

CHOICES Association Inc.
Financial Statements
For the year ended March 31, 2020

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For the year ended March 31, 2020

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Independent Auditor's Report

To the Directors of CHOICES Association Inc.

Opinion

We have audited the financial statements of CHOICES Association Inc. (the "Association"), which comprise the statement of financial position as at March 31, 2020, and the statements of changes in net assets, revenue and expenses and cash flow for the year then ended, 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 Association as at March 31, 2020, and its results of operations and its cash flows for the year then ended in accordance with the financial reporting provisions of the Program Guidelines of the Ministry of Community and Social Services as described in Note 1.

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 Association 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.

Emphasis of Matter

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist the Association to comply with the financial reporting provisions of the Ministry of Community and Social Services. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Association and the Ministry of Community and Social Services and should not be distributed to or used by parties other than the Association or the Ministry of Community and Social Services.

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 the financial reporting provisions of the Program Guidelines of the Ministry of Community and Social Services as described in Note 1, 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 Association'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 Association or to cease operations, or has no realistic alternative but to do so.

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

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants
Burlington, Ontario
June 29, 2020

CHOICES Association Inc.
Statement of Financial Position

March 31 **2020** **2019**

Assets

Current

Cash	\$ 1,019,193	\$ 973,708
Accounts receivable	102,341	91,240
Prepaid expenses	40,476	22,773
HST receivable	361,210	182,955

1,523,220 **1,270,676**

Capital assets (Note 2)

2,276,930 **2,386,435**

Cash - restricted (Note 3)

54,841 **52,093**

\$ 3,854,991 **\$ 3,709,204**

Liabilities and Net Assets

Current

Accounts payable and accrued liabilities (Note 6)	\$ 1,703,953	\$ 1,443,117
Current portion of long-term debt (Note 4)	83,923	509,287
Ministry of Housing capital reserve (Note 3)	54,841	52,093

1,842,717 **2,004,497**

Long-term debt (Note 4)

478,558 **137,520**

2,321,275 **2,142,017**

Net assets

Net assets in Nevada lottery fund	8,319	8,319
Net assets internally restricted reserve fund (Note 5)	123,000	123,000
Net assets in operating fund	1,402,397	1,435,868

1,533,716 **1,567,187**

\$ 3,854,991 **\$ 3,709,204**

On behalf of the Board:

Katie (Catherine) Carr Director

 Director

**CHOICES Association Inc.
Statement of Changes in Net Assets**

For the year ended March 31	Nevada Lottery Fund	Internally Restricted Reserve Fund	Operating Fund	2020	2019
Net assets, beginning of year	\$ 8,319	\$ 123,000	\$ 1,435,868	\$ 1,567,187	\$ 1,620,922
Deficiency of revenue over expenses for the year	-	-	(33,471)	(33,471)	(53,735)
Net assets, end of year	\$ 8,319	\$ 123,000	\$ 1,402,397	\$ 1,533,716	\$ 1,567,187

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

CHOICES Association Inc. Statement of Revenue and Expenses

For the year ended March 31	2020	2019
Revenue		
Provincial subsidy	\$ 9,911,684	\$ 9,580,580
Special needs funding	179,230	91,573
Ontario disability support program	523,047	555,702
Fee for service	497,197	456,113
Program revenue	-	87,100
Federal subsidy	79,286	79,286
Donations	8,274	30,117
Interest income	2,152	2,238
Rent	35,910	-
	11,236,780	10,882,709
Expenses		
Administration (Note 9)	998,372	941,468
Amortization	109,505	100,304
Employee benefits	1,147,618	1,077,195
Employee salaries	4,488,573	4,573,563
Food and supplies	207,742	237,476
Insurance	58,782	60,858
Interest expense	9,828	10,375
Miscellaneous	4,387	3,092
Purchased services	2,556,349	2,351,661
Purchased services - out paid resources	697,687	691,054
Rent	132,570	57,875
Repairs and maintenance	650,348	688,334
Staff training	20,608	9,171
Staff travel	36,341	35,966
Supplies	69,228	15,055
Utilities	79,565	80,249
	11,267,503	10,933,696
Capital reserve allowance	2,748	2,748
	11,270,251	10,936,444
Deficiency of revenue over expenses for the year	\$ (33,471)	\$ (53,735)

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

CHOICES Association Inc.
Schedule 1 - Revenue and Expenses
Day Programs

For the year ended March 31	2020	2019
Revenue		
Provincial subsidy	\$ 918,238	\$ 959,407
Special needs funding	-	4,113
Fee for service	83,379	25,041
	1,001,617	988,561
Expenses		
Administration (Note 9)	100,170	125,090
Amortization	31,421	6,192
Employee benefits	138,351	136,116
Employee salaries	487,867	483,404
Food and supplies	10,336	16,949
Insurance	12,462	14,023
Miscellaneous	17	1,036
Purchased services	93,890	90,455
Rent	12,775	11,655
Repairs and maintenance	115,909	83,850
Staff training	1,443	673
Staff travel	2,219	2,635
Supplies	8,298	-
Utilities	20,345	20,679
	1,035,503	992,757
Deficiency of revenue over expenses	\$ (33,886)	\$ (4,196)

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

CHOICES Association Inc.
Schedule 2 - Revenue and Expenses
Family Home Program

For the year ended March 31	2020	2019
Revenue		
Provincial subsidy	\$ 537,607	\$ 506,906
Ontario disability support program	111,172	114,662
	648,779	621,568
Expenses		
Administration (Note 9)	27,641	56,089
Employee benefits	25,424	25,424
Employee salaries	108,584	111,164
Food and supplies	7	-
Purchased services	170,898	168,020
Repairs and maintenance	-	71
Staff training	836	-
Staff travel (recovery)	7,109	7,109
Supplies	-	178
	340,499	368,055
Excess of revenue over expenses	\$ 308,280	\$ 253,513

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

CHOICES Association Inc.
Schedule 3 - Revenue and Expenses
Supported Independent Living Program

For the year ended March 31	2020	2019
Revenue		
Provincial subsidy	\$ 607,539	\$ 433,649
Ontario disability support program	10,631	-
	<u>618,170</u>	<u>433,649</u>
Expenses		
Administration (Note 9)	76,610	62,604
Employee benefits	106,333	65,928
Employee salaries	290,295	179,820
Food and supplies	7,647	1,237
Insurance	426	300
Miscellaneous	80	1,579
Purchased services	222,555	149,500
Rent	14,176	4,650
Repairs and maintenance	5,279	176
Staff training	5,785	344
Staff travel	10,032	7,109
Supplies	8,287	6,338
	<u>747,505</u>	<u>479,585</u>
Deficiency of revenue over expenditures	\$ (129,335)	\$ (45,936)

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

**CHOICES Association Inc.
Schedule 4 - Revenue and Expenses
Group Living Support Program**

For the year ended March 31	2020	2019
Revenue		
Provincial subsidy	\$ 7,848,300	\$ 7,680,618
Special needs funding	106,939	62,463
Ontario disability support program	401,244	441,040
	8,356,483	8,184,121
Expenses		
Administration (Note 9)	780,900	697,685
Amortization	42,625	18,988
Employee benefits	859,258	832,587
Employee salaries	3,386,131	3,547,723
Food and supplies	189,424	217,838
Insurance	45,894	43,691
Miscellaneous	4,290	459
Purchased services	1,819,448	1,726,773
Purchased services - out paid resources	697,687	691,054
Rent	105,619	26,291
Repairs and maintenance	477,450	481,483
Staff training	12,323	7,888
Staff travel	12,914	15,047
Supplies	51,825	6,892
Utilities	49,326	52,897
	8,535,114	8,367,296
Deficiency of revenue over expenses	\$ (178,631)	\$ (183,175)

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

**CHOICES Association Inc.
Schedule 5 - Revenue and Expenses
Inclusion and Respite Support Program**

For the year ended March 31	2020	2019
Revenue		
Fee for service	\$ 413,818	\$ 431,072
Expenses		
Administration (Note 9)	13,051	-
Employee benefits	18,252	17,140
Employee salaries	158,924	165,492
Food and supplies	32	1,324
Miscellaneous	-	18
Purchased services	217,593	211,400
Staff training	221	266
Staff travel	4,067	4,066
Supplies	27	1,122
	412,167	400,828
Excess of revenue over expenses	\$ 1,651	\$ 30,244

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

CHOICES Association Inc.
Schedule 6 - Revenue and Expenses
Partner Facility Renewal Program

For the year ended March 31	2020	2019
Revenue		
Program revenue	\$ -	\$ 87,100
Expenses		
Repairs and maintenance	-	65,677
Excess of revenue over expenses	\$ -	\$ 21,423

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

CHOICES Association Inc.
Schedule 7 - Revenue and Expenses
Other Programs

For the year ended March 31	2020	2019
Revenue		
Special needs funding	\$ 72,127	\$ 24,997
Donations	8,274	30,117
Interest income	2,152	2,238
	<u>82,553</u>	<u>57,352</u>
Expenses		
Amortization	-	40,327
Employee salaries	56,772	85,960
Food and supplies	296	128
Insurance	-	2,844
Purchased services	26,244	508
Rent	-	15,279
Supplies	791	-
	<u>84,103</u>	<u>145,046</u>
Deficiency of revenue over expenses	\$ (1,550)	\$ (87,694)

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

**CHOICES Association Inc.
Schedule 8- Revenue and Expenses
Ministry of Housing Program**

For the year ended March 31	2020	2019
Revenue		
Special needs funding	\$ 164	\$ -
Federal subsidy	79,286	79,286
Rent	35,910	-
	<u>115,360</u>	<u>79,286</u>
Expenses		
Amortization	35,459	34,797
Interest expense	9,828	10,375
Purchased services	5,721	5,005
Repairs and maintenance	51,710	57,077
Supplies	-	525
Utilities	9,894	6,673
	<u>112,612</u>	<u>114,452</u>
Capital reserve allowance	<u>2,748</u>	<u>2,748</u>
Deficiency of revenue over expenses	<u>\$ -</u>	<u>\$ (37,914)</u>

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

CHOICES Association Inc.
Statement of Cash Flows

For the year ended March 31	2020	2019
Cash flows from operating activities		
Deficiency of revenue over expenses for the year	\$ (33,471)	\$ (53,735)
Adjustments to reconcile deficiency of revenue over expenses to net cash provided by operating activities		
Amortization	109,505	100,304
Changes in non-cash working capital balances		
Accounts receivable	(11,101)	6,902
HST receivable	(178,255)	(7,984)
Prepaid expenses	(17,703)	(22,027)
Accounts payable and accrued liabilities	260,836	67,367
Ministry of Housing capital reserve	2,748	2,748
	132,559	93,575
Cash flows from investing activity		
Change in cash - restricted	(2,748)	(2,748)
Cash flows from financing activity		
Repayment of long-term debt	(84,326)	(75,124)
Increase in cash during the year	45,485	15,703
Cash, beginning of year	973,708	958,005
Cash, end of year	\$ 1,019,193	\$ 973,708

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

CHOICES Association Inc.

Notes to Financial Statements

March 31, 2020

1. Significant Accounting Policies

Purpose of the Association

CHOICES Association Inc. (the "Association") was incorporated without share capital on June 15, 1981 under the laws of the Province of Ontario and is a registered charity exempt from tax under the *Income Tax Act*.

The Association's mission is to actively pursue a continuum of service that will enhance the quality of life for individuals with developmental disabilities and to promote the worth and self-worth of the individuals they serve.

Basis of Presentation

These financial statements have been prepared in accordance with the financial reporting provisions of the Program Guidelines of the Ministry of Community and Social Services (the "MCSS"). The basis of accounting used in these financial statements materially differs from Canadian accounting standards for not-for-profit organizations as follows:

- a) Allocations to the Ministry of Housing (the "MOH") capital reserve fund are made through the statement of revenue and expenses rather than the statement of funds;
- b) Amortization is provided on restricted capital assets in an amount equal to the reduction in the principal balance outstanding on mortgage funds in accordance with the Ministry of Housing guidelines. Similarly, amortization is provided on unrestricted capital assets equal to the reduction in principal balance on the outstanding mortgages;
- c) Major repairs, upgrades, expenditures and replacement of capital assets are either funded as an allocation from the MOH capital reserve fund, or expensed in the year of acquisition.

Capital Assets

Capital assets are stated at cost. Amortization is provided on restricted capital assets in an amount equal to the reduction in the principal balance outstanding on mortgage funds in accordance with the Ministry of Housing guidelines. Vehicles are amortized on a straight-line basis over six years.

Revenue Recognition

The Association follows the deferral method of accounting for contributions. Restricted contributions, including subsidies and special needs funding are deferred and recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received.

Revenue from unrestricted donations is recognized as donation revenue as it is received and is receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

CHOICES Association Inc. Notes to Financial Statements

March 31, 2020

1. Significant Accounting Policies (Continued)

Revenue Recognition (continued)

Revenue from programs and services are recognized as revenue when the service is provided and if the amount to be received can be reasonably estimated and collection is reasonably assured.

Use of Estimates

The preparation of the financial statements in accordance with the financial reporting provisions established by the MCSS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the year. These estimates are reviewed periodically and, as adjustments become necessary, they are reported in the period in which they become known. Actual results could differ from management's best estimates as additional information becomes available in the future.

Allocation of Central Administration Expenses

The Association allocates central administration costs to programs in accordance with the MCSS financial policy directive. Central administration expenses (Note 9), which do not pertain specifically to a project, are allocated based on management's best estimate on the service or effort expended, the amount of revenue related to the project and are expected not to exceed 10% of total expenditures.

Financial Instruments

Financial instruments are recorded at fair value when acquired or issued. Subsequently, all 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.

Contributed Goods and Services

The Association, from time to time, receives donations of goods. Additionally volunteers contribute extensive time each year to assist the Association in carrying out its activities. Because of the difficulty in determining their fair value, contributed goods and services are not recognized in the financial statements.

CHOICES Association Inc. Notes to Financial Statements

March 31, 2020

2. Capital Assets

Capital assets (unrestricted):

	2020		2019	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Land and buildings				
Westfield Residence	\$ 780,420	\$ -	\$ 780,420	\$ -
Silver Court Residence	391,497	330,951	391,497	309,152
Mohawk Residence	745,074	670,380	745,074	643,311
Vehicles	125,898	82,596	125,898	57,417
	\$ 2,042,889	\$ 1,083,927	\$ 2,042,889	\$ 1,009,880

Capital assets (restricted):

Capital assets acquired through funds provided by the Government of Ontario consist of the following:

	2020		2019	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Land and buildings				
Orkney Road Residence	\$ 416,741	\$ -	\$ 416,741	\$ -
Harvest Road Residence	473,986	-	473,986	-
Carlisle Residence	462,522	229,716	462,522	212,358
Rockton Residence	554,301	359,866	554,301	341,766
	\$ 1,907,550	\$ 589,582	\$ 1,907,550	\$ 554,124
Total net book value		\$ 2,276,930		\$ 2,386,435

The Association operates several group homes, the acquisition of which was funded by the Province of Ontario through its respective Ministries: the MCSS and the MOH. Accordingly, the Province of Ontario has registered its financial interest on title thereby restricting the disposition of these facilities. The Association is required under the Portfolio Operating Agreement, Section 7.1, to obtain written consent prior to the disposition of these residences, to which consent may be withheld. In the event of such disposition, the excess of proceeds less any encumbrances against the respective project would be payable to the Province of Ontario through the respective Ministries. Due to fluctuations in market values and the uncertainty regarding the timing of any disposition, the extent of such liability is not determinable and has not been recorded in the financial statements. During the year, there were no dispositions which would require a liability to be recorded to MCSS or the MOH.

CHOICES Association Inc. Notes to Financial Statements

March 31, 2020

3. Ministry of Housing Capital Reserve

The Ministry of Housing Capital Reserve Fund has been established to provide for the future major expenditures of the residences. The Association increases this reserve each year by \$2,748.

4. Long-term Debt

	2020	2019
Mortgage - \$3,793 (2019 - \$3,764) monthly payments of principal and interest at 2.31% (2019 - 2.16%) semi-annually, secured by Carlisle and Rockton Residences, maturing November 2024 (2019 - November 2019)	\$ 427,240	\$ 462,699
Mortgage - \$2,071 monthly payments of principal and interest, at 4.3% annually, secured by Silver Court Residence, maturing February 2022	60,546	82,345
Mortgage - \$2,562 monthly payments of principal and interest at 4.3% annually, secured by Mohawk Residence, maturing January 2022	74,695	101,763
	562,481	646,807
Less: Current portion	83,923	509,287
	\$ 478,558	\$ 137,520

Principal repayments for the next five years and thereafter are as follows:

2021	\$ 83,923
2022	124,304
2023	37,770
2024	38,647
2025	277,837
	\$ 562,481

5. Internally Restricted Reserve Fund

On April 24, 2012, the Board of Directors resolved to create an Internally Restricted Reserve Fund with proceeds from the sale of the Hildegard residence. Funds in the amount of \$123,000 are restricted for use for future real estate purchases or as directed by the Board of Directors.

CHOICES Association Inc. Notes to Financial Statements

March 31, 2020

6. CHOICES Foundation Inc.

The Association and CHOICES Foundation Inc. (the "Foundation"), have a common objective of providing services to enhance the quality of life on individuals with development disabilities. The Foundation was established to pursue fundraising activities, generally in the name of the Association, and to help the Association meet its organizational objects. As a result, the Association exercises significant influence over the Foundation. The Foundation was incorporated without share capital under the laws of the Province of Ontario and is a registered charity exempt from tax under the *Income Tax Act*.

During the year, the Association used vehicles and buildings that are owned by the Foundation in their operations of the Group Living Support Program. These transactions were a non-monetary, non-reciprocal transfer.

7. Contingencies

There are certain legal claims outstanding that have arisen in the normal course of business. Due to the nature of these claims and the inability to estimate the outcome, no amounts have been recorded in these financial statements.

8. Financial Instrument Risks

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 Association is exposed to credit risk resulting from the possibility that a customer or counterparty to a financial instrument defaults on their financial obligations. The Association is subject to credit risk through its accounts receivable. This risk has not changed 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 Association is exposed to interest rate risk arising from the possibility that changes in interest rates will affect the fair value of its long-term debt. This risk has not changed from the prior year.

Liquidity Risk

Liquidity risk is the risk that the Association encounters difficulty in meeting its obligations associated with its financial liabilities. Liquidity risk includes the risk that, as a result of operational liquidity requirements, the Association 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. Liquidity risk arises from the Association's accounts payable and accrued liabilities, contingencies and long-term debt. This risk has not changed from the prior year.

CHOICES Association Inc.
Notes to Financial Statements

March 31, 2020

9. Administrative Expenses

The Association's administrative expenses are allocated based on project costs, which are based on management's best estimate on the service or effort expended, as follows:

	2020	2019
Expenses		
Employee salaries	\$ 590,872	\$ 480,442
Employee benefits	88,092	110,695
Insurance	7,025	4,235
Miscellaneous	1,170	1,643
Purchased services	135,711	188,502
Rent	64,356	63,926
Repairs and maintenance	32,005	14,657
Staff training	27,224	36,697
Staff travel	3,052	1,745
Supplies	39,999	29,459
Utilities	8,866	9,467
	\$ 998,372	\$ 941,468
Allocation to programs		
Day Programs	\$ 100,170	\$ 125,090
Family Home Program	27,641	56,089
Supported Independent Living Program	76,610	62,604
Group Living Support Program	780,900	697,685
Inclusion and Respite Support Program	13,051	-
	\$ 998,372	\$ 941,468

10. Comparative Amounts

The comparative amounts presented in the financial statements have been reclassified to conform to the current year's presentation.

CHOICES Association Inc.
Notes to Financial Statements

March 31, 2020

11. COVID-19 and Subsequent Event

On March 11, 2020, the World Health Organization declared the outbreak of a novel coronavirus ("COVID-19") as a global pandemic, which continues to spread throughout Canada and around the world. On March 23, 2020, the government of Ontario order the closure of non-essential business which resulted in the Association suspending its day program.

Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, sector, and workforce. During this time, the Association has continued to receive government funding to sustain operations. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the Association is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity at this time.