

**Bennett Village  
Financial Statements  
For the Year Ended March 31, 2024**

**Bennett Village  
Financial Statements  
For the Year Ended March 31, 2024**

---

**Contents**

<b>Independent Auditor's Report</b>	<b>1 - 3</b>
<b>Financial Statements</b>	
Statement of Financial Position	4
Statement of Changes in Net Assets	5
Statement of Operations	6
Statement of Cash Flows	7
Notes to Financial Statements	8 - 18
Schedule of Revenue and Expenses for The Gallery	19
Schedule of Changes in Net Assets for The Gallery	20



Tel: 519 824 5410  
Fax: 519 824 5497  
Toll-free: 877 236 4835  
www.bdo.ca

BDO Canada LLP  
245 Hanlon Creek Blvd  
Guelph ON N1C 0A1 Canada

---

## Independent Auditor's Report

---

To the Board of Directors of Bennett Village

### Qualified Opinion

We have audited the accompanying financial statements of Bennett Village, which comprise the statement of financial position as at March 31, 2024, and the statements of operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the accompanying financial statements present fairly, in all material respects, the financial position of Bennett Village as at March 31, 2024 and its statements of operations, changes in net assets and 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 organization derives part of its revenues in the form of donations and other fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization. Therefore, we were unable to determine whether any adjustments might be necessary to contributions or other revenues, excess of revenues over expenses and cash flows from operations for the year ended March 31, 2024 and year ended March 31, 2023, current assets as at March 31, 2024 and March 31, 2023, and net assets as at April 1, 2023 and March 31, 2024 and April 1, 2022 and March 31 for 2023.

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 qualified 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.

1

BDO Canada LLP, a Canadian limited liability partnership, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.



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 to 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.

### 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 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 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 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 organization'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.

2

BDO Canada LLP, a Canadian limited liability partnership, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.



- 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.

*BDO Canada LLP*

Chartered Professional Accountants, Licensed Public Accountants

Guelph, Ontario  
July 3, 2024

BDO Canada LLP, a Canadian limited liability partnership, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

**Bennett Village  
Statement of Financial Position**

March 31	The Gallery Bennett Village (Pages 19 - 20)					2023 Total
	Long Term Care	Fundraising Restricted	Fundraising Unrestricted	Development Fund	2024 Total	
<b>Assets</b>						
<b>Current</b>						
Cash (Note 2)	\$ 2,063,368	\$ 287,712	\$ 30,610	\$ 213,885	\$ 736,027	\$ 3,331,602
Investments (Note 3)	-	649,179	-	-	-	2,162,818
Accounts receivable	295,813	27,540	-	-	45,715	368,568
Prepaid expenses	63,033	22,971	-	-	-	86,004
Interfund loans receivable (payable) (Note 10)	101,352	(6,688)	-	(55)	(94,609)	-
	2,523,566	980,714	30,610	213,830	686,533	4,435,353
Long-term investments (Note 3)	-	926,367	-	-	-	1,107,051
Capital Assets (Note 4)	121,065	-	-	-	3,045,979	3,167,044
	\$ 2,644,631	\$ 1,907,081	\$ 30,610	\$ 213,830	\$ 3,732,612	\$ 8,528,764
						\$ 8,188,730
<b>Liabilities and Fund Balances</b>						
<b>Current</b>						
Accounts payable and accrued liabilities	\$ 1,460,072	\$ 54,761	\$ -	\$ -	\$ 63,643	\$ 1,578,476
Due to Ministry of Long-Term Care (Note 7)	70,045	-	-	-	-	70,045
Deferred revenue (Note 6)	23,320	21,778	-	-	71,950	116,048
Due to Ministry of Long-Term Care (Note 8)	404,916	-	-	-	-	404,916
	1,957,303	76,539	-	-	135,593	2,169,435
<b>Net Assets</b>						
Invested in capital assets	121,065	-	-	-	3,045,979	3,167,044
Restricted funds (Note 5)	566,263	1,769,725	30,610	-	-	1,800,335
Unrestricted	687,328	1,830,542	30,610	213,830	3,597,019	6,304,059
	\$ 2,644,631	\$ 1,907,081	\$ 30,610	\$ 213,830	\$ 3,732,612	\$ 8,528,764
						\$ 8,188,730

Commitments (Note 11)  
Bill 124 (Note 15)

On behalf of the Board:

*[Signature]* Director

*[Signature]* Director

The accompanying notes are an integral part of these financial statements.

**Bennett Village  
Statement of Operations**

For the year ended March 31	The Gallery Bennett Village (Pages 19-20)				2024 Total	2023 Total
	Long Term Care	Fundraising Restricted	Fundraising Unrestricted	Development Fund		
<b>Revenue</b>						
Ministry of Long-Term Care (Note 12)	\$ 5,270,530	\$ -	\$ -	\$ -	\$ 5,270,530	\$ 4,884,333
Residents	1,702,468	-	-	-	1,702,468	1,613,521
Pflege Management	-	1,001,065	-	-	1,001,065	951,350
Life care unit resale commissions	110,071	54,845	-	357,900	522,816	343,080
Investment and other	-	-	4,036	30,943	34,979	124,896
Donations	-	-	31,284	-	31,284	35,032
	<b>7,083,069</b>	<b>1,055,910</b>	<b>35,320</b>	<b>388,843</b>	<b>8,563,142</b>	<b>7,952,212</b>
<b>Expenses</b>						
Nursing and personal care	4,403,336	-	-	-	4,403,336	3,901,046
Accommodation and other	1,964,765	918,570	7,010	376,893	3,267,238	3,050,177
Program and supportive services	405,740	-	-	-	405,740	367,572
Raw food	303,798	-	-	-	303,798	261,353
Life lease unit resale expenses	-	-	-	59,488	59,488	55,113
	<b>7,077,639</b>	<b>918,570</b>	<b>7,010</b>	<b>436,381</b>	<b>8,439,600</b>	<b>7,635,261</b>
<b>Excess (deficiency) of revenues over expenses before inadmissibles</b>	<b>5,430</b>	<b>137,340</b>	<b>28,310</b>	<b>(47,538)</b>	<b>123,542</b>	<b>316,951</b>
Inadmissibles	68,272	-	-	-	68,272	83,442
Amortization	-	-	-	-	-	-
<b>Excess (deficiency) of revenues over expenses</b>	<b>\$ (62,842)</b>	<b>\$ 137,340</b>	<b>\$ 28,310</b>	<b>\$ (47,538)</b>	<b>\$ 55,270</b>	<b>\$ 233,509</b>

The accompanying notes are an integral part of these financial statements.

**Bennett Village  
Statement of Changes in Net Assets**

For the year ended March 31	The Gallery Bennett Village (Pages 19-20)				2024 Total	2023 Total
	Long Term Care	Fundraising Restricted	Fundraising Unrestricted	Development Fund		
Net assets, beginning of the year	\$ 750,170	\$ 1,693,202	\$ 30,610	\$ 185,520	\$ 3,644,557	\$ 6,304,059
Excess (deficiency) of revenues over expenses	(62,842)	137,340	-	28,310	(47,538)	55,270
<b>Net assets, end of the year</b>	<b>\$ 687,328</b>	<b>\$ 1,830,542</b>	<b>\$ 30,610</b>	<b>\$ 213,830</b>	<b>\$ 3,597,019</b>	<b>\$ 6,359,329</b>
						<b>\$ 6,304,059</b>

The accompanying notes are an integral part of these financial statements.



**Bennett Village  
Statement of Cash Flows**

For the year ended March 31	2024	2023
<b>Cash flows from operating activities</b>		
Excess of revenues over expenses	\$ 55,270	\$ 233,509
Items not affecting cash:		
Amortization of capital assets	68,272	83,442
Accrued interest	(49,512)	(3,506)
Deferred capital contributions recognized	(5,332)	(22,471)
	<u>68,698</u>	<u>290,974</u>
Changes in non-cash working capital:		
Accounts receivable	99,160	(75,693)
Prepaid expenses	(46,760)	9,453
Accounts payable and accrued liabilities	456,932	246,968
Deferred contributions	37,693	-
Deferred revenue	(4,563)	62,002
Due to Ministry of Long-Term Care	(199,966)	161,144
	<u>411,194</u>	<u>744,848</u>
<b>Cash flows from investing activities</b>		
Purchase of capital assets	(758,517)	(710,166)
Purchase of investments	(205,892)	(1,322,499)
Maturity of investments	1,949,727	1,642,318
	<u>985,318</u>	<u>(390,347)</u>
<b>Net increase in cash</b>	<b>1,396,512</b>	<b>354,501</b>
Cash, beginning of the year	<u>1,935,090</u>	<u>1,580,589</u>
<b>Cash, end of the year</b>	<b>\$ 3,331,602</b>	<b>\$ 1,935,090</b>

The accompanying notes are an integral part of these financial statements.

7

**Bennett Village  
Notes to Financial Statements**

March 31, 2024

**1 . Significant Accounting Policies**

<b>Nature and Purpose of Organization</b>	<p>Bennett Village (the "organization") is a non-profit organization incorporated without share capital under the laws of Ontario. The organization's mission is to be a not-for-profit campus of care and living option that provides supports and services for older adults in Halton Hills. Bennett Village operates a permanently licensed long-term care facility under Long-Term Care Homes Act (2007).</p> <p>Bennett Village is also the developer and sponsor of The Gallery Bennett Village (the "Gallery"). The Gallery is a life lease housing development, whereby the buyer purchases a life lease interest, at market value, in both the property and their suite, similar to purchasing a home or condominium. They have exclusive use of their suite, shared use of all common areas and facilities, and many more benefits. When the buyer wishes to sell their life lease interest, they receive market value, less an administration fee. The Gallery is an important part of a long term plan to provide a continuum of care to seniors. The Gallery opened to residents during 2009.</p> <p>Bennett Village is a registered charity and, as such, is exempt from income tax and may issue income tax receipts to donors.</p>
<b>Basis of Accounting</b>	The financial statements have been prepared using Canadian accounting standards for not-for-profit organizations.
<b>Fund Accounting</b>	<p>Bennett Village applies fund accounting and follows the restricted fund method of accounting for contributions.</p> <p>The Long Term Care Division ("LTC") accounts for the organization's activities and the provision of long term care to its residents. This fund is the general fund of the organization. This fund reports revenues and expenses related to these activities, which include operating grants and other resources.</p> <p>The Gallery Bennett Village Division ("The Gallery") accounts for the unrestricted and internally restricted operations of the Gallery.</p> <p>The Fundraising Division ("Fundraising") accounts for the other activities of Bennett Village. One fund reports the externally restricted contributions and the other reports the unrestricted contributions.</p> <p>The Development Fund ("DF") accounts for the unrestricted and internally restricted commissions earned on resales of the life lease units. The fund is used to provide for development.</p>

8

**Bennett Village**  
**Notes to Financial Statements**

March 31, 2024

1. Significant Accounting Policies (continued)

**Employee Future Benefits** The organization participates in a multi-employer target benefit pension plan, however, sufficient information is not available to use defined benefit accounting. Therefore, the organization accounts for the plan as if it were a defined contribution plan, recognizing contributions as an expense in the year to which they relate.

The organization also participates in a multi-employer defined contribution pension plan for employees. The organization's pension costs are charged to operations as contributions are due. Contributions are a defined amount based upon a set percentage of salary.

**Revenue Recognition** The organization follows the restricted fund method of accounting for contributions.

Restricted contributions are recognized as revenue of the appropriate restricted fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. However, if no appropriate restricted fund is presented, then the restricted contribution is recognized as revenue of the LTC fund in the year in which the related expenses are incurred.

Unrestricted contributions, including grant revenue from the Ministry of Long-Term Care, are recognized as revenue of the LTC fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Contributions related to capital assets are deferred upon receipt and then are recognized into revenue in amounts equal to the amortization recognized during the year.

Resident, occupancy and property management fees are recognized in revenue when earned on a monthly basis and collection is reasonably assured.

Income earned on investments in The Gallery and DF is recorded in the corresponding fund in the period it is earned.

Life lease deposits are deferred upon receipt and then are recognized in revenue when the sale has been finalized and the commission has been earned.

Unrestricted and externally restricted donations and contributions are recognized in the appropriate Fundraising fund when received.

9

**Bennett Village**  
**Notes to Financial Statements**

March 31, 2024

1. Significant Accounting Policies (continued)

**Financial Instruments** Financial instruments are recorded at fair value at initial recognition.

In subsequent periods, equities traded in an active market and derivatives are reported at fair value, with any change in fair value reported in income. All other financial instruments are reported at cost or amortized cost less impairment. Transaction costs on the acquisition, sale or issue of financial instruments are expensed for those items measured at fair value and charged to the financial instrument for those measured at amortized cost.

Financial assets are tested for impairment when indicators of impairment exist. When a significant change in the expected timing or amount of the future cash flows of the financial asset is identified, the carrying amount of the financial asset is reduced and the amount of the write-down is recognized in net income. A previously recognized impairment loss may be reversed to the extent of the improvement, provided it is not greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously, and the amount of the reversal is recognized in net income.

**Capital Assets** Purchased capital assets are stated at cost less accumulated amortization. Contributed capital assets are recorded at fair value at the date of contribution. Amortization based on the estimated useful life of the asset is calculated as follows:

	Method	Rate
Equipment (LTC)	Straight-line	5 years
Furniture and fixtures (Gallery)	Straight-line	5 years
Leasehold improvements (LTC)	Straight-line	5 years

Amortization is not recognized or funded by the Ministry of Long-Term Care of the Province of Ontario.

Life lease assets, such as the Gallery building and related components, are not included in capital assets. Under a Life Lease arrangement, the sponsor initially develops the project and provides the necessary equity and financing, then sells the life lease interest to the life lease holders.

**Contributed Services** Volunteers contribute many hours per year to assist the organization in carrying out its activities. Due to the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

10

**Bennett Village  
Notes to Financial Statements**

**March 31, 2024**

**1. Significant Accounting Policies (continued)**

**Use of Estimates** The preparation of financial statements in accordance 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 at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Estimates included in the financial statements include accrued liabilities and amortization of capital assets. Actual results could differ from those estimates and may have impact on future periods.

**2. Cash**

The organization's bank accounts are held at one chartered bank and one credit union.

The organization has access to a revolving demand loan facility with the Royal Bank of Canada in the amount of \$200,000 bearing interest at the bank's prime lending rate plus 0.5% payable on demand and secured by a general security agreement.

The organization also has access to a revolving demand facility in the amount of \$20,000 by way of letters of credit or letters of guarantee.

As at March 31, 2024 and March 31, 2023, no amounts were drawn on these facilities.

**3. Investments**

The carrying amounts of investments are comprised of the following:

	2024	2023
Guaranteed investment certificates	\$ 1,135,315	\$ 2,903,714
High interest savings accounts	440,231	366,155
	1,575,546	3,269,869
Less: Short-term investments	(649,179)	(2,162,818)
Long-term investments	\$ 926,367	\$ 1,107,051

Guaranteed investment certificates bear interest rates between 1.30% to 4.61% (2023 - 1.30% to 5.0%) per annum and mature between August 2024 to March 2028 (2023 - June 2023 to March 2028).

11

**Bennett Village  
Notes to Financial Statements**

**March 31, 2024**

**4. Capital Assets**

	2024		2023	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Land improvements (DF)	\$ 3,045,979	\$ -	\$ 2,325,155	\$ -
Equipment (LTC)	1,127,278	1,006,213	1,089,585	938,193
Leasehold improvements (LTC)	140,050	140,050	140,050	139,798
Furniture and fixtures (Gallery)	16,803	16,803	16,803	16,803
	\$ 4,330,110	\$ 1,163,066	\$ 3,571,593	\$ 1,094,794
		\$ 3,167,044		\$ 2,476,799

Cost represents the amount of cash or cash equivalent paid upon purchase or if donated, the fair value determined upon donation.

During 2009, the organization transferred \$1,045,661 in land improvement costs from the Long Term Care Fund to the Development Fund. These land improvement costs related to the portion of undeveloped land which was partially serviced for future development.

Capital assets do not include the Gallery building and related components.

In 2023, the Bennett Village Board of Directors made the decision to put a parcel of unused land at the Gallery up for sale. The land in question was donated to the organization and therefore has no cost basis. As at March 31, 2024, the land was still held for sale.

12

**Bennett Village**  
**Notes to Financial Statements**

**March 31, 2024**

**5. Internally Restricted Funds**

*The Gallery Bennett Village*

In 2021, a reserve fund study was conducted by ChalEng.Corporation Consulting Engineers for the Gallery site.

In accordance with the Life Lease Occupancy Agreement, the organization is required to establish and maintain a reserve fund to provide sufficient funds for major repair and replacement of common areas and facilities of the Gallery. The organization shall hold the reserve fund in trust and maintain and invest it in accordance with the Trustee Act of Ontario. During the period, \$186,883 (2023 - \$232,686) of the reserve fund was used for these repairs.

In accordance with the reserve fund study, a contribution of \$236,870 (2023 - \$223,710) was made to the reserve fund for fiscal 2024.

**6. Deferred Revenue**

The balance of \$116,048 (2023 - \$120,611) represents \$22,320 (2023 - \$36,286) of deferred grant revenue which will be recognized when the related expenses are incurred, \$21,778 (2023 - 21,075) of rental revenue which will be recognized when earned and \$71,950 (2023 - \$63,250) of deposits on purchases of life lease interests which will be recognized at the date of closing in the next fiscal year. These amounts are recorded as a liability as they are unrecognized at year end.

	2024	2023
Beginning balance	\$ 120,611	\$ 58,609
Less: amounts recognized as revenue in the year	(120,611)	(33,500)
Add: amounts received related to a subsequent period	116,048	95,502
Ending balance	\$ 116,048	\$ 120,611

13

**Bennett Village**  
**Notes to Financial Statements**

**March 31, 2024**

**7. Deferred Contributions**

Deferred contributions related to capital assets represent the unamortized portion of contributed capital assets and restricted contributions used to purchase capital assets. The changes in the deferred contributions balance for the period are as follows:

	2024	2023
Beginning balance	\$ 37,684	\$ 60,155
Less: amounts recognized as revenue in the year	(5,332)	(22,471)
Add: amounts received related to a subsequent period	37,693	-
Ending balance	\$ 70,045	\$ 37,684

**8. Due to Ministry of Long-Term Care**

Due to Ministry of Long-Term Care represents fiscal 2019 to 2023 unspent funding that is due back to the Ministry.

14

---

**Bennett Village**  
**Notes to Financial Statements**

**March 31, 2024**

---

**9. Pension Plan**

**Pension Plan for Employees of Long Term Care Facilities**

The organization makes contributions to the Pension Plan for Employees of Long Term Care Facilities, which is a multi-employer plan, on behalf of members of its staff. The plan is a defined contribution pension plan that is available to all full-time and part-time management and registered nurses following completion of 90 days of employment. Contributions to the plan are based on matching of the participants' 4% contributions on regular earnings.

The amount contributed to the plan for 2024 was \$37,589 (2023 - \$36,891). The contributions were made for current service and these have been recognized in net income.

**Nursing Homes and Related Industries Pension Plan**

The organization makes contributions to the Nursing Homes and Related Industries Pension Plan, which is a multi-employer plan, on behalf of members of its staff. This plan is target benefit pension plan that is available to unionized employees who have completed 975 hours of service. Contributions to the plan are based on matching of the participants' 4% contributions on regular earnings. A target-benefit pension plan is designed by pension professionals to provide a certain targeted level of benefits, but because contributions are fixed by collective agreement, the level of benefits are not guaranteed. If the plan develops a funding shortfall, benefit levels for all members, including retired members, may be reduced. The plan is accounted for, however, as a defined contribution plan, as insufficient information is available to account for the plan as a target benefit plan. The organization is only one of a number of employers that participates in the plan and the financial information provided to the organization on the basis of the contractual agreements is usually insufficient to reliably measure the organization's proportionate share in the plan assets and liabilities under target benefit accounting requirements.

The amount contributed to the plan for 2024 was \$40,505 (2023 - \$44,903). The contributions were made for current service and these have been recognized in net income.

---

**10. Interfund Loans**

The loans between funds are non-interest bearing and have no set repayment terms.

---

15

---

**Bennett Village**  
**Notes to Financial Statements**

**March 31, 2024**

---

**11. Commitments**

The organization entered into a long term lease for the use of a portion of a Halton Healthcare Services Corporation's building and equipment. Annual rent payments of \$80,000 are required to be paid until the lease expires in 2034.

The minimum annual commitment payments over the next five years are as follows:

2025	\$	80,000
2026		80,000
2027		80,000
2028		80,000
2029		80,000
Thereafter		<u>423,507</u>
Total		<u>823,507</u>

---

**12. Economic Dependence**

The organization relies on the Ministry of Long Term Care (MOLTC) to provide the majority of its funding. During the year, 61.6% (2023 - 61.4%) of revenues were funded by the Ministry of Long Term Care.

---

16

---

**Bennett Village  
Notes to Financial Statements**

**March 31, 2024**

---

**13. Financial Instruments**

**Credit risk**

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The organization is exposed to credit risk resulting from the possibility that a customer or counterparty to a financial instrument defaults on their financial obligations. The organization's financial instruments that are exposed to concentrations of credit risk relate primarily to its accounts receivable and investments. The majority of the organization's receivables are from government sources and residents. The organization works to ensure it meets all eligibility criteria in order to qualify to receive the funding. There have not been any changes in the risk from the prior year.

**Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The organization is exposed to interest rate risk on its guaranteed investment certificates. There have not been any changes in the risk from the prior year.

**Liquidity risk**

Liquidity risk is the risk that the organization will encounter difficulty in meeting its obligations associated with financial liabilities. The organization's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient cash flows to fund its operations and to meet its liabilities when due, under both normal and stressed conditions. The organization maintains a portion of its invested assets in liquid securities. The organization also maintains certain credit facilities, which can be drawn upon as needed. The organization is exposed to this risk mainly in respect of its accounts payable, amounts due to the Ministry of Long-Term Care and commitments. There have not been any changes in the risk from the prior year.

---

17

---

**Bennett Village  
Notes to Financial Statements**

**March 31, 2024**

---

**14. COVID-19 Funding**

During the year, the organization received COVID-19 funding of \$131,600. Actual costs incurred amounted to \$131,600.

Funding	
MOLTC - COVID-19 Initiatives	<u>\$ 131,600</u>
Expenses	
Nursing direct care	<u>\$ 131,600</u>

---

**15. Bill 124**

Subsequent to the November 29, 2022 ruling by the Ontario Superior Court of Justice deeming Bill 124 "Protecting a Sustainable Public Sector for Future Generations Act, 2019" to be unconstitutional, employment agreements were undertaken with all impacted parties reflecting increases to compensation that had been previously restricted by Bill 124. As of March 31, 2024, all impacted periods have been settled with no outstanding amounts payable. All amounts paid as a result of this ruling have been reimbursed by the Provincial Government.

---

18

**Bennett Village**  
**Schedule of Revenue and Expenses for The Gallery**

For the year ended March 31	2024	2023
<b>Revenues</b>		
Occupancy fees	\$ 965,589	\$ 917,677
Other income	35,476	33,673
	1,001,065	951,350
<b>Expenditures</b>		
Utilities	260,840	271,627
Maintenance & contracts	164,941	150,450
Administration	136,572	125,207
Labour	118,212	109,934
Major repairs and replacement	186,883	232,686
Insurance	51,122	39,856
	918,570	929,760
Excess of revenues over expenditures from operations	82,495	21,590
Investment income	54,845	25,570
<b>Excess of revenues over expenditures</b>	<b>\$ 137,340</b>	<b>\$ 47,160</b>

19

**Bennett Village**  
**Schedule of Changes in Net Assets for The Gallery**

For the year ended March 31:	Unrestricted	Invested in Capital Assets	Reserve for Major Repairs & Replacement	2024 Total	2023 Total
Net assets, beginning of the year	\$ 28,309	\$ -	\$ 1,664,893	\$ 1,693,202	\$ 1,646,042
Excess (deficiency) of revenues over expenses	324,223	-	(186,883)	137,340	47,160
Transfers	(291,715)	-	291,715	-	-
<b>Net assets, end of the year</b>	<b>\$ 60,817</b>	<b>\$ -</b>	<b>\$ 1,769,725</b>	<b>\$ 1,830,542</b>	<b>\$ 1,693,202</b>

20