Financial Statements of

ERINOAKKIDS
Centre for Treatment and Development

And Independent Auditors' Report thereon

Year ended March 31, 2019

KPMG LLP
Vaughan Metropolitan Centre
100 New Park Place, Suite 1400
Vaughan ON L4K 0J3
Canada
Tel 905-265-5900
Fax 905-265-6390

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of ERINOAKKIDS
Centre for Treatment and Development

Qualified Opinion

We have audited the financial statements of ERINOAKKIDS Centre for Treatment and Development (the Entity), which comprise:

- the statement of financial position as at March 31, 2019
- 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, 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 Entity as at March 31, 2019, and its 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, the Entity derives revenue from donations and fundraising, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of this revenue was limited to the amounts recorded in the records of the Entity. Therefore, we were not able to determine whether any adjustments might be necessary to:

- the current assets reported in the statements of financial position as at March 31, 2019 and 2018
- the revenue from donations and fundraising and excess of revenue over expenses reported in the statements of operations for the years ended March 31, 2019 and 2018

- the unrestricted balances, at the beginning and end of the year, reported in the statements of changes in net assets for the years ended March 31, 2019 and 2018
- the excess of revenue over expenses reported in the statements of cash flows for the years ended March 31, 2019 and 2018

Our opinion on the financial statements for the year ended March 31, 2018 was qualified accordingly because of the possible effects of this limitation in scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the ***"Auditors' Responsibilities for the Audit of the Financial Statements"*** section of our auditors' 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 qualified opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian 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 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.

Auditors' 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 auditors' 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.

  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 auditors' 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 auditors' 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 represents 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

Vaughan, Canada

June 5, 2019

ERINOAKKIDS

Centre for Treatment and Development

Statement of Financial Position

March 31, 2019, with comparative information for 2018

	Operating Fund	Capital Fund	2019 Total	2018 Total
Assets				
Current assets:				
Cash (note 9)	$ 20,561,108	$ 7,812,529	$ 28,373,637	$ 20,452,244
Accounts receivable (note 11)	987,890	–	987,890	3,548,187
Prepaid expenses	119,019	–	119,019	410,086
	21,668,017	7,812,529	29,480,546	24,410,517
Investments (note 2)	–	4,601,239	4,601,239	4,418,179
Interfund receivable (payable)	(1,032,039)	1,032,039	–	–
Capital assets (note 3)	–	202,971,958	202,971,958	204,060,170
	$ 20,635,978	$ 216,417,765	$ 237,053,743	$ 232,888,866
Liabilities and Net Assets				
Current liabilities:				
Accounts payable and accrued liabilities (notes 4 and 11)	$ 13,041,553	$ 1,896,871	$ 14,938,424	$ 12,494,306
Deferred revenue (note 11)	3,842,931	–	3,842,931	1,639,772
	16,884,484	1,896,871	18,781,355	14,134,078
Deferred contributions (note 5)	435,794	188,052,100	188,487,894	191,133,707
	17,320,278	189,948,971	207,269,249	205,267,785
Net assets:				
Internally restricted (note 7)	594,002	23,936,808	24,530,810	24,048,884
Unrestricted	2,721,698	2,531,986	5,253,684	3,547,332
Diana Thompson Award and The Care for the Kids (note 8)	–	–	–	24,865
	3,315,700	26,468,794	29,784,494	27,621,081
Commitments (note 16)				
Contingencies and indemnifications (note 17)				
	$ 20,635,978	$ 216,417,765	$ 237,053,743	$ 232,888,866

See accompanying notes to financial statements.

On behalf of the Board:

Steve Bishop Director

J. Sutherland Director

ERINOAKKIDS
Centre for Treatment and Development

Statement of Operations

Year ended March 31, 2019, with comparative information for 2018

			2019	2018
	Operating Fund	Capital Fund	Total	Total
Revenue:				
Ministry of Children, Community and Social Services (note 12)	$ 107,484,049	$ –	$ 107,484,049	$ 97,096,348
Amortization of deferred contributions - capital (note 5)	–	6,218,320	6,218,320	1,790,525
Other (note 13)	3,542,097	50,004	3,592,101	7,977,013
Regional Municipality of Peel	3,075,941	–	3,075,941	2,831,775
Donations and fundraising (note 19)	636,260	–	636,260	780,085
Dividends and interest	256,968	236,469	493,437	289,517
Ministry of Health and Long-Term Care (note 14)	66,560	–	66,560	56,080
Net gain on disposal of capital assets	–	–	–	1,788,578
	115,061,875	6,504,793	121,566,668	112,609,921
Expenses:				
Salaries and benefits (note 4)	55,081,567	–	55,081,567	49,273,050
Other purchased services	48,020,806	–	48,020,806	43,493,127
Amortization of capital assets	–	6,218,320	6,218,320	1,470,036
Special Services At Home purchased services	3,053,541	–	3,053,541	2,632,536
Professional and other fees	1,906,501	890	1,907,391	1,672,996
Supplies and minor equipment	1,780,448	6,992	1,787,440	2,342,705
Utilities	1,399,838	333	1,400,171	592,793
Training and travel	614,331	1,510	615,841	789,220
Other	555,506	14,354	569,860	589,608
Fundraising (note 19)	308,247	–	308,247	455,423
Rentals	214,037	–	214,037	1,046,066
Repairs and maintenance	207,582	–	207,582	73,352
Recruitment, advertising and promotion	85,856	–	85,856	112,546
One-time redevelopment expenses (note 12(b))	–	–	–	4,741,125
	113,228,260	6,242,399	119,470,659	109,284,583
	1,833,615	262,394	2,096,009	3,325,338
Unrealized gain on investments	–	67,404	67,404	94,427
Excess of revenue over expenses	$ 1,833,615	$ 329,798	$ 2,163,413	$ 3,419,765

See accompanying notes to financial statements.

ERINOAKKIDS
Centre for Treatment and Development

Statement of Changes in Net Assets

Year ended March 31, 2019, with comparative information for 2018

	Operating Fund		Capital Fund			Segregated Funds		2019	2018
	Unrestricted	Internally restricted (note 7)	Unrestricted	Invested in capital assets (note 6)	Internally restricted (note 7)	Diana Thompson Award and The Care for the Kids	Restricted	Total	Total
Net assets, beginning of year	$ 1,345,144	$ 42,302	$ 2,202,188	$ 18,568,778	$ 5,368,030	$ 24,865	$ 69,774	$ 27,621,081	$ 5,632,538
Excess of revenue over expenses	1,833,615	–	329,798	–	–	–	–	2,163,413	3,419,765
Interfund transfer (note 8)	(457,061)	551,700	–	–	–	(24,865)	(69,774)	–	–
Net change in investment in capital assets (note 6)	–	–	–	–	–	–	–	–	18,568,778
Net assets, end of year	$ 2,721,698	$ 594,002	$ 2,531,986	$ 18,568,778	$ 5,368,030	$ –	$ –	$ 29,784,494	$ 27,621,081

See accompanying notes to financial statements.

ERINOAKKIDS

Centre for Treatment and Development

Statement of Cash Flows

Year ended March 31, 2019, with comparative information for 2018

	2019	2018
Cash provided by (used in):		
Operating activities:		
Excess of revenue over expenses	$ 2,163,413	$ 3,419,765
Items not involving cash:		
Amortization of capital assets	6,218,320	1,470,036
Amortization of deferred contributions - capital	(6,218,320)	(1,790,525)
Unrealized gain on investments	(67,404)	(94,427)
Net gain on disposal of capital assets	–	(1,788,578)
Change in non-cash operating working capital	7,498,641	5,812,394
	9,594,650	7,028,665
Financing activities:		
Deferred contributions received - capital	3,572,507	174,501,266
Investing activities:		
Purchase of investments	(2,276,656)	(2,158,353)
Proceeds on redemption and sale of investments	2,161,000	2,063,900
Purchase of capital assets	(5,130,108)	(171,902,164)
	(5,245,764)	(171,996,617)
Increase in cash	7,921,393	9,533,314
Cash, beginning of year	20,452,244	10,918,930
Cash, end of year	$ 28,373,637	$ 20,452,244
Supplementary disclosures relating to non-cash financing activities:		
Land contributions transferred to net assets	$ –	$ 18,568,778

See accompanying notes to financial statements.

ERINOAKKIDS Centre for Treatment and Development (the "Organization" or "ERINOAKKIDS") is incorporated under the laws of Ontario, without share capital, with the purpose of supporting children and youth with physical, developmental or communication disabilities and their families residing primarily in the Regions of Peel and Halton and Dufferin County in achieving and maintaining optimal levels of independence, health and well-being.

ERINOAKKIDS is a registered charitable organization under the Income Tax Act (Canada) and, accordingly, is exempt from income taxes provided certain requirements of the Income Tax Act (Canada) are met.

1. Significant accounting policies:

The financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the Chartered Professional Accountants of Canada Handbook.

(a) Fund accounting and revenue recognition:

The accounts are maintained using the principles of fund accounting. Resources are classified into funds that are in accordance with specified activities or objectives.

The Organization follows the deferral method of accounting for contributions.

The Operating Fund accounts for the client care and administrative and operational costs financed by provincial ministries and other agencies and include other operating revenue. All assets and liabilities relating to ongoing client care activities are included in the Operating Fund. Operating grants for programs are recorded as revenue in the period to which they relate. Grants approved but not received at the end of an accounting period are accrued. Where a portion of a grant relates to a future period, it is deferred and recognized in that subsequent period.

Unrestricted contributions, including donations and fundraising, are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are recognized as revenue in the year in which the related expenses are recognized.

1. Significant accounting policies (continued):

The Capital Fund accounts for monies received and specified for capital purposes or other special projects and purposes. The monies received to fund capital assets are deferred and amortized into revenue on a straight-line basis, at a rate corresponding with the amortization rate for the related capital assets. Monies received for special projects and purposes are recognized as revenue in the year in which the related expenses are incurred.

Restricted investment income is recognized as revenue in the year in which the related expenses are recognized. Unrestricted investment income is recognized as revenue when earned.

Revenue from client and other service fees are recognized when the services are provided.

The Segregated Funds include monies received by ERINOAKKIDS pursuant to written direction by the donors that the monies be held for not less than 10 years. The purpose of the Segregated Funds is to accumulate capital for investment. At the expiration of 10 years, the capital and income earned on the Segregated Funds may be used at the Board of Directors' discretion to fund any operating deficits that may arise. The Segregated Funds also contain amounts segregated for the Diana Thomson Award and The Care for the Kids Segregated Fund.

The Segregated Funds were provided in previous years pursuant to written direction from donors. The restrictions on these funds expired and as such in fiscal 2019 the Board of Directors has internally restricted these funds.

(b) Capital assets:

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution. Repairs and maintenance costs are charged to expense. Betterments which extend the estimated life of an asset are capitalized. When a capital asset no longer contributes to ERINOAKKIDS ability to provide services, its carrying amount is written down to its residual value.

1. Significant accounting policies (continued):

Capital assets are amortized on a straight-line basis using the following rates:

Land improvements	15 - 20 years
Buildings	40 years
Building service equipment	15 - 40 years
Leasehold improvements	Over lease term
Major equipment	5 - 15 years
Major Information System ("IS") equipment	5 - 15 years

(c) Contributed services:

A substantial number of volunteers contribute a significant amount of their time each year. Because of the difficulty of determining the fair value, contributed services are not recognized in the financial statements.

(d) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. 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 Organization has elected to carry its financial investments 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.

1. Significant accounting policies (continued):

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, ERINOAKKIDS 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 ERINOAKKIDS expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

(e) Use of estimates:

The preparation of financial statements 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 useful lives of capital assets and accrued liabilities. Actual results could differ from those estimates.

2. Investments:

Investments are carried at fair value and consist of the following:

	2019	2018
Guaranteed investment certificates	$ 2,208,536	$ 2,169,769
Bonds:		
Ontario savings bond	586,146	586,463
Mutual funds:		
Balanced Pooled Fund	1,806,557	1,661,947
	$ 4,601,239	$ 4,418,179

2. Investments (continued):

The guaranteed investment certificates have an effective interest rate of 1.75% to 1.90% (2018 - 0.95% to 1.25%) and mature between October 2019 and February 2020 (2018 - July 2018 and February 2019).

The Ontario savings bonds have an effective interest rate of 2.25% to 2.50% (2018 - 2.00% to 2.50%) and mature on June 2019 (2018 - June 2019).

3. Capital assets:

			2019	2018
	Cost	Accumulated amortization	Net book value	Net book value
Land	$ 18,568,778	$ –	$ 18,568,778	$ 18,568,778
Land improvements	2,024,653	162,644	1,862,009	1,963,245
Buildings	177,903,432	5,831,060	172,072,372	174,172,407
Building service equipment	4,133,130	307,248	3,825,882	3,642,912
Leasehold improvements	626,890	256,491	370,399	495,776
Major equipment	6,098,794	1,472,420	4,626,374	4,171,332
Major IS equipment	1,961,334	315,190	1,646,144	1,045,720
	$ 211,317,011	$ 8,345,053	$ 202,971,958	$ 204,060,170

In January 2018, the Organization completed its Redevelopment Project, which led to all sites becoming operational.

Major funding for the acquisition of redevelopment capital assets was received from the Ministry of Children, Community and Social Services (the "Ministry"). ERINOAKKIDS is therefore not able to dispose of these capital assets or to use the capital assets for other purposes without the consent of the Ministry.

4. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities are government remittances payable of $640,934 (2018 - $725,579), which includes amounts payable for payroll-related taxes.

Also included in accounts payable and accrued liabilities is $1,300,000 (2018 - nil) repayable to the Ministry for warranty costs related to the Redevelopment Project.

In addition, for the year ended March 31, 2019, the Board of Directors approved a restructuring plan resulting in restructuring costs of $3,144,550 which are included in accounts payable and accrued liabilities and salaries and benefits expenses.

5. Deferred contributions:

(a) Deferred contributions - operating:

	2019	2018
Balance, beginning of year	$ 435,794	$ 435,794
Amounts received related to future periods	95,000	95,000
Less amounts recognized in revenue	(95,000)	(95,000)
Balance, end of year	$ 435,794	$ 435,794

(b) Deferred contributions - capital:

	2019	2018
Balance, beginning of year	$ 190,697,913	$ 36,555,950
Contributions received	3,572,507	174,501,266
Land contributions transferred to net assets (note 6)	–	(18,568,778)
	194,270,420	192,488,438
Less amounts amortized to revenue	6,218,320	1,790,525
Balance, end of year	$ 188,052,100	$ 190,697,913

5. Deferred contributions (continued):

The deferred capital contributions include monies raised through the $20 million In My Dreams Campaign. The campaign raised funds to equip the facilities under the Redevelopment Project.

Deferred capital contributions related to capital assets represent the unamortized amount of funding received for the purchase of capital assets. At the end of the year, deferred capital contributions include $3,648,920 (2018 - $5,206,521) of funds that are unspent.

The Ministry and ERINOAKKIDS entered into various funding agreements in connection with the Redevelopment Project. ERINOAKKIDS received $207,089,382 (2018 - $207,089,382) from the Ministry for the Redevelopment Project.

6. Net assets invested in capital assets:

(a) Net assets invested in capital assets are calculated as follows:

	2019	2018
Capital assets	$ 202,971,958	$ 204,060,170
Less:		
Amounts financed by deferred contributions - capital, excluding amount unspent	184,403,180	185,491,392
	$ 18,568,778	$ 18,568,778

The balance of invested in capital assets represents the land which is not amortized, that was funded by the Ministry in connection with the Redevelopment Project.

6. Net assets invested in capital assets (continued):

(b) The change in net assets invested in capital assets is calculated as follows:

	2019	2018
Excess of revenue over expenses:		
Amortization of deferred contributions - capital	$ 6,218,320	$ 1,790,525
Amortization of capital assets	(6,218,320)	(1,470,036)
Net gain on disposal of capital assets	–	1,788,578
	$ –	$ 2,109,067
Net change in investment in capital assets:		
Purchase of capital assets	$ 5,130,108	$ 171,902,164
Amounts funded by deferred contributions - capital	(5,130,108)	(171,902,164)
Land contributions transferred to net assets	–	18,568,778
Gain on disposal of capital assets	–	(2,042,536)
Other	–	(66,531)
	$ –	$ 16,459,711

7. Internally restricted fund:

The Board of Directors has internally restricted the following:

(a) Operating fund - represents revenue in excess of expenses from non-Ministry funded services.

(b) Capital fund - the Organization's invested in capital assets (note 6) represents donated land and funded capital assets. In addition, the internally restricted funds represents historical gain from sale of a property.

The internally restricted amounts are not available for other purposes without the approval by the Board of Directors.

8. Interfund transfers:

	Operating Fund		Segregated Funds	
	Unrestricted	Internally restricted	Diana Thompson Award and The Care for the Kids	Restricted
Restriction of net parking revenue (i)	$ (457,061)	$ 457,061	$ –	$ –
Restriction of Segregated Funds (ii)	–	94,639	(24,865)	(69,774)
	$ (457,061)	$ 551,700	$ (24,865)	$ (69,774)

(i) On an annual basis, the Board of Directors has internally restricted parking revenue related to the operation of the parking lots at its sites in excess of expenses to be used for future capital replacements.

(ii) During fiscal 2019, the donors' requirements of the Segregated Funds were met and as such the Board of Directors has internally restricted the balance for future projects. The internally restricted amount is not available for other purposes without the approval by the Board of Directors.

9. Cash held in trust:

Included in cash are funds held in trust of $1,548,046 (2018 - $1,545,726) for future payments related to the Redevelopment Project.

10. Credit facility:

On March 15, 2018, the Organization entered into an updated credit facility agreement for a line of credit for up to $900,000 (2018 - $900,000). The credit facility bears interest at the bank's prime rate and is repayable upon demand. The line is secured by a general security agreement. There is no amount drawn on this credit facility as at March 31, 2019 and 2018.

11. Contracts with the Ministry:

ERINOAKKIDS has a number of programs with the Ministry. A requirement of these programs is the completion by management of an Annual Reconciliation Report, which shows a summary of all revenue and expenses and any resulting surplus or deficit related to the programs. The Annual Reconciliation Report will be prepared by management in June 2019. Programs which are in a surplus are included in accounts payables and accrued liabilities and programs which are in a deficit are recorded in accounts receivable. The balances payable (receivable) are as follows:

	2019	2018
Autism Services - Court-Ordered	$ 26,986	$ (11,058)
Respite Programs	–	(80,000)
Complex Special Needs - Individual Placements	(15,339)	13,953
Special Services at Home Program	(21,694)	(52,047)
Early Intervention Demonstration Sites	(151,798)	(163,482)
Autism Transitional Funding	–	(1,500,000)

During the year, ERINOAKKIDS received $76,664,600 from the Ministry related to Ontario Autism Program Services. For the year ended March 31, 2019, ERINOAKKIDS recognized $73,611,537 into revenue based on the funds spent. Included in deferred revenue are funds of $3,053,063, which represent the unspent portion of the funding received. Based on the guidelines for preparing the Annual Reconciliation Report, these unspent funds associated with this program are not considered payable to the Ministry.

12. Ministry of Children, Community and Social Services revenue:

(a) Operating Fund:

	2019	2018
Ontario Autism Program Service Expansion	$ 62,189,461	$ –
Base Operating Grant	13,086,936	13,378,962
One-time funding - Ontario Autism Program Service Expansion	9,591,437	–
Preschool Speech Program	6,076,504	5,991,005
Special Services At Home Program	3,451,062	3,014,332
School Support Program Autism Spectrum Disorder	2,960,344	3,834,225
Infant Hearing Program	2,481,387	2,359,442
School-Based Rehabilitation Service - Base Grant	2,205,395	–
Autism Family Support Workers	1,824,200	–
Complex Special Needs - Individual Placements	810,735	747,775
Service Planning Coordinators	655,400	382,700
One-time funding - Early Intervention Demonstration Sites	625,000	625,000
Out of Home Respite	339,900	419,900
Autism Court Ordered	319,730	280,847
One-time funding - School-Based Rehabilitation Service	303,038	–
Blind/Low Vision	242,140	219,822
Respite Complex Special Needs - Community Enhancement	231,380	231,404
Fetal Alcohol Spectrum Disorder	90,000	50,000
Preschool Autism Intensive Behavioural Intervention Program	–	30,404,209
Autism Transitional Funding		24,413,400
Applied Behaviour Autism Spectrum Disorder Services	–	4,403,700
One-time funding - Preschool Autism Intensive Behavioural Intervention	–	1,400,000
One-time funding - Applied Behaviour Analysis - Services and Support Management Program	–	198,500
	$ 107,484,049	$ 92,355,223

(b) Capital Fund:

In 2018, the Organization received one-time capital funding of $4,741,125 to fund costs associated with the transition period between taking possession and moving into the new sites.

13. Other revenue:

	2019	2018
Sales and rentals	$ 2,031,198	$ 6,298,514
Preschool Speech Partnership contributions	636,802	749,900
Client and other service fees	427,837	410,857
One-time grants and other income	219,944	411,066
Halton Region - Special Needs Resourcing	173,552	–
Research grants	52,764	56,672
Other revenue - capital	50,004	50,004
	$ 3,592,101	$ 7,977,013

14. Ministry of Health and Long-Term Care revenue:

	2019	2018
Physiotherapy Clinic	$ 40,560	$ 28,080
Assistive Devices Leasing Program	26,000	28,000
	$ 66,560	$ 56,080

15. Pension plan:

Most employees of ERINOAKKIDS are members of the Hospitals of Ontario Pension Plan, which is a multi-employer defined benefit pension plan available to all eligible employees. Plan members will receive benefits based on length of service and the average annualized earnings during the five consecutive years that provide the highest earnings prior to retirement, termination or death.

Contributions to the plan made during the year by ERINOAKKIDS on behalf of its employees amounted to $3,829,489 (2018 - $3,481,948) and is included in the statement of operations.

16. Commitments:

Under the terms of various operating leases for premises, the Organization is committed at March 31, 2019 to the following approximate minimum annual lease payments:

2020	$ 206,000
2021	210,000
2022	214,000
2023	54,000
	$ 684,000

17. Contingencies and indemnifications:

(a) Contingent liabilities:

On July 1, 1987, a group of health care organizations ("subscribers") formed Healthcare Insurance Reciprocal of Canada ("HIROC"). HIROC is registered as a reciprocal pursuant to the Provincial Insurance Act, which permits persons to exchange with other persons reciprocal contracts of indemnity insurance. HIROC facilitates the provision of liability insurance coverage to health care organizations in the Provinces of Ontario, Manitoba, Saskatchewan and Newfoundland. Subscribers pay annual premiums, which are actuarially determined, and are subject to assessment for losses in excess of such premiums, if any, experienced by the group of subscribers for the years in which they were a subscriber. No such assessments have been made to March 31, 2019.

(b) Director/officer indemnifications:

The Organization indemnifies its directors/officers and former directors/officers to the extent permitted by legislation against expenses (including legal fees), judgments, fines and any amount actually and reasonably incurred by them in connection with any action, suit or proceeding in which the directors and/or officers are used as a result of their service, if they acted honestly and in good faith with a view to the best interests of the Organization. The nature of the indemnification prevents the Organization from making a reasonable estimate of the maximum potential amount that it could be required to pay counterparties. The Organization has purchased directors' and officers' liability insurance. No amount has been accrued in the financial statements as at March 31, 2019 with respect to this liability.

18. Affiliated entity:

The ERINOAKKIDS Foundation (the "Foundation") was incorporated under the laws of Ontario without share capital as a not-for-profit organization with a sole purpose of raising funds for the Organization. Effective July 1, 2013, the Foundation became inactive and all fundraising activities were transferred to ERINOAKKIDS.

The Organization has assets and fund balances as at March 31, 2019 of $10 (2018 - $10). There was no activity for the year ended March 31, 2019 (2018 - nil).

19. Fundraising:

The funds raised during the year and related expenses are as follows:

	2019	2018
Operating fund donations and fundraising	$ 636,260	$ 780,085
Restricted donations:		
In My Dreams Campaign	1,704,439	1,716,380
Other	124,260	162,515
	2,464,959	2,658,980
Expenses:		
Operating	308,247	455,423
In My Dreams Campaign - capital purchases	–	1,716,380
Clinical programs	89,486	124,811
	397,733	2,296,614
Net funds raised	$ 2,067,226	$ 362,366

20. Financial risks:

The Organization holds investments which are subject to market risk, interest rate risk and cash flow risk. These risks will also impact future cash flow streams, including dividends, gains and losses and interest income.

The value of equities changes with stock market conditions. The value of bonds will vary with developments within specific governments which issue securities.

The value of bonds will generally rise if interest rates fall and fall if interest rates rise. Changes in interest rates may also affect the value of equities.

21. Comparative information:

Certain comparative information has been reclassified to conform with the financial statement presentation adopted in the current year.