

Financial Statements of

ERINOAKKIDS
Centre for Treatment
and Development

Year ended March 31, 2015



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INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of ERINOAKKIDS Centre for Treatment and Development, which comprise the statement of financial position as at March 31, 2015, the statements of operations, changes in net assets and cash flows for the year then ended, and notes, comprising 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.

Auditors' 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 our 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, we consider internal control relevant to the entity'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 entity'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.

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

In common with many not-for-profit organizations, ERINOAKKIDS Centre for Treatment and Development 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 ERINOAKKIDS Centre for Treatment and Development. Therefore, we were not able to determine whether, as at and for the years ended March 31, 2015 and March 31, 2014, any adjustments might be necessary to donations and fundraising revenue and excess (deficiency) of revenue over expenses reported in the statements of operations, excess of revenue over expenses reported in the statements of cash flows and current assets and unrestricted net assets reported in the statements of financial position. This caused us to qualify our audit opinion on the financial statements as at and for the year ended March 31, 2014.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of ERINOAKKIDS Centre for Treatment and Development as at March 31, 2015, 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.



Chartered Professional Accountants, Licensed Public Accountants

June 3, 2015
Toronto, Canada

ERINOAKKIDS

Centre for Treatment and Development

Statement of Financial Position

March 31, 2015, with comparative information for 2014



				2015	2014
	Operating Fund	Capital Fund	Segregated Funds	Total	Total
Assets					
Current assets:					
Cash	\$ 3,025,940	\$ 1,192,887	\$ -	\$ 4,218,827	\$ 5,082,588
Accounts receivable (note 14)	1,646,558	-	-	1,646,558	832,942
Prepaid expenses	358,325	-	-	358,325	297,083
	5,030,823	1,192,887	-	6,223,710	6,212,613
Investments (note 2)	-	3,491,639	-	3,491,639	3,521,835
Interfund receivable (payable)	1,366,791	(1,462,880)	96,089	-	-
Capital assets (note 3)	-	29,166,664	-	29,166,664	25,597,002
	\$ 6,397,614	\$ 32,388,310	\$ 96,089	\$ 38,882,013	\$ 35,331,450

Liabilities and Net Assets

Current liabilities:					
Accounts payable and accrued liabilities (notes 4 and 7)	\$ 5,906,275	\$ 2,736,535	\$ -	\$ 8,642,810	\$ 10,555,218
Deferred revenue	279,295	-	-	279,295	644,912
	6,185,570	2,736,535	-	8,922,105	11,200,130
Deferred contributions (note 5)	340,868	28,010,659	-	28,351,527	22,594,395
Net assets:					
Invested in capital assets (note 6)	-	390,309	-	390,309	466,751
Diana Thomson Award	-	-	9,927	9,927	9,927
The Care for the Kids	-	-	14,938	14,938	14,938
Restricted	-	-	71,224	71,224	72,023
Unrestricted	(128,824)	1,250,807	-	1,121,983	973,286
	(128,824)	1,641,116	96,089	1,608,381	1,536,925
Commitments (note 12)					
Contingencies and indemnifications (note 13)					
	\$ 6,397,614	\$ 32,388,310	\$ 96,089	\$ 38,882,013	\$ 35,331,450

See accompanying notes to financial statements.

On behalf of the Board:


 _____ Director

 _____ Director
 (MEETA BAINS)

ERINOAKKIDS

Centre for Treatment and Development

Statement of Operations

Year ended March 31, 2015, with comparative information for 2014

				2015	2014
	Operating Fund	Capital Fund	Segregated Funds	Total	Total
Revenue:					
Ministry of Children and Youth Services (note 8)	\$ 55,591,053	\$ -	\$ -	\$ 55,591,053	\$ 54,721,267
Ministry of Health and Long-Term Care (note 9)	105,303	-	-	105,303	175,208
Regional Municipality of Peel	2,334,244	-	-	2,334,244	1,152,841
Amortization of deferred contributions - capital (note 5)	-	367,071	-	367,071	525,807
Other (note 10)	1,828,153	50,435	-	1,878,588	1,747,953
Donations and fundraising (note 15)	520,124	-	-	520,124	332,961
Dividends and interest	69,750	34,767	113	104,630	99,499
	<u>60,448,627</u>	<u>452,273</u>	<u>113</u>	<u>60,901,013</u>	<u>58,755,536</u>
Expenses:					
Salaries and benefits	39,579,443	-	-	39,579,443	37,024,395
Special Services At Home purchased services	2,129,667	-	-	2,129,667	1,750,352
Other purchased services	12,088,554	7	-	12,088,561	12,278,263
Professional and other fees	827,330	13,043	-	840,373	835,192
Supplies and minor equipment	1,078,875	6,186	-	1,085,061	1,479,089
Training and travel	491,466	620	-	492,086	554,864
Utilities	393,485	417	-	393,902	356,340
Rentals	2,687,634	-	-	2,687,634	2,742,078
Repairs and maintenance	153,012	-	-	153,012	236,622
Recruitment, advertising and promotion	55,290	-	-	55,290	74,707
Amortization of capital assets	-	443,513	-	443,513	611,318
Fundraising (note 15)	615,677	-	-	615,677	454,928
Other	443,749	12,649	900	457,298	482,802
	<u>60,544,182</u>	<u>476,435</u>	<u>900</u>	<u>61,021,517</u>	<u>58,880,950</u>
	(95,555)	(24,162)	(787)	(120,504)	(125,414)
Unrealized gain (loss) on investments	-	191,972	(12)	191,960	157,098
Excess (deficiency) of revenue over expenses	\$ (95,555)	\$ 167,810	\$ (799)	\$ 71,456	\$ 31,684

See accompanying notes to financial statements.

ERINOAKKIDS

Centre for Treatment and Development

Statement of Changes in Net Assets

Year ended March 31, 2015, with comparative information for 2014

	Operating Fund		Capital Fund		Segregated Funds		2015	2014
	Unrestricted	Unrestricted net assets	Invested in capital assets (note 6)	Diana Thomson Award and The Care for the Kids	Restricted	Total	Total	
Net assets, beginning of year	\$ (33,269)	\$ 1,006,555	\$ 466,751	\$ 24,865	\$ 72,023	\$ 1,536,925	\$ 1,505,241	
Excess (deficiency) of revenue over expenses	(95,555)	244,252	(76,442)	—	(799)	71,456	31,684	
Net assets, end of year	\$ (128,824)	\$ 1,250,807	\$ 390,309	\$ 24,865	\$ 71,224	\$ 1,608,381	\$ 1,536,925	

See accompanying notes to financial statements.

ERINOAKKIDS

Centre for Treatment and Development

Statement of Cash Flows

Year ended March 31, 2015, with comparative information for 2014

	2015	2014
Cash provided by (used in):		
Operating activities:		
Excess of revenue over expenses	\$ 71,456	\$ 31,684
Items not involving cash:		
Amortization of capital assets	443,513	611,318
Amortization of deferred contributions - capital	(367,071)	(525,807)
Unrealized gain on investments	(191,960)	(157,098)
Change in non-cash operating working capital	(3,152,883)	3,073,011
	(3,196,945)	3,033,108
Financing activities:		
Deferred contributions received - capital	5,835,479	4,676,153
Deferred contributions received - operating, net	288,724	52,144
	6,124,203	4,728,297
Investing activities:		
Purchase of investments	(575,000)	(957,231)
Proceeds on redemption and sale of investments	797,156	741,969
Purchase of capital assets	(4,013,175)	(16,537,187)
	(3,791,019)	(16,752,449)
Decrease in cash	(863,761)	(8,991,044)
Cash, beginning of year	5,082,588	14,073,632
Cash, end of year	\$ 4,218,827	\$ 5,082,588

See accompanying notes to financial statements.

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Centre for Treatment and Development

Notes to Financial Statements

Year ended March 31, 2015

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 to ensure observance of limitations and restrictions placed on the use of resources and to appropriately match expenses with related funding. 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.

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Notes to Financial Statements (continued)

Year ended March 31, 2015

1. Significant accounting policies (continued):

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 other than endowment contributions are recognized as revenue in the year in which the related expenses are recognized.

The Capital Fund accounts for monies received and specified for capital purposes or other special projects and purposes. These monies are deferred and amortized into revenue on a straight-line basis, at a rate corresponding with the amortization rate for the related capital assets.

Endowment contributions, other than Segregated Funds, are recognized as direct increases in endowment net assets.

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, is 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.

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Notes to Financial Statements (continued)

Year ended March 31, 2015

1. Significant accounting policies (continued):

In 1998, the Board of Directors (the "Board") of ERINOAKKIDS established the Diana Thomson Award in recognition of the length of service and loyal efforts as ERINOAKKIDS' previous Executive Director. This award was created to assist with the continuing education of an ERINOAKKIDS client or alumnus. Each year, an amount will be awarded to a designated ERINOAKKIDS client or alumnus to assist in furthering his/her education in his/her selected field of study.

In fiscal 2009, ERINOAKKIDS established The Care for the Kids Segregated Fund. This fund was created in recognition of Linda Rothney's (former CEO) advocacy for the Site Development Project for ERINOAKKIDS. Donations into the fund will go towards the planning or construction of a new facility.

(b) Capital assets:

Purchased capital assets are stated at cost less accumulated amortization and are amortized over their estimated useful lives.

Contributed capital assets, which are recorded at fair market value at the date of the contribution, are recognized as deferred contributions and amortized on a straight-line basis over their estimated useful lives, as follows:

Buildings and building service equipment	15 - 40 years
Leasehold improvements	Over lease term
Major equipment - all programs	5 - 15 years
Major Information System ("IS") equipment	5 - 15 years

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Notes to Financial Statements (continued)

Year ended March 31, 2015

1. Significant accounting policies (continued):

(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) 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 carrying amounts of capital assets. Actual results could differ from those estimates.

(e) 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.

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Notes to Financial Statements (continued)

Year ended March 31, 2015

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.

2. Investments:

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

	2015	2014
Guaranteed investment certificates	\$ —	\$ 256,095
Bonds:		
Ontario Savings Bond - short term	—	388,084
Ontario Savings Bond - long term	979,817	398,481
Government bonds - short term	918,431	175,261
Government bonds - long term	177,880	1,077,759
	<u>2,076,128</u>	<u>2,039,585</u>
Mutual funds:		
Balanced Pooled Fund - 7,858 units held	1,415,511	1,226,155
	<u>\$ 3,491,639</u>	<u>\$ 3,521,835</u>

The Ontario Savings Bonds and government bonds have an effective interest rate of 1.25% to 1.65% (2014 - 1.25% to 4.50%) and mature between August 2015 and June 2019.

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Centre for Treatment and Development

Notes to Financial Statements (continued)

Year ended March 31, 2015

3. Capital assets:

			2015	2014
	Cost	Accumulated amortization	Net book value	Net book value
Land	\$ 84,279	\$ —	\$ 84,279	\$ 84,278
Buildings and building service equipment	1,458,531	1,136,512	322,019	371,866
Leasehold improvements	1,694,406	1,249,741	444,665	643,024
Major equipment	3,573,139	2,576,849	996,290	1,018,819
Major IS equipment	479,973	479,973	—	—
Site Development Project - construction in progress	27,319,411	—	27,319,411	23,479,015
	\$ 34,609,739	\$ 5,443,075	\$ 29,166,664	\$ 25,597,002

ERINOAKKIDS is working on a Site Development Project, whereby in fiscal 2014 the Organization acquired \$14,525,560 of land. As at March 31, 2015, the Organization incurred \$27,319,411 (2014 - \$8,953,455) in development costs which have been recorded in construction in progress. The Site Development Project is projected to be complete in 2017. Amortization will commence as each site becomes operational.

4. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities are government remittances payable of \$594,439 (2014 - \$496,719), which includes amounts payable for harmonized sales tax and payroll-related taxes.

5. Deferred contributions:

(a) Deferred contributions - capital:

	2015	2014
Balance, beginning of year	\$ 22,542,251	\$ 18,391,905
Contributions received	5,835,479	4,676,153
	28,377,730	23,068,058
Less amounts amortized to revenue	367,071	525,807
Balance, end of year	\$ 28,010,659	\$ 22,542,251

ERINOAKKIDS

Centre for Treatment and Development

Notes to Financial Statements (continued)

Year ended March 31, 2015

5. Deferred contributions (continued):

(b) Deferred contributions - operating:

	2015	2014
Balance, beginning of year	\$ 52,144	\$ –
Contributions received	389,616	52,144
Expenses related to donations received	(100,892)	–
Balance, end of year	\$ 340,868	\$ 52,144

The deferred contributions under the operating fund are monies raised through the \$20 million In My Dreams Campaign. The campaign raises funds to equip the new facilities under the Site Development Project.

Deferred contributions related to capital assets represent the unamortized amount of funding received for the purchase of capital assets, including land. The amortization of deferred contributions is recorded as revenue in the statement of operations. The contributions received for the land acquisitions associated with the Site Development Project will be recorded as a direct increase in net assets at such time the sites become operational.

The Ministry of Children and Youth Services (the "Ministry") and ERINOAKKIDS entered into various funding agreements in connection with the Site Development Project. To date, \$27,319,411 (2014 - \$23,479,015) has been spent on this project and funding of \$26,380,600 was received as follows:

2009	\$ 1,000,000
2011	88,000
2013	15,247,600
2014	4,412,000
2015	5,633,000
	\$ 26,380,600

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Notes to Financial Statements (continued)

Year ended March 31, 2015

6. Net assets invested in capital assets:

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

	2015	2014
Capital assets	\$ 29,166,664	\$ 25,597,002
Less:		
Amounts financed by deferred contributions - capital	28,010,659	22,542,251
Amounts financed by accounts payable and accrued liabilities	765,696	2,588,000
	<u>\$ 390,309</u>	<u>\$ 466,751</u>

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

	2015	2014
Deficiency of revenue over expenses:		
Amortization of deferred contributions related to capital assets	\$ 367,071	\$ 525,807
Amortization of capital assets	(443,513)	(611,318)
	<u>\$ (76,442)</u>	<u>\$ (85,511)</u>
Net change in investment in capital assets:		
Purchase of capital assets	\$ 4,013,175	\$ 16,537,187
Amounts funded by deferred contributions - capital	(5,835,479)	(13,939,484)
Amounts funded by accounts payable and accrued liabilities	1,822,304	(2,588,000)
	<u>\$ -</u>	<u>\$ 9,703</u>

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Centre for Treatment and Development

Notes to Financial Statements (continued)

Year ended March 31, 2015

7. 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 2015. Included in accounts payable and accrued liabilities are the following programs, which are in a surplus (deficit):

	2015	2014
Special Needs Strategy	\$ 12,360	\$ —
Respite Programs	4,259	—
Preschool Autism Intensive Behavioural Intervention Program	(1,772)	60,892
Special Services at Home Program	(95,867)	95,152

8. Ministry of Children and Youth Services revenue:

	2015	2014
Preschool Autism Intensive Behavioural Intervention Program	\$ 23,462,383	\$ 22,615,781
Base Operating Grant	14,686,120	14,077,028
Preschool Speech Program	5,660,923	5,103,304
School Support Program Autism Spectrum Disorder	3,945,608	4,665,318
Special Services At Home Program	2,538,456	2,130,817
Applied Behavior Autism Spectrum Disorder Services	2,160,000	2,160,000
Infant Hearing Program	1,873,264	1,873,267
Respite Programs	604,155	521,400
Preschool Autism Court Ordered	317,772	419,138
Blind/Low Vision	197,504	197,504
One-time funding - Infant Hearing Program	82,368	152,000
One-time funding - Base Operating Grant	62,500	—
One-time funding - HPPSLP	—	150,000
One-time funding - Respite	—	47,310
One-time funding - Preschool Autism Intensive Behavioural	—	336,400
One-time funding - School Support Program Autism Spectrum Disorder	—	272,000
	\$ 55,591,053	\$ 54,721,267

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Centre for Treatment and Development

Notes to Financial Statements (continued)

Year ended March 31, 2015

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

	2015	2014
Alternative Funding Program	\$ 66,103	\$ 135,208
Assistive Devices Leasing Program	39,200	40,000
	\$ 105,303	\$ 175,208

10. Other revenue:

	2015	2014
One-time grants and other income	\$ 1,075,912	\$ 867,691
Client and other service fees	488,690	569,869
Sales and rentals	183,180	179,392
Preschool Speech Partnership contributions	80,371	80,371
Other revenue - capital	50,435	50,630
	\$ 1,878,588	\$ 1,747,953

11. 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 \$2,718,900 (2014 - \$2,573,000) and is included in the statement of operations.

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Notes to Financial Statements (continued)

Year ended March 31, 2015

12. Commitments:

Under the terms of various operating leases for premises, the Organization is committed at March 31, 2015 to the following approximate minimum annual lease payments:

2016	\$ 1,317,000
2017	804,000
2018	510,000
2019	369,000
	<hr/>
	\$ 3,000,000

13. 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, 2015.

(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 of March 31, 2015 with respect to this liability.

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Notes to Financial Statements (continued)

Year ended March 31, 2015

14. 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 statement of financial position and the statement of operations of the Foundation are summarized as follows:

Statement of financial position:

	2015	2014
Total assets	\$ 712,401	\$ 630,487
	<u>\$ 712,401</u>	<u>\$ 630,487</u>
Total liabilities	\$ 698,694	\$ 549,423
Fund balances	13,707	81,064
	<u>\$ 712,401</u>	<u>\$ 630,487</u>

Statement of operations:

	2015	2014
Revenue	\$ —	\$ —
Expenses and disbursements	13,707	52,179
Deficiency of revenue over expenses	<u>\$ (13,707)</u>	<u>\$ (52,179)</u>

ERINOAKKIDS is reimbursed for all Foundation expenses and disbursements. Included in total liabilities of the Foundation is \$698,694 (2014 - \$549,423) due to ERINOAKKIDS, which is included in accounts receivable.

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Centre for Treatment and Development

Notes to Financial Statements (continued)

Year ended March 31, 2015

15. Fundraising:

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

	2015	2014
Operating fund donations and fundraising	\$ 520,124	\$ 332,961
Restricted donations:		
In My Dreams Campaign (note 5(b))	389,616	52,144
Other	69,338	143,105
	979,078	528,210
Expenses	615,677	454,928
Net	\$ 363,401	\$ 73,282

16. 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.

17. Comparative information:

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