
Financial statements of Tropicana Community Services Organization

March 31, 2023

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Independent Auditor's Report

To the Members of
Tropicana Community Services Organization

Opinion

We have audited the financial statements of Tropicana Community Services Organization (the "Organization"), which comprise the balance sheet as at March 31, 2023, and the statements of revenue, expenses and changes in fund balances, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2023, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). 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 audit 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 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 GAAS 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 GAAS, 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.
- 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.

Deloitte LLP

Chartered Professional Accountants
Licensed Public Accountants
June 16, 2023

Tropicana Community Services Organization


Balance sheet

As at March 31, 2023

	Notes	2023 \$	2022 \$
Assets			
Current assets			
Cash and term deposits		3,020,191	1,528,330
Accounts and other receivables		35,332	7,935
Deposits and prepaid expenses		90,751	104,940
Amount due from funders	5	192,083	1,532,881
		3,338,357	3,174,086
Capital assets	3	5,123,395	5,262,228
		8,461,752	8,436,314
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities		1,274,427	3,074,497
Current portion of long-term debt	4	47,726	45,855
Deferred revenue	6	1,723,397	317,656
		3,045,550	3,438,008
Long-term debt	4	639,140	687,309
Deferred capital grants	7	2,963,458	2,184,038
		3,602,598	2,871,347
Fund balances			
Unrestricted	8	895,277	988,432
Restricted		518,612	651,946
Capital building fund	9	399,715	486,581
		1,813,604	2,126,959
		8,461,752	8,436,314

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

On behalf of the Board


Maurice Lewis (Jul 18, 2023 06:58 EDT)

Director



Director

Tropicana Community Services Organization
Statement of revenue, expenses and changes in fund balances
Year ended March 31, 2023

	Unrestricted		Restricted		Internally Restricted		2023 Total	2022 Total
	General	Day care	TEC	SBCCI	Total restricted	Capital Building Fund		
	\$	\$	\$	\$	\$	\$		
Revenue								
City of Toronto fees	—	905,884	—	—	905,884	—	905,884	471,198
City of Toronto grants	192,018	280,639	—	—	280,639	—	472,657	968,833
Provincial grants	941,264	—	4,970,262	—	4,970,262	—	5,911,526	6,244,843
Federal grants	56,107	—	125,000	8,461,752	8,586,752	—	8,642,859	5,858,572
United Way	551,540	—	—	—	—	—	551,540	553,351
Membership and donations	166,053	50,674	—	—	50,674	—	216,727	196,465
Parents fees/Fee for Service	37,000	143,114	—	—	143,114	—	180,114	87,167
Fund raising – general and others	86,459	—	18,499	—	18,499	—	104,958	151,657
Other income and expense recoveries	608,299	—	—	—	—	—	608,299	107,457
Interest income	53,428	—	—	—	—	—	53,428	8,168
Rental income	17,737	—	—	—	—	—	17,737	855
Amortization of deferred capital grants	58,424	—	—	—	—	—	58,424	49,471
	2,768,329	1,380,311	5,113,761	8,461,752	14,955,824	—	17,724,153	14,698,037
Expenses								
Advertising and promotion	165,932	2,120	113,460	117,317	232,897	—	398,829	253,249
Amortization	123,450	9,677	5,706	—	15,383	—	138,833	137,124
Equipment lease	14,769	—	13,796	3,490	17,286	—	32,055	38,643
Food	29,690	88,727	1,836	6,149	96,712	—	126,402	81,756
Insurance	21,210	14,169	18,341	5,043	37,553	—	58,763	48,168
Employment service reimbursement	—	—	1,697,680	—	1,697,680	—	1,697,680	1,775,091
Non-recoverable portion of								
Harmonized Sales Tax	38,739	9,672	23,479	16,511	49,662	—	88,401	70,217
Professional fees	473,099	65,190	199,764	109,025	373,979	—	847,078	444,595
Program supplies	67,547	43,247	—	1,800	45,047	—	112,594	131,589
Rent, utilities, renovations and cleaning	170,435	4,392	222,170	101,617	328,179	—	498,614	598,328
Salaries and benefits	2,098,866	1,208,844	2,144,682	430,562	3,784,088	—	5,882,954	5,594,830
Special projects	23,714	—	1,675	7,387,741	7,389,416	—	7,413,130	5,040,025
Stipend-YJC Program training	—	—	370,185	—	370,185	—	370,185	327,014
Stationery, office supplies and bank charges	181,320	30,146	56,884	49,059	136,089	—	317,409	359,860
Telephone	19,163	9,511	7,481	2,803	19,795	—	38,958	37,942
Travel	10,986	311	1,324	3,002	4,637	—	15,623	3,280
	3,438,920	1,486,006	4,878,463	8,234,119	14,598,588	—	18,037,508	14,941,711
Allocation – administration expenses	(490,570)	62,837	232,372	195,361	490,570	—	—	—
Adjusted total expenses	2,948,350	1,548,843	5,110,835	8,429,480	15,089,158	—	18,037,508	14,941,711
(Deficiency) excess of revenue over expenses	(180,021)	(168,532)	2,926	32,272	(133,334)	—	(313,355)	(243,674)
Interfund transfers	86,866	—	—	—	—	(86,866)	—	—
Fund balances, beginning of year	988,432	372,679	306,015	(26,748)	651,946	486,581	2,126,959	2,370,632
Fund balances, end of year	895,277	204,147	308,941	5,524	518,612	399,715	1,813,604	2,126,958

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

Tropicana Community Services Organization
Statement of revenue, expenses and changes in fund balances
Year ended March 31, 2022

	Unrestricted		Restricted		Total restricted	Internally	2022	2021
	General	Day care	TEC	SBCCI		Capital		
	\$	\$	\$	\$	\$	Building Fund	\$	Total
						\$		\$
Revenue								
City of Toronto fees	—	471,198	—	—	471,198	—	471,198	225,469
City of Toronto grants	184,287	784,546	—	—	784,546	—	968,833	962,418
Provincial grants	919,713	—	5,325,130	—	5,325,130	—	6,244,843	5,933,328
Federal grants	128,789	48,070	71,084	5,610,629	5,729,783	—	5,858,572	2,313,544
United Way	553,351	—	—	—	—	—	553,351	597,925
Membership and donations	145,984	50,481	—	—	50,481	—	196,465	443,663
Parents fees/Fee for Service	6,714	80,453	—	—	80,453	—	87,167	37,953
Fund raising – general and others	147,701	—	3,956	—	3,956	—	151,657	10,200
Other income and expense recoveries	106,199	—	1,258	—	1,258	—	107,457	75,800
Interest income	8,168	—	—	—	—	—	8,168	4,024
Rental income	855	—	—	—	—	—	855	—
Amortization of deferred capital grants	49,471	—	—	—	—	—	49,471	52,671
	2,251,232	1,434,748	5,401,428	5,610,629	12,446,805	—	14,698,037	10,656,995
Expenses								
Advertising and promotion	51,318	2,216	155,881	43,834	201,931	—	253,249	134,549
Amortization	128,284	984	7,856	—	8,840	—	137,124	146,989
Equipment lease	24,409	400	13,129	705	14,234	—	38,643	48,605
Food	27,055	52,096	1,109	1,496	54,701	—	81,756	41,205
Insurance	23,017	10,182	14,290	679	25,151	—	48,168	31,582
Employment service reimbursement	—	—	1,775,091	—	1,775,091	—	1,775,091	2,001,755
Non-recoverable portion of Harmonized Sales Tax	37,864	5,614	21,959	4,780	32,353	—	70,217	48,987
Professional fees	299,909	11,011	82,529	51,146	144,686	—	444,595	274,449
Program supplies	95,489	34,100	—	2,000	36,100	—	131,589	79,753
Rent, utilities, renovations and cleaning	377,308	1,969	215,474	3,577	221,020	—	598,328	298,792
Salaries and benefits	2,448,717	1,091,983	1,840,723	213,407	3,146,113	—	5,594,830	4,614,412
Special projects	64,427	—	1,141	4,974,457	4,975,598	—	5,040,025	928,221
Stipend-YJC Program training	—	—	327,014	—	327,014	—	327,014	383,588
Stationery, office supplies and bank charges	185,934	39,281	111,701	22,942	173,924	—	359,858	326,973
Telephone	23,805	7,650	6,069	418	14,137	—	37,942	31,193
Travel	2,777	184	319	—	503	—	3,280	4,214
	3,790,314	1,257,670	4,574,285	5,319,441	11,151,396	—	14,941,709	9,395,267
Allocation – administration expenses	(898,110)	100,349	483,918	313,843	898,110	—	—	—
Adjusted total expenses	2,892,204	1,358,019	5,058,203	5,633,284	12,049,506	—	14,941,709	9,395,267
(Deficiency) excess of revenue over expenses	(640,972)	76,729	343,225	(22,655)	397,299	—	(243,673)	1,261,728
Interfund transfers	(8,650)	—	—	—	—	8,650	—	—
Fund balances, beginning of year	1,638,054	295,950	(37,210)	(4,093)	254,647	477,931	2,370,632	1,108,904
Fund balances, end of year	988,432	372,679	306,015	(26,748)	651,946	486,581	2,126,959	2,370,632

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

Tropicana Community Services Organization

Statement of cash flows

Year ended March 31, 2023

	2023	2022
	\$	\$
Operating activities		
Deficiency of revenue over expenses	(313,355)	(243,673)
Items not affecting cash		
Amortization of deferred capital grant	(137,379)	(49,471)
Amortization of capital assets	138,833	137,124
	(311,901)	(156,020)
Changes in non cash working capital items		
Accounts and other receivables	(27,397)	(1,681)
Deposits and prepaid expenses	14,189	(45,816)
Amount due from funders	1,340,798	(1,562,075)
Accounts payable and accrued liabilities	(1,800,070)	1,539,849
Deferred revenue	1,405,741	(105,241)
	621,360	(330,984)
Investing activities		
Purchase of capital assets	—	(44,764)
Financing activities		
Capital grants received	916,799	—
Long-term debt	(46,298)	(38,516)
	870,501	(38,516)
Increase (decrease) in cash and term deposits	1,491,861	(414,264)
Cash and term deposits, beginning of year	1,528,330	1,942,594
Cash and term deposits, end of year	3,020,191	1,528,330
Cash and term deposits comprise the following		
Cash (bank overdraft)	1,820,191	328,330
Term deposits	1,200,000	1,200,000
	3,020,191	1,528,330
Supplementary cash flow information		
Interest paid	35,620	37,225

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

Tropicana Community Services Organization

Notes to the financial statements

March 31, 2023

1. Purpose of organization

Tropicana Community Services Organization (the "Organization") is a charitable organization providing culturally appropriate social services to individuals and organizations across Canada, focusing on the needs of youth and the Caribbean and Black communities.

Through the cooperative efforts of staff, volunteers and community partners, the Organization provides counseling and other support programs to have an enduring positive impact in building a healthier community, by enhancing self-reliance and self-worth.

The Organization is a charitable organization under the Income Tax Act and, therefore, is not subject to either Federal or Provincial income taxes.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for Not-for-Profit organizations, using the restricted method of recognizing restricted contributions, and reflect the following policies:

Cash and term deposits

The organization's policy is to present bank balances, including bank overdrafts when bank balances fluctuate frequently from being positive to overdrawn, and term deposits with a maturity period of three months or less from the date of acquisition under cash and cash equivalents. Term deposits relating to reserves that the organization cannot use for current transactions are also excluded from cash and cash equivalents.

Capital assets

Capital assets are recorded at cost and are amortized over their estimated useful lives at the following annual rates:

Buildings	Straight-basis over 50 years
Machinery and equipment	20% declining-balance
Computer equipment	33.33% declining-balance

Leasehold improvements are amortized on the straight-line basis over the term of the leases.

Revenue recognition

Restricted donations and grants are recognized as revenue of the appropriate restricted funds. All other restricted donations and grants for which no restricted funds have been established are deferred and recognized as revenue of the General Fund in the years in which the related expense are incurred. Unrestricted donations or grants are recognized as revenue of the General Fund.

Government subsidies are recognized as revenue when there is reasonable assurance that the Organization has complied with all the necessary conditions to obtain the subsidies.

Allocation of expenses

The Organization does not allocate administration expenses to functions; instead, it records such expenses in a separate account and then re-allocates the total to the various programs based on amounts allowed in the budget by the funders.

Tropicana Community Services Organization

Notes to the financial statements

March 31, 2023

2. Significant accounting policies (continued)

Fund balance

Upon completion of each program and subsequent final settlement with the primary funding agency, any remaining fund balance is transferred into the General Fund balance, or as contracted with the Funder, included in the appropriate restricted fund.

Donated services

The work of the Organization is dependent on the voluntary services of many members. Due to the difficulty of determining the fair value of these services, they are not recognized in these financial statements and no official receipts are therefore issued.

Financial instruments

Financial assets and financial liabilities are initially recognized at fair value when the Organization becomes a party to the contractual provisions of the financial instrument. Subsequently, all financial instruments are measured at amortized cost, except for term deposits. The Organization has elected to use the fair value option to measure term deposits, with any subsequent changes in fair value recorded in the Statement of revenue, expenses and changes in fund balances.

Deferred capital grants

Amounts received for the purchase of capital assets are recorded as deferred capital grants and are amortized at the same rate as the related capital assets.

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 and disclosure of contingent assets and liabilities at the reporting date, and the reported amounts of revenues and expenses for the reporting period. Actual results could differ from these estimates. These estimates are reviewed periodically and adjustments are made, as appropriate, in the statement of operations in the year they become known.

3. Capital assets

	Cost	Accumulated amortization	2023 Net book value	2022 Net book value
	\$	\$	\$	\$
Land	700,000	—	700,000	700,000
Building	5,329,423	1,020,339	4,309,084	4,416,353
Furniture and equipment	719,254	660,214	59,040	73,613
Computer equipment	829,111	815,637	13,475	20,016
Leasehold improvements	403,504	361,708	41,797	52,246
	7,981,293	2,857,898	5,123,395	5,262,228

The Organization purchased its own building on February 17, 2012. Amortization of the building commenced upon occupancy on July 1, 2013.

Tropicana Community Services Organization

Notes to the financial statements

March 31, 2023

3. Capital assets (continued)

The Ministry of Children and Youth Services (the "Ministry") agreed to assist the Organization by providing funds for the acquisition and renovation of the premises for use to operate the program approved by and/or funded by the Ministry. The amount contributed was \$2,000,000, of which \$700,000 was for the purchase of the land and was received and recorded in the Statement of changes in fund balances during the 2012 fiscal year. The remaining \$1,300,000 is included in deferred capital grant (Note 7).

4. Long-term debt

In March 2021, the Organization renewed a fixed rate loan agreement with Royal Bank of Canada. The principal amount of \$781,330 bears an annual interest of 3.18% for a 60-month term. The loan is repayable by consecutive monthly blended payments of \$5,739.94, including interest, based on a 169-month amortization. All outstanding principal and interest is payable in full at the end of the term.

As security, the bank has a first ranking interest in all personal property of the Organization and also has a first fixed charge on the land and building (Note 3).

Long-term debt consists of the following:

	2023	2022
	\$	\$
Principal amount outstanding	686,866	733,164
Less: current portion	47,726	45,855
Long-term portion	639,140	687,309

Interest paid for the year ended March 31, 2023, totaled \$22,582.01 (\$24,092 in 2022).

Principal repayments required in each of the next few years are as follows:

	\$
2024	47,726
2025	49,260
2026	50,849
2027	539,031
	686,866

5. Amount due from funders

Amounts due from funders represents the net funding that will be recovered from the funders in the next fiscal year.

Tropicana Community Services Organization

Notes to the financial statements

March 31, 2023

6. Deferred revenue

	2023	2022
	\$	\$
Daycare	49,718	49,718
Pre-apprenticeship	57,694	40,979
RBC Future Launch	93,427	153,173
SBCCI	1,282,035	—
Other programs	240,524	73,786
	1,723,397	317,656

The Organization administers certain projects under the terms of trustee agreements. Revenue is recognized for these projects to the extent of expenses incurred, with the unspent amounts included in deferred revenue.

7. Deferred capital grants

	2023	2022
	\$	\$
Ministry of Children and Youth Services	1,300,000	1,300,000
Federal Economic Development Agency	612,709	612,709
Ontario Trillium Foundation	681,553	546,553
Toronto Foundation	160,000	160,000
Employment and Social Development Canada	781,799	—
	3,536,061	2,619,262
Accumulated amortization	(572,603)	(435,224)
	2,963,458	2,184,038

8. Unrestricted fund

The unrestricted fund includes the Organizations net investment in capital assets and its unrestricted net assets as follows:

	2023	2022
	\$	\$
Investment in capital assets	1,473,071	2,345,025
Unrestricted net assets	(577,844)	(1,356,593)
	895,227	988,432

The Organizations investment in capital assets is comprised as follows:

	2023	2022
	\$	\$
Net book value of capital assets (Note 3)	5,123,395	5,262,227
Long-term debt (Note 4)	(686,866)	(733,164)
Deferred capital grants (Note 7)	(2,963,458)	(2,184,038)
	1,473,071	2,345,025

Tropicana Community Services Organization

Notes to the financial statements

March 31, 2023

9. Internally restricted fund

The internally restricted fund is made up of the Capital building fund that was established by the Board with the aim to record contributions, and record funds expended, towards the future repairs and maintenance of the building owned by the Organization. The Organization may not use these internally restricted amounts for any other purposes without Board approval.

10. Transfer Payment Annual Reconciliation ("TPAR")

The Organization has five Service Contracts/CFSA (Child and Family Services Act) Approvals with the Ministry of Community and Social Services and the Ministry of Children and Youth Services. The contracts require the completion of an annual program reconciliation report that summarizes by service, all revenues and expenses and identifies any resulting surplus or deficits.

These reports show the following services to be in surplus (deficit) position for the year ended March 31, 2023:

	V.A.W. (Counsel. Service) \$	(Perf. Mngt. Framework) \$	(Capacity Building) \$	C.A.C. (Transitional Support) \$	SNAP (Stop Now and Plan) \$	Mentoring Program \$	2023 Total \$	2022 Total \$
Revenue per TPAR	150,480	2,111	5,317	71,856	471,396	160,504	861,664	872,386
Expenses per TPAR	111,790	1,768	5,476	106,579	677,037	141,220	1,043,870	848,865
(Deficit) surplus per TPAR	38,690	343	(159)	(34,723)	(205,641)	19,284	(182,206)	23,521

11. Toronto Children's Services wage grants

The following grants received and expense amounts are included in the Daycare column amounts on the Statement of revenue, expenses and changes in fund balances.

	Wage subsidy \$	P.E. Prior 98 \$	P.E. 99-05 \$	Wage improvement funding \$	PWE \$	2023 Total \$	2022 Total \$
Deferred from prior years	(1)	—	—	—	—	—	—
Grants received Infant/Toddler					32,081	32,081	35,877
Pre-school/School Age					23,068	23,068	14,786
	(2)	—	—	—	55,149	55,149	50,663
Expense Infant/Toddler					32,081	32,081	35,877
Pre-school/School Age					23,068	23,068	14,786
	(3)	—	—	—	55,149	55,149	50,663
Wage subsidies returned to Children's Services this fiscal year	(4)	—	—	—	—	—	—
Wage subsidies deferred to future years							
(1) + (2) - (3) - (4)		—	—	—	—	—	—

Tropicana Community Services Organization

Notes to the financial statements

March 31, 2023

12. Guarantees and commitments

(i) Guarantees

In the normal course of business, the Organization enters into agreements that meet the definition of a guarantee. The Organization's primary guarantees subject to the disclosure requirements of AcG-14 are as follows:

- (a) The Organization has provided indemnities under lease agreements for the use of various operating facilities. Under the terms of these agreements the Organization agrees to indemnify the counterparties for various items including, but not limited to, all liabilities, loss, suits, and damages arising during, on or after the term of the agreement. The maximum amount of any potential future payment cannot be reasonably estimated.
- (b) Indemnity has been provided to all directors and or officers of the Organization for various items including, but not limited to, all costs to settle suits or actions due to association with the Organization, subject to certain restrictions. The Organization has purchased directors' and officers' liability insurance to mitigate the cost of any potential future suits or actions. The term of the indemnification is not explicitly defined, but is limited to the period over which the indemnified party served as a director or officer of the Organization. The maximum amount of any potential future payment cannot be reasonably estimated.
- (c) In the normal course of business, the Organization has entered into agreements that include indemnities in favour of third parties, such as purchase and sale agreements, confidentiality agreements, engagement letters with advisors and consultants, outsourcing agreements, leasing contracts, information technology agreements and service agreements. These indemnification agreements may require the Organization to compensate counterparties for losses incurred by the counterparties as a result of breaches in representation and regulations or as a consequence of the transaction.

The terms of these indemnities are not explicitly defined and the maximum amount of any potential reimbursement cannot be reasonably estimated.

The nature of these indemnification agreements prevents the Organization from making a reasonable estimate of the maximum exposure due to the difficulties in assessing the amount of liability, which stems from the unpredictability of future events and the unlimited coverage offered to counterparties. Historically, the Organization has not made any significant payments under such or similar indemnification agreements and therefore no amount has been accrued in the balance sheet with respect to these agreements.

(ii) Commitments

The Organization has the following minimum lease commitments under operating leases, the latest expiry date of which is September 30, 2025:

	\$
2024	87,957
2025	31,692
2026	10,219
	<u>129,868</u>

Tropicana Community Services Organization

Notes to the financial statements

March 31, 2023

13. Financial instruments

The Organization manages the risks associated with financial instruments as follows:

- Credit risk is the possibility that other parties may default on their financial obligations. The Organization manages its credit risk by renewing the allowance for potential credit losses on a regular basis.
- Interest rate risk is the risk that the fair value of financial instruments will fluctuate due to changes in market interest rates. The Organization manages this risk on investments by investing in short term investments, which limits exposure to this risk. The Organization's mortgage is at a fixed rate which allows the Organization to manage future cash flows.

14. Project classification

The Organization has several restricted and unrestricted projects to complete. The funds for restricted projects are to be used for those specific projects only. The following are programs carried out by the Organization during the year:

<u>Unrestricted</u>	<u>Program/Project</u>
Administration	Community Relations Resource Development Finance Human Resources Food & Toy Drive Harvest
Culturally Appropriate Counselling	Individual & Family Counselling Newcomer Settlement Program (Pay Equity) Violence Against Women Counselling Transition & Housing Support Success Through Aggression Replacement Training (Start) Women Empowering Women Support Group Stop Now and Plan (SNAP) Together We Can- Youth Mentorship
Youth	Rise to Achieve Defy Your Label
Education	Increase Your Success Tutoring Increase Your Success STEM Camp Tropicana – Summer & March Break
<u>Restricted</u>	<u>Program/Project</u>
Children of Tomorrow Day Care	Infant, Toddler, Preschool Full Day Kindergarten, School-Age
Tropicana Employment Centre (TEC)	Employment Service Youth Job Connection Youth Job Connection Summer Canada Ontario Job Grant Pre-Apprenticeship - Autobody & Collision Repair
Supporting Black Canadian Communities Initiative	Organization Capacity Building

Tropicana Community Services Organization

Notes to the financial statements

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15. Government subsidies

In the prior year, the Government of Canada announced the Canada Emergency Wage Subsidy ("CEWS") program under the COVID-19 Economic Response Plan for Canadian employers whose businesses were affected by the pandemic. The CEWS program provides a subsidy for eligible employees' wages based on the degree of revenue decline when measured against certain criteria. Accordingly, the Organization applied for the CEWS to the extent it met the requirements to receive the subsidy and recorded \$7,064 (\$237,131 in 2022) in government subsidies as additional revenue under Federal Grants in the statement of revenue, expenses and changes in fund balances.

Signature: 
Maurice Lewis (Jul 18, 2023 06:58 EDT)

Email: treasurer@bod-tcso.ca

Signature: 

Email: president@bod-tcso.ca










Tropicana Community Services Organization - 2023- 03-31 - FS - Final


Final Audit Report

2023-07-18


Created:	2023-07-17
By:	Anthony Grey (anthony.grey@dxecosystems.com)
Status:	Signed
Transaction ID:	CBJCHBCAABAAjTaTn6rFokJklk0mdz_fvIKhJGtgAswL

"Tropicana Community Services Organization - 2023- 03-31 - FS - Final" History

-  Document created by Anthony Grey (anthony.grey@dxecosystems.com)
2023-07-17 - 3:58:28 PM GMT- IP address: 70.54.102.141
-  Document emailed to treasurer@bod-tcso.ca for signature
2023-07-17 - 4:00:36 PM GMT
-  Email viewed by treasurer@bod-tcso.ca
2023-07-18 - 2:48:21 AM GMT- IP address: 142.113.244.135
-  Signer treasurer@bod-tcso.ca entered name at signing as Maurice Lewis
2023-07-18 - 10:58:21 AM GMT- IP address: 142.113.244.135
-  Maurice Lewis (treasurer@bod-tcso.ca) has explicitly agreed to the terms of use and to do business electronically with DxEcosystems Group
2023-07-18 - 10:58:23 AM GMT- IP address: 142.113.244.135
-  Document e-signed by Maurice Lewis (treasurer@bod-tcso.ca)
Signature Date: 2023-07-18 - 10:58:23 AM GMT - Time Source: server- IP address: 142.113.244.135
-  Document emailed to president@bod-tcso.ca for signature
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-  Signer president@bod-tcso.ca entered name at signing as Anthony Grey
2023-07-18 - 1:40:32 PM GMT- IP address: 70.54.102.141

 Anthony Grey (president@bod-tcso.ca) has explicitly agreed to the terms of use and to do business electronically with DxEcosystems Group

2023-07-18 - 1:40:34 PM GMT- IP address: 70.54.102.141

 Document e-signed by Anthony Grey (president@bod-tcso.ca)

Signature Date: 2023-07-18 - 1:40:34 PM GMT - Time Source: server- IP address: 70.54.102.141

 Agreement completed.

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