	696,160
Travel	726,785	672,865
Heath and related	594,006	639,967
Professional services – non client	386,069	329,140
Technology	314,187	357,637
Office administration	220,258	292,410
Memberships	137,216	159,332
Program expenses	122,227	174,759
Promotion and publicity	98,286	98,465
Training	49,484	81,910
Miscellaneous expense	35,792	47,967
	<u>47,917,670</u>	<u>47,347,388</u>
Deficiency of revenue over expenses before the undernoted items	(304,969)	(776,692)
Other expenses (income):		
Amortization of capital assets	258,278	274,773
Amortization of deferred capital contributions	(40,670)	(40,669)
	<u>217,608</u>	<u>234,104</u>
Deficiency of revenue over expenses	\$ (522,577)	\$ (1,010,796)

See accompanying notes to financial statements

CHILD AND FAMILY SERVICES OF GRAND ERIE

Statement of Changes in Net Assets

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

	Invested in Capital assets	Internally restricted	Endowment	Unrestricted	2023	2022
Net assets, beginning of year	\$ 2,336,885	\$ 427,535	\$ 134,217	\$ (2,605,932)	\$ 292,705	\$ 1,303,501
(Deficiency) excess of revenue over expense:	(217,608)	–	58	(305,027)	(522,577)	(1,010,796)
Purchase of capital assets	124,971	–	–	(124,971)	–	–
Transfers	–	3,133	(1,456)	(1,677)	–	–
Net assets, end of year	\$ 2,244,248	\$ 430,668	\$ 132,819	\$ (3,037,607)	\$ (229,872)	\$ 292,705

See accompanying notes to financial statements.

CHILD AND FAMILY SERVICES OF GRAND ERIE

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	\$ (522,577)	\$ (1,010,796)
Items not involving cash:		
Amortization of capital assets	(40,670)	(40,669)
Amortization of deferred capital contributions	258,278	274,773
	(304,969)	(776,692)
Changes in non-cash operating working capital:		
Accounts receivable	331,410	210,884
HST receivable	(363,912)	(93,413)
Due from province of Ontario	(29,042)	323,100
Prepaid expenses	120,629	(91,822)
Deferred revenue	90,466	49,982
Child tax benefit	(151,224)	135,951
Accounts payable and accrued liabilities	(93,765)	6,285
	(400,407)	(235,725)
Financing:		
Payment of obligation under capital lease	-	(4,796)
Investing:		
(Increase) decrease in investment	(21,087)	2
(Increase) decrease in Restricted cash	(381,271)	25,783
Purchase of capital assets	(124,971)	(212,695)
	(527,329)	(186,910)
Decrease in cash	(927,736)	(427,431)
Cash, beginning of year	29,221	456,652
Cash, end of year	\$ (898,515)	\$ 29,221
Represented by:		
Cash	\$ 95,093	\$ 147,784
Bank indebtedness	(993,608)	(118,563)
	\$ (898,515)	\$ 29,221

See accompanying notes to financial statements.

CHILD AND FAMILY SERVICES OF GRAND ERIE

Notes to Financial Statements

Year ended March 31, 2023

On April 1, 2022 The Children's Aid Society of Brant and The Children's Aid Society of Haldimand and Norfolk, previously independent organizations, amalgamated to form one legal entity known as The Child and Family Services of Grand Erie (the "Agency"). The amalgamation was a result of a voluntary merger of the two predecessor organizations.

Articles of amalgamation were approved by the Ministry of Government Services on February 1, 2022.

The Agency was incorporated as a non-profit corporation without share capital, is mandated by the Province of Ontario through the Child, Youth and Family Services Act (2017) to ensure the protection of children from abuse and neglect and is a registered charity under the Income Tax Act.

1. Significant accounting policies:

These financial statements have been prepared in accordance with Canadian Public Sector Accounting Standards inclusive of PS 4200 through 4270, which apply to government not-for-profit organizations.

(a) Revenue recognition:

The Agency follows the deferral method of accounting for contributions. Contributions are recognized as revenue in the year in which the related expenses are incurred. All other revenue is recorded when earned and collection is likely.

(b) Capital assets:

Capital assets are stated at cost, less accumulated amortization. Amortization is provided using the straight-line method and following annual rates:

Asset	Rate
Buildings	2 - 2.5%
Automotive equipment	15%
Leasehold improvements	10%
Computer equipment	20%
Office furniture and equipment	8 - 10%
Computer software	33%

CHILD AND FAMILY SERVICES OF GRAND ERIE

Notes to Financial Statements (continued)

Year ended March 31, 2023

1. Significant accounting policies (continued):

(c) Allocation of expenses:

The Agency operates various programs. The costs of each program includes the costs of personnel, premises and other expenses that are directly related to providing the program. The Agency also incurs a number of general support expenses that are common to the administration of the organization and each of its programs.

The Agency allocates certain of its general support expenses by identifying the appropriate basis of allocating each component expense, and applies that basis consistently each year.

(d) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Freestanding derivative instruments that are not in a qualifying hedging relationship and equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Agency has not elected to carry any such financial instruments 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 (or effective interest rate 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 Agency 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 Agency expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future year, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

(e) Asset retirement obligations:

The Society recognizes the fair value of an asset retirement obligation (“ARO”) when all of the following criteria have been met:

- There is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- The past transaction or event giving rise to the liability has occurred;
- It is expected that future economic benefits will be given up; and
- A reasonable estimate of the amount can be made.

The Society has not recognized an assets retirement obligation.

CHILD AND FAMILY SERVICES OF GRAND ERIE

Notes to Financial Statements (continued)

Year ended March 31, 2023

1. Significant accounting policies (continued):

(f) Use of estimates:

The preparation of the financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Significant items subject to such estimates and assumptions include the carrying amounts of property, plant and equipment; provisions for impairment of trade accounts receivable; and obligations related to employee future benefits. Actual results could differ from those estimates.

2. Amalgamation:

The Agency was formed as a result of the amalgamation of The Children's Aid Society of Brant ("CASB") and The Children's Aid Society of Haldimand and Norfolk ("CASHN") effective April 1, 2022. The amalgamation has been accounted for using the continuity of interests method as the entities are subject to common control. Under the continuity of interests method, the carrying value of the assets and liabilities of each of the combining entities have been carried forward at their book values. CASHN previously had the accounting policy for revenue recognition under the restricted fund method. The agency has applied the adopted accounting policy for revenue recognition under the deferral method to CASHN at the effective date. Accordingly, these financial statements, including comparative figures, are presented as if CASB and CASHN had been combined since inception utilizing the accounting policies of the Agency.

The net assets of each of the combining entities as at April 1, 2022 were as follows:

	CASB	CASHN	Combining adjustments	Combined
Current assets	\$ 1,350,263	\$ 1,190,453	\$ -	\$ 2,540,716
Capital assets	973,944	1,892,055	-	2,865,999
Other assets	72,617	559,474	-	632,091
Current liabilities	3,288,552	1,419,932	(54,829)	4,653,655
Other liabilities	611,308	-	482,875	1,094,183
Net assets	\$ (1,503,036)	\$ 2,222,050	\$ (426,309)	\$ 292,705

The combining adjustments were a result of the change in accounting policy that has been applied retrospectively, the adjustment were for:

- An increase in deferred revenue of \$39,398 and a decrease of liabilities of \$94,228
- An increase of deferred capital contributions of \$482,875
- Amortization of deferred capital contributions was \$37,716

CHILD AND FAMILY SERVICES OF GRAND ERIE

Notes to Financial Statements (continued)

Year ended March 31, 2023

3. Restricted cash:

Restricted cash consists of cash held in savings accounts for youth for the OCBE Savings program and for the OCBE program and RESP.

4. Capital assets:

			2023	2022
	Cost	Accumulated amortization	Net book value	Net book value
Land	\$ 394,162	\$ –	\$ 394,162	\$ 394,162
Buildings	4,900,645	2,919,674	1,980,971	2,100,547
Automotive equipment	56,218	56,218	–	–
Leasehold improvements	755,578	752,267	3,311	4,972
Computer equipment	2,164,323	1,865,613	298,710	275,278
Office furniture and equipment	2,646,415	2,579,559	66,856	90,620
Computer software	338,203	338,203	–	420
	\$ 11,255,544	\$ 8,511,534	\$ 2,744,010	\$ 2,865,999

5. Equipment under capital lease:

			2023	2022
	Cost	Accumulated amortization	Net book value	Net book value
Equipment under capital lease	\$ 114,587	\$ 114,587	\$ –	\$ 11,318

The obligation of the capital lease was repaid in full in 2022.

6. Funds held in trust:

The Agency holds funds in trust and administers funds on behalf of specific wards of The Agency.

7. Investments:

Investments consisting of GIC's with effective interest rates ranging from 0.96% to 5.1% per annum and maturity dates ranging to December 2026. The investments have a cost of \$569,925 and an amortized costs of \$579,605. Investments include endowment funds of \$134,275 (2022 - \$134,217).

CHILD AND FAMILY SERVICES OF GRAND ERIE

Notes to Financial Statements (continued)

Year ended March 31, 2023

8. Bank indebtedness:

The Agency has a line of credit which bears interest at the bank's prime rate. The maximum authorized credit limit is \$1,500,000 of which \$980,000 (2022 - \$nil) is outstanding at year end. The credit facility is secured by a General Security Agreement granting a security interest in the undertaking and all personal property owned by the Agency.

9. Child benefits:

The Ontario child benefit equivalent and Canada child benefit represents the surplus (deficit) for the year ended March 31, 2023 of special programs administered by The Agency undertaken during the year. The programs are as follows:

		Ontario child benefit equivalent		Canada child benefit
Balance April 1, 2021	\$	564,495	\$	625,511
Receipts		301,944		400,949
Disbursements/transfers		(290,188)		(370,980)
Balance March 31, 2022		576,251		655,480
Receipts		851,887		408,719
Disbursements/transfers		(966,739)		(445,091)
Balance March 31, 2023	\$	461,399	\$	619,108

The funds ending balance in Ontario Child Benefit funds will need to be spent on children in care.

The Agency receives Canada Child Benefits ("CCB") of \$60 to \$160 per month for certain children in care. These funds were received for children under six years of age. Beginning July 2015, Canada Child Tax Benefit ("CCTB") funds were received for all children under 18 years of age. The Agency holds these funds as directed by the Ministry of Children, Community and Social Services (the "Ministry") until a Registered Education Savings Plan ("RESP") is established for each qualifying child. The Ministry requires that all funds be invested into RESPs for the benefit of qualifying children. The Agency is responsible for the management and distribution of the RESPs and does not have access to the funds. If a child cannot be found upon collapsing of the fund, earned funds are to be distributed to the remaining active RESP accounts. The RESPs are invested with RBC.

During the year \$301,864 (2022 - \$370,980) was transferred into RESPs. At March 31, 2023, The Agency is the sponsor for 532 RESPs (2022 - 482), with \$3,852,427 (2022 - \$3,268,118) being held in RESPs. This amount represents the contributions of The Agency and does not include additional government grants directed into the RESPs. These funds are not shown in the financial statements of The Agency.

CHILD AND FAMILY SERVICES OF GRAND ERIE

Notes to Financial Statements (continued)

Year ended March 31, 2023

10. Deferred revenues:

Balance March 31, 2021	\$	220,044
Receipts		168,426
Disbursements/transfers		(105,592)
Balance March 31, 2022		282,878
Receipts		171,855
Disbursements/transfers		(81,389)
Balance March 31, 2023	\$	373,344

11. Employee sick leave plan:

The Agency allows employees of the former The Children's Aid Society of Brant to accumulate sick leave days. The maximum sick leave credit is 90 days per employee. The plan allows for employees upon resignation with over 20 years employment or retirement to receive 50% of their sick leave credit, up to a maximum of 40 of the unused days. The actual retirement gratuities paid in 2023 amounted to \$31,229 (2022 - \$49,011). The Agency has estimated the amount expected to be paid in future years based on assumptions regarding the vesting of the benefit for employees. The Agency has an accrual of \$492,452 (2022 - \$492,452) for these obligations.

12. Deferred capital contributions:

Deferred grants related to capital assets represent grants received from the Province and other non-related parties to fund purchases of capital assets. The grants are amortized on a basis consistent with the related assets purchased by The Agency. The changes in the deferred grants balance for the year are as follows:

	2023	2022
Grant balance	\$ 2,867,729	\$ 2,867,729
Less: accumulated amortization	(2,367,967)	(2,327,297)
Balance, net of accumulated amortization	\$ 499,762	\$ 540,432

CHILD AND FAMILY SERVICES OF GRAND ERIE

Notes to Financial Statements (continued)

Year ended March 31, 2023

13. Internally restricted net assets:

The Agency has internally restricted net assets in the amount of \$430,668 relating to amounts previously donated to The Children's Aid Society of Haldimand and Norfolk prior to amalgamation.

14. Endowment:

The Agency has an endowment from the Webster Estate in the amount of \$132,819. The principal amount of the funds will not be spent as per the conditions of the will.

15. Commitments:

(a) Pension agreements:

The Agency makes contributions to the Ontario Municipal Employees Retirement System (OMERS), which is a multi-employer plan, on behalf of members of its staff. The plan is a defined benefit plan, which specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay.

Commencing January 1, 2013, contribution rates ranged from 9.0% to 14.6% depending on the level of earnings. Expenses for 2023 include \$2,147,625 for contributions to March 31, 2023 (2022 - \$2,181,928) which are included in the statement of operations. The Agency does not recognize any share of the Plan's pension surplus or deficit as insufficient information is available to identify the Society's share of the underlying pension assets and liabilities. The most recent actuarial valuation filed with pension regulators as at December 31, 2022 indicated an actuarial deficit of \$6.678 billion for the overall plan.

(b) Lease commitments:

The Society has entered into leasing agreements for various items of facilities and office equipment with expiry dates to 2024. The minimum annual lease payments are:

2024	\$ 173,132
2025	160,221
2026	62,182
2027	19,669

CHILD AND FAMILY SERVICES OF GRAND ERIE

Notes to Financial Statements (continued)

Year ended March 31, 2023

16. Financial instruments and risk management:

(a) Fair value:

The carrying value of cash, bank indebtedness, investments, receivables, payables and accruals, and child benefits approximates their fair value because of the relatively short period to maturity of the instruments.

(b) Credit risk:

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. The Agency deals with creditworthy counterparties to mitigate the risk of financial loss from defaults. The Agency monitors the credit risk of customers through credit rating reviews.

(c) Liquidity risk:

Liquidity risk is the risk that The Agency will not be able to meet all cash outflow obligations as they come due. Liquidity risk arises from accounts payable, and other liabilities. The Agency also experienced negative working capital for 2022. The Agency has received one-time funding from the Ministry to assist with the costs of amalgamation. The Agency also mitigates liquidity risk by monitoring cash activities through detailed budgeting analysis.

17. Related party transactions:

The Agency holds an economic interest in Child and Family Services of Grand Erie Foundation ("the Foundation"). All resources of the Foundation are to be used for capital acquisitions and specific programs of The Agency not funded by the province and for educational programs for the benefit of previous wards of The Agency.

During the year The Agency rented property from the Foundation in the amount of \$130,718 (2022 - \$130,718).

The Foundation provided to support to The Agency in the amount of \$69,050 during the year (2022 - \$47,795).

CHILD AND FAMILY SERVICES OF GRAND ERIE

Notes to Financial Statements (continued)

Year ended March 31, 2023

18. Contingent liability:

(a) Claims and litigation

Certain claims exist against The Agency. The Agency utilizes insurance where possible to mitigate the risk of material uncertainty for claims. With respect to claims at March 31, 2023, management believes The Agency has valid defenses and appropriate insurance coverage in place. In the event any claims are successful, management believes that such claims are not expected to have a material effect on The Agency's financial position. The Agency was named as a defendant in a statement of claim which was not covered by insurance, which was settled in the year. The claim did not have a material impact on the financial position or operating results.

(b) Employment matters:

During the normal course of business, the Agency is involved in certain employment related negotiations and has recorded accruals based on management's estimate of potential settlement amounts where these amounts are reasonably determinable.

19. Comparative information:

Certain comparative information has been reclassified in order to conform with the presentation adopted in the current year. The prior year's financial statements of the two individual predecessor organizations were audited by two independent and separate auditing firms.

CHILDREN'S AID SOCIETY OF BRANT

(O/A BRANT FAMILY AND CHILDREN'S SERVICES)

Schedule – Supplementary information

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

Alternate Dispute Resolution	2023	2022
Revenue:		
Province of Ontario	\$ 86,750	\$ 86,750
Expenses:		
Salaries and employee benefits	86,750	86,750
Excess of revenues over expenses	\$ –	\$ –

Education Liaison	2023	2022
Revenue:		
Province of Ontario	\$ 105,808	\$ 185,808
Expenses:		
Salaries and employee benefits	95,227	118,663
Purchase services - professional	–	42,034
Administration	10,581	18,580
Client personal needs	–	5,642
Travel	–	799
Office Administration	–	90
	105,808	185,808
Excess of revenues over expenses	\$ –	\$ –

CHILDREN'S AID SOCIETY OF BRANT

(O/A BRANT FAMILY AND CHILDREN'S SERVICES)

Schedule – Supplementary information

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

Community Programs - Child and Family Intervention - Non-Residential	2023	2022
Revenue:		
Province of Ontario	\$ 228,677	\$ 228,677
Expenses:		
Salaries and Employee Benefits	219,386	214,057
Program Expense	5,911	1,800
Travel	3,380	5,011
Building Occupancy	–	879
Office Administration	–	248
Administration	–	6,645
	228,677	228,640
Excess of revenues over expenses	\$ –	\$ –

Partnership Facility Renewal	2022	2021
Revenue:		
Province of Ontario	\$ 44,900	\$ –
Expenses:		
Building occupancy	44,900	–
Excess of revenues over expenses	\$ –	\$ –

CHILDREN'S AID SOCIETY OF BRANT

(O/A BRANT FAMILY AND CHILDREN'S SERVICES)

Schedule – Supplementary information

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

Amalgamation Expenditures	2023	2022
Revenue:		
Province of Ontario	\$ 1,086,857	\$ 428,000
Expenses:		
Salaries and Employee Benefits	710,400	232,663
Building Occupancy	23,887	–
Professional Services - Non-Client	203,053	141,270
Promotion and Publicity	37,549	22,162
Office Administration	10,132	–
Technology	101,836	31,905
	1,086,857	428,000
Excess of revenues over expenses	\$ –	\$ –

BPS - Other - Children's Services	2023	2022
Revenue:		
Province of Ontario	\$ 26,469	\$ 26,469
Expenses:		
Salaries and Employee Benefits	26,469	26,469
Excess of revenues over expenses	\$ –	\$ –