Self-Directed Personal Support Services Ontario
Financial Statements
For the period ended September 30, 2018

Contents

Independent Auditor's Report

To the Board of Directors of Self-Directed Personal Support Services Ontario

We have audited the accompanying financial statements of Self-Directed Personal Support Services Ontario, which comprise the statement of financial position as at September 30, 2018, and the statements of operations and net assets and cash flows for the period then ended, and 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.

Auditor's 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 the auditor's 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, the auditor considers 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 audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Self-Directed Personal Support Services Ontario as at September 30, 2018, and the results of its operations and its cash flows for the period then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Emphasis of Matter

We draw attention to note 1 of the financial statements which describes the change to the liquidation basis of accounting as a result of the Board of Directors intent to dissolve the organization. Our conclusion is not qualified in respect of this matter.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants

Barrie, Ontario
October 15, 2018

Self-Directed Personal Support Services Ontario
Statement of Financial Position

	September 30, 2018	March 31, 2018
Assets		
Current		
Cash (note 2)	$ 3,402,461	$ 2,831,841
Interest receivable	5,569	3,848
	$ 3,408,030	$ 2,835,689
Liabilities and Net Assets		
Current Liabilities		
Accounts payable and accrued liabilities	$ 121,336	$ 348,123
Government remittances payable	19,042	23,015
Due to Ministry of Health and Long-Term Care/LHIN (note 3)	3,267,652	2,464,551
	3,408,030	2,835,689
Net Assets	-	-
	$ 3,408,030	$ 2,835,689

On behalf of the Board:

Mad ______ Director ______ Director

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

Self-Directed Personal Support Services Ontario
Statement of Operations and Net Assets

	For the period April 1, 2018 to September 30, 2018	For the period August 11, 2017 to March 31, 2018
Revenues		
Ministry of Health and Long-Term Care/LHIN	$ 854,390	$ 435,449
Interest income	29,585	4,611
	883,975	440,060
Expenses		
Board expenses	7,578	7,803
Consulting fees	152,366	38,419
Memberships and licences	-	1,976
Miscellaneous	4,071	2,579
Professional fees	10,900	45,119
Purchased services	120,932	236,984
Recruitment	-	44,962
Salaries and benefits	582,103	62,218
Telephone	893	-
Website	5,132	-
	883,975	440,060
Excess of revenues over expenses for the period and net assets, end of the period	$ -	$ -

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

Self-Directed Personal Support Services Ontario
Statement of Cash Flows

	For the period April 1, 2018 to September 30, 2018	For the period August 11, 2017 to March 31, 2018
Cash flows from operating activities		
Excess of revenues over expenses for the period	$ -	$ -
Net changes in non-cash working capital balances		
Interest receivable	(1,721)	(3,848)
Government remittances payable	(3,973)	23,015
Accounts payable and accrued liabilities	(226,787)	348,123
Due to Ministry of Health and Long-Term Care/LHIN	803,101	2,464,551
Increase in cash during the period	570,620	2,831,841
Cash, beginning of the period	2,831,841	-
Cash, end of the period	$ 3,402,461	$ 2,831,841

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

1. Significant Accounting Policies

Nature and Purpose of Organization	Self-Directed Personal Support Services Ontario (the "organization") was incorporated August 11, 2017 without share capital under the laws of Ontario. The organization provides personal support services within the meaning of the Home Care and Community Services Act, 1994.
Basis of Accounting	The financial statements have been prepared using Canadian accounting standards for not-for-profit organizations except as noted below. On August 30, 2018, the Government of Ontario directed that Self-Directed Personal Support Services Ontario be dissolved. The Board of Directors subsequently passed a resolution to this effect. The organization has prepared a plan to distribute its net assets as part of its process. As a result, the organization has prepared its financial statements on the basis of the liquidation value of its assets and liabilities.
Revenue Recognition	The organization follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as revenue when received or receivable if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are recognized as revenue in the year in which the related expenses are recognized.
Financial Instruments	Financial Instruments are recorded at fair value when acquired or issued. In subsequent periods, equities traded in an active market and derivatives are reported at fair value, with any unrealized gains and losses reported in operations. In addition, all bonds and guaranteed investment certificates have been designated to be in the fair value category, with gains and losses reported in operations. All other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are expensed for those items remeasured at fair value at each statement of financial position date and charged to the financial instrument for those measured at amortized cost.

1. Significant Accounting Policies (continued)

Capital Assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution. Where fair value cannot be reasonably determined, contributed assets are recorded at a nominal amount.

Amortization is provided on capital assets based on the estimated useful life of the 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 at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. The principal estimates used in the preparation of these financial statements include the amounts due to the Ministry of Health and Long-Term Care/LHIN. Actual results could differ from management's best estimates as additional information becomes available in the future.

Income Taxes

The organization is not subject to federal or provincial income taxes pursuant to exemptions accorded to not-for-profit organizations in the income tax legislation.

2. Cash

The organization's bank account is held at a chartered bank. The bank account earns interest at a variable rate dependent on the monthly minimum balance.

3. Contingent Liability

The organization has entered into a funding agreement with the Ministry of Health and Long-Term Care/LHIN. The amount of funding provided to the organization is subject to review and approval by the Ministry. Funding for the April 1, 2018 to September 30, 2018 period has not been subject to this review process. As at September 30, 2018 an amount of $3,267,652 has been recorded as payable to the Ministry. Any adjustments required as a result of this review will be accounted for in the period of determination.

4. Financial Instruments

Liquidity risk

Liquidity risk is the risk that the organization will encounter difficulty in meeting its obligations associated with financial liabilities. Liquidity risk includes the risk that, as a result of operational liquidity requirements, the organization will not have sufficient funds to settle a transaction on the due date; will be forced to sell financial assets at a value, which is less than what they are worth; or may be unable to settle or recover a financial asset. The organization is exposed to this risk mainly in respect of its accounts payable and accrued liabilities, government remittances payable and amounts due to the Ministry of Health and Long-Term Care.

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Independent Auditor's Report on Annual Reconciliation Report

To the Board of Directors of Self-Directed Personal Support Services Ontario:

We have audited the accompanying schedules (ARRFin1 and ARRFin3) (the "Schedules") of the Annual Reconciliation Report of Self-Directed Personal Support Services Ontario for the period ended March 31, 2018. The Schedules have been prepared by management based on the financial reporting provisions in the guidelines in Chapters 3 and 4 of the Ontario Healthcare Reporting Standards and the Community Financial Policy (2016) issued by the Ministry of Health and Long-term Care.

Management's Responsibility for the Schedules

Management is responsible for the preparation of the Schedules in accordance with financial reporting provisions in the guidelines in Chapters 3 and 4 of the Ontario Healthcare Reporting Standards and the Community Financial Policy (2016) issued by the Ministry of Health and Long-Term Care, and for such internal control as management determines necessary to enable the preparation of the Schedules that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Schedules 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 Schedules are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Schedules. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Schedules, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Schedules 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 Schedules.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the Schedules of the Annual Reconciliation Report of Self-Directed Personal Support Services Ontario for the period ended March 31, 2018 are prepared, in all material respects, in accordance with financial reporting provisions in the guidelines in Chapters 3 and 4 of the Ontario Healthcare Reporting Standards and the Community Financial Policy (2016) issued by the Ministry of Health and Long-Term Care.

Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention to the Summary of Significant Accounting Policies, which describes the basis of accounting. The Schedules are prepared to assist Self-Directed Personal Support Services Ontario to meet with the financial reporting requirements of the Ministry of Health and Long-Term Care referred to above. As a result, the Schedules may not be suitable for another purpose. Our report is intended solely for Self-Directed Personal Support Services Ontario and the Ministry of Health and Long-Term Care and should not be distributed to or used by parties other than Self-Directed Personal Support Service Ontario or the Ministry of Health and Long-Term Care.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants

Barrie, Ontario
October 2, 2018