THE GEORGE HULL CENTRE
FOR CHILDREN AND FAMILIES
FINANCIAL STATEMENTS
MARCH 31, 2023

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES

MARCH 31, 2023

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Peters Brown LLP
Chartered Professional Accountants
Since 1917

INDEPENDENT AUDITOR'S REPORT

To the Trustees of
The George Hull Centre for Children and Families

Opinion

We have audited the financial statements of The George Hull Centre for Children and Families, (the Centre) which comprise the statement of financial position as at March 31, 2023 and the statements of operations and changes to fund balance and statement of cash flows for the year ending March 31, 2023, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

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 Centre 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 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 ASNFPO 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 Centre'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 Centre or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Centre'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 Centre'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 Centre'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 Centre 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Peters Brown LLP

LICENSED PUBLIC ACCOUNTANTS

Etobicoke, Ontario
July 6, 2023

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2023

	2023	2022
ASSETS		
CURRENT ASSETS		
Cash	$ 1,360,015	$ 974,465
Accounts receivable	195,782	384,915
Accounts receivable – related (Note 3)	34,663	-
Prepaid expenses and deposits	99,132	111,163
	$ 1,689,592	$ 1,470,543
TANGIBLE CAPITAL ASSETS (Note 4)	$ 4,201,763	$ 4,244,917
	$ 5,891,355	$ 5,715,460
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	$ 1,028,401	$ 880,573
Accounts payable - related (Note 3)	-	123,219
Government remittances payable	116,911	100,970
Deferred contributions (Note 6)	1,025,469	743,864
Deferred contributions related to capital assets (Note 7)	156,638	136,930
	$ 2,327,419	$ 1,985,556
LONG-TERM LIABILITIES		
Deferred contributions related to capital assets - net of current portion (Note 7)	$ 2,490,702	$ 2,597,333
	$ 4,818,121	$ 4,582,889
NET ASSETS		
FUND BALANCES		
Unrestricted	$(247,860)	$(197,996)
Externally restricted	1,321,094	1,330,567
	$ 1,073,234	$ 1,132,571
	$ 5,891,355	$ 5,715,460

Approved on behalf of the Board of Directors

Anne Tauber – Anne Tauber
DIRECTOR

BF – Brad Fedosoff
DIRECTOR

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2023

	2023	2022
REVENUE		
Government funding	$ 11,013,229	$ 10,828,428
Other funding and income	1,063,587	973,479
Expense recoveries	7,208	3,066
Donations (Note 11)	1,335,493	263,426
	$ 13,419,517	$ 12,068,399
EXPENSES		
Staff Compensation	$ 10,528,253	$ 9,613,785
Transportation and Communication	86,851	68,665
Occupancy costs	768,322	825,282
Staff development	322,785	285,981
Community Awareness	37,803	97,560
Repairs and maintenance	396,817	300,663
Professional services	263,737	228,063
Purchased client services	630,288	494,444
Insurance	83,111	72,819
Other supplies and equipment	114,412	177,070
Amortization	239,259	243,893
	$ 13,471,638	$ 12,408,225
DEFICIENCY OF REVENUE OVER EXPENSES	$(52,121)	$(339,826)

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES

STATEMENT OF CHANGES IN FUND BALANCE

FOR THE YEAR ENDED MARCH 31, 2023

	Unrestricted	Externally Restricted	Total 2023	Total 2022
Balance, beginning of the year	$(197,996)	$ 1,330,567	$ 1,132,571	$(555,282)
Deficiency of revenue over expenses	(25,236)	(26,885)	(52,121)	(339,826)
Transfer DCO surplus to other agency		(7,216)	(7,216)	-
Adjustment to investment in tangible capital assets	(24,628)	24,628	-	-
Contribution of land	-	-	-	26,597
Pension liability re-measurement gain		-	-	3,737,481
Pension asset valuation allowance	-	-	-	(1,736,399)
Balance, end of the year	$(247,860)	$ 1,321,094	$ 1,073,234	$ 1,132,571

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES
SCHEDULE OF OPERATIONS BY PROGRAM
FOR THE YEAR ENDED MARCH 31, 2023

	Treatment	Family Group Conferencing	EarlyON	Institute	Every Child Belongs
REVENUE					
Government funding	$ 7,220,906	$ 540,592	$ 1,211,129	$ -	$ 193,250
Other funding and income	281,601	22,800	55,900	166,164	1,701
Expense recoveries	7,208	-	-	-	-
Donations	405,833	15,067	-	659,371	6,988
	$ 7,915,548	$ 578,459	$ 1,267,029	$ 825,535	$ 201,939
EXPENSES					
Compensation	$ 5,825,564	$ 500,636	$ 1,024,925	$ 646,496	$ 185,078
Transportation and Communication	58,290	3,545	8,719	1,481	4,517
Occupancy costs	454,592	11,690	129,446	-	4,803
Staff development	160,680	5,125	2,646	132,185	436
Community Awareness	32,042	90	1,419	4,056	-
Repairs and maintenance	295,058	2,255	27,587	11,940	4,467
Professional services	253,417	3,000	-	-	1,320
Purchased client services	469,722	47,436	23,401	21,165	63
Insurance	69,211	-	5,000	-	900
Other supplies and equipment	70,169	4,682	27,980	4,524	355
Amortization	239,259	-	-	-	-
	$ 7,928,004	$ 578,459	$ 1,251,123	$ 821,847	$ 201,939
(DEFICIENCY) EXCESS OF REVENUE OVER EXPENSES	$(12,456)	$ -	$ 15,906	$ 3,688	$ -

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES
SCHEDULE OF OPERATIONS BY PROGRAM
FOR THE YEAR ENDED MARCH 31, 2023

	Journey 2 Zero	Diversity	Etobicoke Brighter Futures Coalition	Early Abilities	Total 2023	Total 2022
REVENUE						
Government funding	$ -	$ -	$ 187,560	$ 1,659,792	$ 11,013,229	$ 10,828,428
Other funding and income	380,516	-	78,108	76,797	1,063,587	973,479
Expense recoveries	-	-	-	-	7,208	3,066
Donations	-	157,176	-	91,058	1,335,493	263,426
	$ 380,516	$ 157,176	$ 265,668	$ 1,827,647	$ 13,419,517	$ 12,068,399
EXPENSES						
Compensation	$ 379,391	$ 133,747	$ 247,067	$ 1,585,349	$ 10,528,253	$ 9,613,785
Transportation and Communication	221	1,081	723	8,274	86,851	68,666
Occupancy costs	-	-	5,803	161,988	768,322	825,282
Staff development	-	16,170	611	4,932	322,785	285,981
Community Awareness	-	78	45	73	37,803	97,560
Repairs and maintenance	-	3,033	656	51,821	396,817	300,663
Professional services	-	-		6,000	263,737	228,063
Purchased client services	904	2,963	61,839	2,795	630,288	494,444
Insurance	-	-		8,000	83,111	72,819
Other supplies and equipment	-	104	1,136	5,462	114,412	177,070
Amortization	-	-	-	-	239,259	243,893
	$ 380,516	$ 157,176	$ 317,880	$ 1,834,694	$ 13,471,638	$ 12,408,225
(DEFICIENCY) EXCESS OF REVENUE OVER EXPENSES	$ -	$ -	$(52,212)	$(7,047)	$(52,121)	$(339,826)

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED MARCH 31, 2023

	2023	2022
CASH FLOWS FROM OPERATIONS		
Deficiency of revenue over expenditure	$(52,121)	$(339,826)
Items not requiring an outlay of cash:		
Amortization	239,259	243,893
Net benefit plan expense	-	88,225
	$ 187,138	$(7,708)
Changes in non-cash working capital		
Accounts receivable	$ 189,133	$ 14,451
Accounts receivable/payable - related	(157,882)	499,920
Prepaid expenses and deposits	12,031	3,975
Accounts payable and accrued liabilities	147,828	(383,873)
Government remittances payable	15,941	65,448
Deferred contributions	281,605	93,424
Deferred contributions related to capital assets	(86,923)	(136,930)
	$ 401,733	$ 156,415
	$ 588,871	$ 148,707
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of tangible capital assets	$(196,105)	$(224,854)
CASH FLOW FROM FINANCING ACTIVITIES		
Transfer of DCO surplus	$(7,216)	$ -
Pension payable	-	(2,001,082)
Pension liability re-measurement gain	-	3,737,481
Pension asset valuation allowance	-	(1,736,399)
Land transactions affecting net assets	-	26,597
	$(7,216)	$ 26,597
INCREASE (DECREASE) IN CASH	$ 385,550	$(49,550)
CASH - beginning of year	974,465	1,024,015
	$ 1,360,015	$ 974,465

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

The George Hull Centre for Children and Families (the "Centre") is a comprehensive children's mental health centre, serving children from birth through age 18, and their families. The Centre is incorporated under the Ontario Corporations Act as a not-for-profit organization and is a registered charity under the Income Tax Act. Accordingly, there is no provision for corporate income taxes as the Centre is exempt from paying tax under Sec. 149(1)(l) of The Income Tax Act.

In accounting for its activity during the period, the Centre adhered to the following accounting policies:

Revenue Recognition

The Centre follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Restricted contributions are deferred until related expenses are recognized.

Fund Accounting

Revenue and expenses related to program delivery where income is generated from operations or where funders do not require the refund of surpluses are reported in the Unrestricted Fund. Amounts related to tangible capital assets, including the recognition of deferred capital contributions and the amortization of assets, are also reported in the Unrestricted Fund.

Revenue and expenses related to program delivery where funders have placed restrictions on the use of the funds and require the refund of any surpluses are reported in the Externally Restricted Fund.

Financial Instruments

Financial assets and financial liabilities are initially recognized at fair value and subsequently measured at amortized cost.

Tangible Capital Assets

Purchased tangible capital assets are recorded at cost. Contributed tangible capital assets are recorded at fair value at the date of contribution. Amortization is provided on a straight-line basis over their estimated useful lives as follows:

Buildings	40 years
Furniture and fixtures	5 years
Computer equipment	3 years
Computer software	5 years
Vehicles	5 years
Leasehold improvements	5 - 20 years

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

NOTE 1 **SIGNIFICANT ACCOUNTING POLICIES** - continued

Impairment of Long-lived Assets

The Centre monitors the recoverability of long-lived assets, including land, buildings, furniture and fixtures, computer equipment and software and leasehold/building improvements. In the event that facts and circumstances indicate that the Centre's long-lived assets may be impaired, an evaluation of recoverability is performed. Such an evaluation entails comparing the estimated future undiscounted cash flows associated with the asset to the asset's carrying amount to determine if a write down to market value is required. The Centre has determined that there were no impairments of long-lived assets at March 31, 2023.

Management Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Management believes that the estimates utilized in preparing its financial statements are reasonable and prudent. Actual results could differ from those estimates.

NOTE 2 **FINANCIAL INSTRUMENTS**

Financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. As at March 31, 2023, there were no significant differences between their carrying values and their estimated market values due to their immediate or short-term nature.

The Centre's financial instruments expose the Centre to certain risks. These risks are defined as follows:

Credit risk

Credit risk is the risk of loss arising from the failure of a counter party to fully honour its financial obligations with the Centre.

It is the opinion of management that the Centre is not exposed to any significant credit risk.

Liquidity risk

Liquidity risk is the risk of not being able to meet the Centre's cost requirements in a timely and cost-effective manner.

Management considers liquidity risk to be minimal or not significant.

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

NOTE 3 ACCOUNTS RECEIVABLE - RELATED

The balance of $34,663 (2022 - $123,219 payable) represents donations receivable net of advances made by The George Hull Centre Foundation.

NOTE 4 TANGIBLE CAPITAL ASSETS

The Centre's tangible capital assets as at March 31, 2023 were comprised of:

	Cost	Accumulated Amortization	2023 Net	2022 Net
Land	$ 1,279,597	$ -	$ 1,279,597	$ 1,279,597
Buildings	1,457,508	191,150	1,266,358	1,302,796
Furniture and fixtures	171,608	154,179	17,429	21,712
Computer equipment	512,586	307,751	204,835	136,352
Computer software	22,035	22,035	-	2,203
Vehicles	41,109	12,333	28,776	36,998
Leasehold and building improvements	2,267,000	862,232	1,404,768	1,465,259
	$ 5,751,443	$ 1,549,680	$ 4,201,763	$ 4,244,917

Land and buildings consist of properties housing certain operations of the Centre. Although title is registered in the name of the Centre, the property was purchased with funding from the provincial government where the province retains control over any change of use, alteration, or disposition of this property.

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2023

NOTE 5 THE GEORGE HULL CENTRE FOUNDATION

The Centre controls The George Hull Centre Foundation (the "Foundation"). The Foundation was primarily established to raise funds for the use of the Centre. The Foundation is incorporated under the Ontario Corporations Act as a not-for-profit organization and is a registered Charity under the Income Tax Act.

The Foundation has not been consolidated with the Centre's financial statements. Financial statements of the Foundation are available on request. A financial summary of the Foundation for the years ended March 31, 2023 and 2022 is as follows:

	2023	2022
Financial position		
Total assets	$ 4,659,498	$ 3,795,088
Total liabilities	$ 1,358,575	$ 6,503
Total net assets	3,300,923	3,788,585
	$ 4,659,498	$ 3,795,088
Results of operations		
Total revenue	$ 1,126,647	$ 1,449,254
Total expenditures	1,614,309	550,580
(Deficiency) excess of revenue over expenditures	$(487,662)	$ 898,674

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

NOTE 6 DEFERRED CONTRIBUTIONS – OPERATING FUND

Deferred contributions represent funds received that are related to subsequent periods. The change in the deferred contributions balance for the year is as follows:

	2023	2022
Beginning balance	$ 743,864	$ 650,440
Add: Amounts received for the following year		
EarlyON Child & Family Centres	$ 399,069	$ 315,456
Journey 2 Zero	364,335	106,049
Special Needs Resourcing	50,377	51,002
Family Therapy Training Program Funds	24,000	24,490
Family Group Conferencing - Provincial Project	22,003	5,300
Preceptor Funds	10,121	8,367
Etobicoke Brighter Futures Coalition	-	7,115
Toronto Speech and Language	-	3,820
Received as recovery of future expenses	-	55
	$ 869,905	$ 521,654
Deduct: Amounts recognized as revenue in current year for		
EarlyON Child & Family Centres	$(321,226)	$(321,870)
Journey 2 Zero	(105,000)	(2,386)
Toronto Speech and Language	(76,027)	-
Special Needs Resourcing	(53,135)	(53,857)
Family Therapy Training Program Funds	(24,490)	-
Preceptor Funds	(8,367)	(10,903)
Received as recovery of future expenses	(55)	-
Family Group Conferencing - Training Resource	-	(34,900)
Etobicoke Brighter Futures Coalition	-	(3,590)
YouthLink Conference	-	(724)
	$(588,300)	$(428,230)
Ending balance	$ 1,025,469	$ 743,864

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

NOTE 6 DEFERRED CONTRIBUTIONS – OPERATING FUND - continued

Deferred balance comprises the following:

	2023	2022
EarlyON Child & Family Centres	$ 475,101	$ 397,258
Journey 2 Zero	365,384	106,049
Family Group Conferencing - Provincial Project	62,198	40,195
Special Needs Resourcing	49,945	52,703
Etobicoke Brighter Futures Coalition	36,021	36,021
Family Therapy Training Program Funds	24,000	24,490
Preceptor Funds	10,121	8,367
Family Group Conferencing - Training Resource	2,699	2,699
Toronto Speech & Language	-	76,027
Received as recovery of future expenses	-	55
	$ 1,025,469	$ 743,864

NOTE 7 DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS

The change in the deferred contributions balance related to capital assets for the period is as follows:

	2023	2022
Beginning balance	$ 2,734,263	$ 2,871,193
Add: Contributions received		
Funding for computer equipment	$ 50,025	$ -
Building improvements - Islington Ave	10,000	-
Leasehold improvements – East Mall	9,000	-
	$ 69,025	$ -
Deduct: Amounts recognized in current year		
Amortization taken - East Mall	$(72,741)	$(72,436)
Amortization taken - Islington Ave	(21,980)	(21,480)
Amortization taken – Computer equipment	(18,213)	-
Leasehold inducements deducted against rent expense - East Mall	(17,844)	(17,844)
Amortization taken - Libby's Place	(14,293)	(14,293)
Amortization taken - Ronson Drive	(7,127)	(7,127)
Amortization taken - Queens Plate	(3,750)	(3,750)
	$(155,948)	$(136,930)
Ending balance	$ 2,647,340	$ 2,734,263

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

NOTE 7 DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS - continued

The ending balance is comprised of:

	2023	2022
Leasehold improvements - East Mall	$ 1,041,837	$ 1,105,578
Islington Ave building purchase & improvements	814,986	826,966
Libby's Place building purchase	435,937	450,230
Leasehold inducements - East Mall	254,196	272,040
Leasehold improvements - Ronson Drive	49,197	56,324
Funding for computer equipment	31,812	-
Leasehold improvements - Queens Plate	19,375	23,125
Ending balance	$ 2,647,340	$ 2,734,263
Less: current portion	(156,638)	(136,930)
	$ 2,490,702	$ 2,597,333

Deferred contributions related to capital assets as listed above are comprised of the following:

- amounts received towards the completion of leasehold improvements made to office space on The East Mall, for which the lease commenced January 1, 2014 to be recognized as revenue to the same extent that amortization of the leasehold improvements is expensed over the remaining term of the lease currently extended through 2027; additional amounts were received in the prior year and the current year for amendments to the lease as additional space was occupied;

- amounts used to purchase a property on Islington Avenue, to house the Intensive In-Home Services program, together with subsequent improvements to the property, for which revenue is to be recognized to the same extent that amortization is expensed, being over a forty-year amortization period for the building and a ten-year amortization period for the building improvements;

- amounts received for the purchase of a building to house the operations of Libby's Place, to be recognized as revenue to the same extent that amortization of the building is expensed over the forty-year amortization period;

- leasehold inducements received under the lease for office space on The East Mall commencing January 1, 2014 to be amortized over the fifteen-year term of the lease;

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

NOTE 7 DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS - continued

- amounts received towards the completion of leasehold improvements made to office space on Ronson Drive, for which the lease commenced September 1, 2019 to be recognized as revenue to the same extent that amortization of the leasehold improvements is expensed over the remaining term of the ten year lease;

- amounts received for the purchase of computer equipment and other technology used in the Treatment and EarlyON programs, to be recognized as revenue to the same extent that amortization of the equipment is expensed over the three-year amortization period; and

- amounts received towards the completion of leasehold improvements made to office space on Queens Plate Drive, for which the lease commenced June 1, 2019 to be recognized as revenue to the same extent that amortization of the leasehold improvements is expensed over the remaining term of the ten year lease.

NOTE 8 PENSION PLAN

In the prior year, the Centre merged their own defined benefit plan with the multi-employer defined plan, the Colleges of Applied Arts and Technology Pension Plan ("the CAAT plan"),. As of July 1, 2021, employer and employee pension contributions were paid into the CAAT plan, even as regulatory approval and the transfer of plan assets remained pending. The merger was completed in the current year with the final transfer of pension assets. Estimated transitional contributions and expenses incorporated in the merger agreement produced a variance of $11,635 from actual, in the Centre's favour, which was credited against regular contributions.

Contributions to the CAAT plan in the year were as follows:

	2023	2022 (9 months)
Employer contributions	$ 455,141	$ 312,700
Employee contributions	455,141	312,699
	$ 910,282	$ 625,399

NOTE 9 RESTRICTED CONTRIBUTIONS - LAND

Restricted contributions were received in fiscal 2014 from the Ministry of Children and Youth Services for the purchase of residential properties to house the operations of Boys' House and Libby's Place. The portion allocated to the purchased land was recognized as a direct increase in the restricted fund balance. Following the sale of Boys' House in fiscal 2020, the Centre received Ministry approval to purchase 2670 Islington Avenue property in fiscal 2021 and the value of its land was recognized as a direct increase of the restricted fund balance.

	2023	2022
Opening balance	$ 1,279,597	$ 1,253,000
Adjustment for HST on purchase	-	26,597
Closing balance	$ 1,279,597	$ 1,279,597

Although title to the properties initially purchased with provincial funding has been registered in the name of the Centre, the province retains control over any change of use, alteration or disposition of said properties.

NOTE 10 COMMITMENTS

The Centre has entered into leases for premises situated at the following locations: 81 The East Mall, expiring December 31, 2037; 135 Queen's Plate Drive expiring May 31, 2028; and 200 Ronson Drive, expiring April 30, 2029. Minimum payments under these agreements are:

Year ending	Amount
March 31, 2024	$ 576,664
2025	491,527
2026	613,579
2027	613,924
2028	615,650
	$ 2,911,344
Remainder of term	5,670,370
	$ 8,581,714

Above amounts are comprised of base annual rents plus estimated operating expenses.

THE GEORGE HULL CENTRE FOR CHILDREN AND FAMILIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

NOTE 11 RELATED PARTY TRANSACTIONS

Donations reported in the statement of operations are from The George Hull Centre Foundation, which receives donations and conducts fundraising on behalf of the Centre. The George Hull Centre for Children and Families controls The George Hull Centre Foundation.

NOTE 12 SUBSEQUENT EVENTS

On March 6, 2023, the George Hull Centre for Children and Families ("the Centre") entered into an amalgamation agreement with Central Toronto Youth Services ("CTYS") to amalgamate the two organizations to form one corporation. Effective October 1, 2023, CTYS and the Centre will be amalgamated and will continue to operate under one corporation.