

**Symons, Wearn & Smith**  
LLP  
CHARTERED PROFESSIONAL ACCOUNTANTS

*To the Directors of  
Woodstock and District Developmental Services*

***Report on the Financial Statements***

We have audited the accompanying financial statements of Woodstock and District Developmental Services, which comprise the statement of financial position as at March 31, 2021, 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.

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 Woodstock and District Developmental Services as at March 31, 2021, and the results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

***Basis for Qualified Opinion***

In common with many not-for profit organizations, Woodstock and District Developmental Services, derives revenue from its fundraising activities the completeness of which are not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Woodstock and District Developmental Services. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenue, excess of revenue over expenses and cash flows from operations for the years ended March 31, 2021 and 2020 current assets at March 31, 2020 and 2019 and net assets as at April 1 and March 31 for both the 2021 and 2020 years. Our opinion on the financial statements for the year ended March 31, 2021 was modified accordingly because of the possible effects of this scope limitation.

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 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.

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 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.

### ***Auditors' Responsibility 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 it 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. Material 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 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 Organizations'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

We also provide those charged with governance with a statement that we have complied with the relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence and, where applicable, related safeguards. communicate with them all

*Woodstock, Ontario*  
*July 28, 2021*

*Symons, Wearn & Smith LLP*  
*CPA, CA, Licensed Public Accountants*

## Summary Financial Information

### WOODSTOCK AND DISTRICT DEVELOPMENTAL SERVICES STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS For the year ended March 31

	<u>2021</u>	<u>2020</u>
REVENUE		
Grants	\$ 11,574,412	\$ 11,222,871
Specialized grants	1,047,344	85,000
Vocational Supports Sales	95,973	248,719
Other income	17,600	0
	<u>12,735,329</u>	<u>11,556,590</u>
EXPENSES		
Salaries	9,742,477	8,334,212
Benefits	1,366,804	1,375,343
Travel and training	41,883	55,017
Purchased services and supplies	1,401,260	1,281,135
Enterprise expenses	53,330	211,232
Occupancy	359,584	417,975
Transportation	78,321	145,427
Insurance	65,437	57,593
Specialized grant expenditures	99,347	85,000
Other (net of recoveries)	(472,416)	(405,956)
	<u>12,736,027</u>	<u>11,556,978</u>
Net deficit from Ministry funded operations	(698)	(388)
Agency,dedicated housing, other program funding and depreciation	<u>610,863</u>	<u>3,741,668</u>
NET SURPLUS	610,165	3,741,280
Transfer from (to) capital replacement reserve	0	0
Operating fund, beginning of year	<u>6,379,864</u>	<u>2,638,584</u>
Operating fund, end of year	<u>6,990,029</u>	<u>6,379,864</u>
Capital replacement reserve, beginning of year	74,303	6,127
Net expenditures and transfers	<u>70,770</u>	<u>13,086</u>
Capital replacement reserve, end of year	<u>145,073</u>	<u>74,303</u>
NET ASSETS, END OF YEAR	<u>\$ 7,135,102</u>	<u>\$ 6,454,167</u>

The audited financial statements are available upon request

Included above are City of Woodstock, Community Grants totalling \$5,000 (2020 - \$6,500)

Summary Financial Information

**WOODSTOCK AND DISTRICT DEVELOPMENTAL SERVICES**  
**STATEMENT OF FINANCIAL POSITION**  
As at March 31,

	<u>2021</u>	<u>2020</u>
ASSETS		
CURRENT		
Cash	\$ 2,324,683	\$ 1,625,442
Short term investments	145,077	74,304
Accounts receivable	290,352	241,403
Grants receivable	53,411	173,516
Prepaid expenses	74,872	683
Government remittances recoverable	0	65,274
	<u>2,888,395</u>	<u>2,180,622</u>
FIXED	<u>7,403,590</u>	<u>7,470,957</u>
	<u>\$ 10,291,985</u>	<u>\$ 9,651,579</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 78,874	\$ 88,969
Wages payable	602,249	447,071
Deferred program funding	49,241	53,792
Amounts held in trust	3,470	3,470
Furniture replacement fund	39,560	35,630
Callable debt, current portion	141,452	138,012
	<u>914,846</u>	<u>766,944</u>
Callable debt due thereafter	<u>1,371,990</u>	<u>1,513,610</u>
	2,286,836	2,280,554
RESTRICTED FUNDS	500	1,500
DEFERRED CONTRIBUTIONS	<u>869,547</u>	<u>915,358</u>
	3,156,883	3,197,412
NET ASSETS	<u>7,135,102</u>	<u>6,454,167</u>
	<u>\$ 10,291,985</u>	<u>\$ 9,651,579</u>

The audited financial statements are available upon request