

**UNITED WAY FOR THE CITY OF  
KAWARTHA LAKES  
Financial Statements**

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Year Ended March 31, 2022

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## **Independent Auditor's Report**

**To the Directors of United Way For The City Of Kawartha Lakes:**

### **Qualified Opinion**

We have audited the accompanying financial statements of United Way for the City of Kawartha Lakes ("United Way"), which comprise the statement of financial position as at March 31, 2022, the statement of operations, statement of changes in fund balances, the statement of cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the United Way for the City of Kawartha Lakes as at March 31, 2022 and its financial performance and its cash flow for the year then ended are in accordance with Canadian accounting standards for not-for-profit organizations.

In common with many not-for-profit organizations, the United Way derives revenue from fundraising activities the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the United Way. Therefore, we were not able to determine whether any adjustments might be necessary to revenues, excess of expenses over revenues, and cash flows from operations for the year ended March 31, 2022 and 2021 years. Our audit opinion on the financial statements for the year ended March 31, 2021 was modified accordingly because of the possible effects of this limitation in scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the United Way 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.

### **Other Information**

Management is responsible for the other information. The other information comprises the Annual General Meeting report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **Responsibility 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 United Way'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 United Way or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the United Way'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 judgement 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 United Way's internal control.

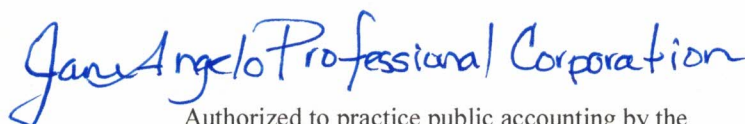
Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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 United Way'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 Society 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.

Lindsay, Ontario  
September 7, 2022



Authorized to practice public accounting by the  
Chartered Professional Accountants of Ontario

# UNITED WAY FOR THE CITY OF KAWARTHA LAKES

Statement of Financial Position  
as at March 31, 2022

	2022	2021
<b>ASSETS</b>		
<b>Current</b>		
Cash and cash equivalents (Note 4)	\$ 343,866	\$ 243,543
HST rebate receivable	3,861	4,525
Uncollected Pledges (Note 5)	55,165	68,599
Canada Emergency Wage Subsidy (CEWS) receivable	-	3,109
Other current assets (Note 6)	4,121	3,847
	407,013	323,623
Capital Assets (Note 7)	24,783	16,588
	\$ 431,796	\$ 340,211
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$ 53,660	\$ 28,191
Deferred grant revenue (Note 8)	51,542	73,681
	105,202	101,872
Deferred Capital Contributions (Note 9)	22,824	13,874
	128,026	115,746
<b>Net Assets</b>		
Distribution Reserve	303,769	224,465
	\$ 431,796	\$ 340,211

# UNITED WAY FOR THE CITY OF KAWARTHA LAKES

Statement of Operations  
for the year March 31, 2022

	2022	2021
<b>Campaign Revenue</b>		
Campaign donations	\$ 266,421	\$ 326,327
Uncollectible pledges	366	(443)
	266,787	325,884
<b>Other Revenues</b>		
Community program grants and fees (Note 10)	114,889	101,272
COVID-19 grants:		
Emergency Community Support Fund	-	374,699
New Horizons Seniors Program	-	49,728
Canada Emergency Wage Subsidies	31,691	40,389
City of Kawartha Lakes COVID-19	35,146	5,354
Fundraising events and activities	1,220	-
Rental income	-	15,125
	182,946	586,567
<b>Total Revenue</b>	<b>449,733</b>	<b>912,451</b>
<b>Distributions and Community Programs:</b>		
Amortization, small equipment and maintenance	6,475	9,260
Affiliation fee	3,020	3,425
Direct program expenses (Note 10)	19,181	49,535
Distributions to member agencies and others (Note 11)	34,826	452,433
Professional services	15,309	6,637
Publicity and promotion	5,687	5,689
Rent	23,797	14,878
Telephone, insurance, office and miscellaneous	9,731	16,257
Wages and benefits	203,035	191,277
Total distributions and community program expenses	321,061	749,391
<b>Operating Expenses:</b>		
Amortization, small equipment and maintenance	1,143	697
Advertising and promotion	1,004	428
Affiliation fee	533	258
Fundraising events and activities	2,917	2,774
Professional Services	2,702	500
Rent	4,199	1,120
Telephone, office and miscellaneous	2,187	1,224
Wages and benefits	34,683	14,098
Total operating expenses	49,368	21,099
Total distributions and operating expenses	370,429	770,490
<b>Excess of Revenue over Expenses</b>	<b>\$ 79,304</b>	<b>\$ 141,961</b>
See accompanying notes to the financial statements		

**UNITED WAY FOR THE CITY OF KAWARTHA LAKES**  
**Statement of Changes in Net Assets**  
for the year ended March 31, 2022

	<b>2022</b>		<b>2021</b>	
	<b>Total</b>	<b>Distribution Reserve</b>	<b>Total (All Distribution Reserve)</b>	
Balance- beginning of year	\$ 224,465	\$ 224,465	\$ 82,504	
Excess(Deficit) of Revenues over Expenses for the year	79,304	79,304	141,961	
Balance- end of year	\$ 303,769	\$ 303,769	\$ 224,465	

# UNITED WAY FOR THE CITY OF KAWARTHA LAKES

## Statement of Cash Flow for the year March 31, 2022

	2022	2021
<b>Cash flow from operating activities</b>		
Excess of Revenue over Expenses	\$ 79,304	141,961
Items not affecting cash:		
Amortization of operating grants	\$ (99,352)	(53,961)
Amortization of capital assets	3,407	2,877
Amortization of deferred capital contributions	(2,653)	(1,520)
	(19,294)	89,357
Changes in non-cash working capital:		
HST rebate receivable	664	(747)
Uncollected Pledges	16,543	(9,640)
Other current assets	(274)	191
Accounts payable and accrued liabilities	25,471	(33,001)
<b>Net cash provided by operating activities</b>	23,110	46,160
<b>Cash flows from investing activities</b>		
Purchase of tangible capital assets	(11,603)	(19,465)
Capital asset grants received and deferred	11,603	15,394
<b>Net cash provided by investing activities</b>	-	(4,071)
<b>Cash flows from financing activities</b>		
Operating reallocated to capital grants deferred	(11,603)	(15,394)
Operating grants received and deferred	88,816	76,921
	77,213	61,527
<b>Cash and cash equivalents at the beginning of the year</b>	243,543	139,927
<b>Cash and cash equivalents at the end of the year</b>	\$ 343,866	\$ 243,543

### Cash and cash equivalents consists of:

Cash	\$ 343,866	\$ 243,543
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## **UNITED WAY FOR THE CITY OF KAWARTHA LAKES**

Notes to the Financial Statements

for the year March 31, 2022

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### **1. DESCRIPTION OF THE ORGANIZATION**

United Way for the City of Kawartha Lakes is a not-for-profit registered charity incorporated without share capital under the laws of Ontario. It is not subject to income taxes.

The purpose of the United Way for the City of Kawartha Lakes is to identify and evaluate the current and future social needs of the community and provide leadership for their resolution through guidance, reducing overlap and fundraising for its member agencies.

### **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **Basis of Presentation**

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and are in accordance with Canadian generally accepted accounting principles.

#### **Revenue Recognition**

The United Way for the City of Kawartha Lakes follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as revenue in the year in which the revenue is received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Restricted investment income is recognized in the year in which the related expenses are incurred. Unrestricted investment income is recognized as income in the year it is earned rather than received. Legacies are recorded when the funds are received.

##### **(i) Campaign revenue**

Campaign revenue represents pledges received from various donors. The revenue is recognized at the time pledges are received.

##### **(ii) Community program grants and fees**

Community program grants and fees represents restricted funding to be spent on specific programs. Revenue is recognized on an accrual basis.

Any unused funding at the end of the fiscal year is either deferred to the next fiscal period or repaid to the funder depending upon the funder requirements.

##### **(iii) Fundraising events**

Fundraising events revenue represents monies raised from fundraiser events. Revenue is recognized when monies are received.

##### **(iv) Rental income**

Rental income represents the sublet rental income earned from tenant sharing the facilities with United Way for the City of Kawartha Lakes. This income is recognized on an accrual basis.



## UNITED WAY FOR THE CITY OF KAWARTHA LAKES

Notes to the Financial Statements  
for the year March 31, 2022

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### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

#### (v) Investment income

From time to time, United Way for the City of Kawartha Lakes receives securities donations. The investment income represents the dividends, interest and gains/losses on those shares. Investment income is recognized when it is earned. No securities donations were received during 2022.

#### Measurement Uncertainty

The preparation of financial statements in conformity to Canadian generally accepted accounting principles 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 reported amount of revenues and expenses during the period.

Key areas where management has made judgments include, among others, the collectability of pledges receivable, allocations payable, useful life of tangible capital assets, deferred revenue and allocations of expenses between operating and program expenses. Actual results could differ from this and other estimates, the impact of which would be recorded in future periods.

#### Capital Assets

Capital assets are recorded at cost and amortized over their estimate lives using the declining balance method at the following annual rates. When the Organization observes conditions that indicate that a tangible capital assets is impaired, the net carrying amount of the tangible capital asset is written down to the asset's fair value or replacement cost. The write-downs of tangible capital assets are accounted for as expenses in the statement of operations

Garden buildings and structures	15 years
Furniture, Fixtures and Equipment	10 years
Computer hardware	3 years

#### Financial Instruments

United Way for the City of Kawartha Lakes is exposed to various risks through its financial instruments. Analysis of the Organization's risk exposure and concentrations indicates that there is the credit risk pertaining to uncollected pledges. There are no material exposures to liquidity risk, market risk, currency risk, interest rate risk nor other price risk as at March 31, 2022 and no changes in these exposures from last year.

## UNITED WAY FOR THE CITY OF KAWARTHA LAKES

Notes to the Financial Statements  
for the year March 31, 2022

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### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

#### *Measurement of financial instruments*

The Organization initially measures its financial assets and liabilities at fair value, except for certain non-arms length transactions. The Organization subsequently measures all of its financial assets and financial liabilities at amortized costs, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in net income.

Financial assets that are measured at amortized cost include the cash, accounts receivable, and investments.

Financial liabilities measured at amortized cost include accounts payable.

#### *Impairment*

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

#### **Contributed Services**

Volunteers contributed a significant number of hours per year to assist the United Way for the City of Kawartha Lakes in carrying out its activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

#### **Distributions to member agencies**

Donors are provided the opportunity to direct their donations to any registered Canadian charity. These donations are directed to specified agencies independent of any allocations determined by the organization.

#### **Expense allocations**

In accordance with the United Way of Canada- Centraide Canada's Transparency Accountability and Financial Reporting Policies for United Ways, the United Way for the City of Kawartha Lakes allocates costs which do not pertain specifically to campaign and community programs based on management's estimates of time and direct expenditures as follows:

	2022	2021
Operating expenses	15%	7%
Distributions and community programs	85%	93%
	100%	100%

### 3. CREDIT FACILITY

The organization has a line of credit facility of \$50,010 limit at the floating rate of prime plus 3.25% per annum interest, with TD Bank. The balance of the facility utilized at March 31st, 2022 was nil.

**UNITED WAY FOR THE CITY OF KAWARTHA LAKES**

Notes to the Financial Statements

for the year March 31, 2022

**4. CASH AND CASH EQUIVALENTS**

	<b>2022</b>	<b>2021</b>
Petty Cash	\$ 150	\$ 150
TD Canada Trust	309,055	213,905
TD Trust Account	1,728	1,788
TD Grant Funding Account	32,933	27,701
	<b>\$ 343,866</b>	<b>\$ 243,543</b>

The Agency uses the TD Grant Funding Account to segregate funds held for specific externally funded programs.

The TD Trust Account is used for lotteries and other fundraising.

**5. UNCOLLECTED PLEDGES**

	<b>2022</b>	<b>2021</b>
Pledges receivable	\$ 59,962	\$ 73,762
Allowance for uncollectible pledges	(4,797)	(5,163)
	<b>\$ 55,165</b>	<b>\$ 68,599</b>

The 2022 allowance for uncollectible pledges was calculated as 8% of the pledges receivable balance. The 2021 allowance for uncollectible pledges was calculated as 7% of the pledges receivable balance.

**6. OTHER CURRENT ASSETS**

Other current assets represents prepaid expenses:

	<b>2022</b>	<b>2021</b>
Prepaid United Way Centraide fees	\$ -	\$ -
Prepaid insurance	1,455	1,181
Prepaid rent	2,666	2,666
	<b>\$ 4,121</b>	<b>\$ 3,847</b>

**7. CAPITAL ASSETS**

CAPITAL ASSETS			2022		2022
	Cost	Accumulated Amortization	Net book value	Net book value	
Garden buildings and structures	\$ 1,403	\$ 129	\$ 1,274	\$ 533	
Furniture, fixtures and equipment	25,594	3,894	21,700	13,341	
Computers	4,071	2,262	1,809	2,714	
	\$ 31,068	\$ 6,285	\$ 24,783	\$ 16,588	
Amortization expense charged during the year to the statement of operations and included in the "Amortization, small equipment and maintenance" balances under the Operating and Program allocations.			\$ 3,407	\$ 2,877	

**UNITED WAY FOR THE CITY OF KAWARTHA LAKES**

Notes to the Financial Statements

for the year March 31, 2022

**8. DEFERRED OPERATING CONTRIBUTIONS**

Deferred contributions represents unspent resources externally restricted for funding of specific programs received in the

	2022	2021
Balance - beginning of year	\$ 73,681	\$ 66,115
Amount recognized as revenue in the year	(99,352)	(53,961)
Amount reallocated to deferred capital funding	(11,603)	(15,394)
Amount received in the current year	88,816	76,921
Balance - end of year	\$ 51,542	\$ 73,681

Allocation of deferred contributions operating funding are as follows:

	2022	2021
New Horizons - The Cultivators	\$ 1,247	\$ 1,641
New Horizons - Veggies for Vets	12	99
New Horizons Edwin Binney Fresh Produce for Seniors	-	25,000
New Horizons COVID-Rural Emergency Food & Health Outreach for Seniors	-	3,587
CKL Legacy C.H.E.S.T	18,516	516
RBC Foundation	-	3,000
Restricted donations	(3,111)	8,875
TD Friends of the Environment Foundation	1,450	1,450
Otto and Marie Pick Foundation	16,432	19,247
President's Choice Children's Charity community Fund Grant	619	619
City of Kawartha Lakes - COVID 19 Social Services Relief Fund	-	9,646
Ontario Trillium Foundation - Resilient Communities	12,655	-
Whole Kids Foundation	3,721	-
	\$ 51,542	\$ 73,681

**9. DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS**

Deferred contributions related to capital assets include the unamortized portions of contributed capital assets and restricted contributions that will be used for the Organization's programs.

	2022	2021
Balance, beginning of year	\$ 13,874	\$ -
Restricted community gardens contributions utilized to purchase capital assets	11,603	15,394
Less:		
Amounts amortized to income	(2,653)	(1,520)
	\$ 22,824	\$ 13,874

**10. COMMUNITY PROGRAMS**

The Organization receives various grants and specific bequests to conduct various community building programs. The operating cost for these programs is not funded from campaign revenue.

**UNITED WAY FOR THE CITY OF KAWARTHA LAKES**

Notes to the Financial Statements

for the year March 31, 2022

**11. DISTRIBUTIONS TO MEMBER AGENCIES AND OTHER**

As a result of the pandemic the board of directors passed a motion to cease their formal needs assessment and allocations process to member agencies for 2021 and focussed their efforts as the chosen agency to distribute the Federal Government's Emergency Community Support Fund (ECSR) payments, as well as The Federal Government's (NHSP) New Horizon's for Seniors Program. Designated pledges made by donors throughout the year have been honoured as paid or payable as of the yearend date. For 2022 UWCKL awarded Community Capacity Grants to local agencies that applied and had programming/needs that met the criteria for this funding allocation.

The distributions to member agencies and others, including COVID relief, prior year allocations and directed donations are as follows:

	Designated Donor Distributions	Agency received produce from the Community Garden	Community Capacity Grants	Total for 2022	Designated Distributions 2021
A Place Called Home	\$ -	✓	\$ 4,987	4,987	\$ 27,750
Big Brothers & Big Sisters of KL	-	✓	5,000	5,000	36,920
Boys & Girls Club KL & Hal	-	✓	5,000	5,000	25,525
Canadian Mental Health Association	-	✓	-	-	18,798
Central Food Network	-		-	-	17,564
Coboconk & Area Food Bank	-		-	-	6,602
Community Care City Kawartha Lakes	-	✓	-	-	47,600
Community Living Kawartha Lakes	-	✓	-	-	1,188
Easter Seals	-		-	-	7,600
Five Counties Children's Centre	-		-	-	17,924
Haliburton Highlands Health Services	-		-	-	19,925
John Howard Society of Kaw. Lakes	-	✓	-	-	23,938
Junior Achievement of Peterborough	-		-	-	
Lakeland Muskoka	-		-	-	16,500
Kawartha Haliburton Victim Services	-		-	-	10,000
Kawartha Lakes Centre of Hope	-	✓	-	-	7,500
Kawartha North Family Health Team	-		-	-	18,450
Kinmount & Area Food bank	-		-	-	1,500
Minden Food Bank	-		-	-	4,250
Ontario Early Years	-	✓	-	-	1,038
Point in Time	-	✓	3,000	3,000	27,500
Rotary Club of Haliburton Charitable Trust	-		-	-	16,000
SIRCH Community Services	-	✓	-	-	29,000
Special Olympics	-		-	-	10,000
St John Ambulance	-		-	-	938
Therapeutic Horse Riding in Lindsay	-		-	-	7,500
Victoria County Career Services	-		5,000	5,000	938
Other- one time allocations and donor designations	11,839	✓	-	11,839	49,983
	\$ 11,839		\$ 22,987	\$ 34,826	\$ 452,433

The other - one time allocations and designations represents specific funding that UWCKL distributes outside of the formal needs assessment and allocations program.

✓ Indicates a local member agency that received a portion of the estimated 16,264 pounds of produce grown in the community garden in fiscal 2022. Other groups/agencies not listed above include: Kawartha Lakes Food Source; Lindsay Salvation Army, Lindsay Community Food Market, The Centre Community Church, Garden at your Table program, Haliburton Food Love program.

**UNITED WAY FOR THE CITY OF KAWARTHA LAKES**

Notes to the Financial Statements

for the year March 31, 2022

**12. RESTRICTIONS OF NET ASSETS**

The Board of Directors has internally restricted all of unrestricted net assets to be used as follows:

Bequest Reserve Fund	To be maintained permanently with the investment income to be used for one-time allocations
Leadership Development Services Reserve	To be used to fund future cost of the Leadership Development Services in excess of grant revenue received.
Distribution Reserve	To be used for distributions to member agencies
Working capital Reserve	To be used for fundraising and administration expenses in the following year.
Campaign Stabilization Reserve	To be used to offset possible declines in future campaign contributions to maintain a consistent distribution of funds to member agencies.

These internally restricted amounts are not available for other purposes without the approval of the Board of Directors.

**13. TRANSPARENCY, ACCOUNTABILITY AND FINANCIAL REPORTING**

The United Way for the City of Kawartha Lakes follows the reporting guidelines as outlined in its membership agreement with United Way Centraide Canada. As part of these guidelines, the following is a recommended additional disclosure of Operating costs as a percentage of total revenue before the provision for uncollectible pledges.

	2022	2021
Operations ratio:		
Total revenue	\$ 449,733	\$ 912,451
Add (less) provision for uncollectible pledges	(366)	443
Total revenue before pledge loss provision	449,367	912,894
Direct fundraising	2,917	2,774
Allocation of indirect general management & administration expenses (Note 2)	46,451	18,325
Total operating expenses	\$ 49,368	\$ 21,099
Operating (fundraising) costs as a percentage of revenues	11%	2%

## UNITED WAY FOR THE CITY OF KAWARTHA LAKES

Notes to the Financial Statements  
for the year March 31, 2022

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### 14. COMMITMENTS

The United Way for the City of Kawartha Lakes had a signed lease agreement, with 2274887 Ontario Inc, effective July 1, 2021 that ends June 30, 2026. No termination clause and an option to renew for another 5 years within 180 days of the lease expiry. The expected future minimum lease payments are as follows:

The estimated future minimum lease payments (net of HST) required under operating lease are as follows:

2023	\$	40,300
2024		40,300
2025		40,300
2026		40,300
2027		40,300

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### 15. SUBSEQUENT EVENTS - COVID-19

On March 11, 2020, the World Health Organization declared the Coronavirus COVID-19 (COVID-19) outbreak a pandemic. This has resulted in significant financial, market and societal impacts in Canada and around the world.

From the declaration of the pandemic to the date of approval of these financial statements, the United Way for the City of Kawartha Lakes implemented the following actions in relation to the COVID-19 pandemic:

- \* Office closures as required by the health unit with the exception of limited access for essential operating purposes.
- \* The implementation of working from home requirements for all employees
- \* Continued efforts to secure much needed PPE and appropriate sanitizing supplies

#### ***a) Current year transactions:***

The UWCKL was in receipt of funding from various levels of government supporting the Community Gardens' pilot projects responding to increased food insecurity of the community's most vulnerable .

The community gardens continued to provide much needed food for local residents as they harvested, and distributed, over 16,264 pounds of fresh produce during the summer and fall of 2021.

#### ***b) Subsequent events related to COVID-19:***

The UWCKL applied for, and received in April 2022, a New Horizons for Seniors Program grant of \$25,000 to aid with Health and Wellness Workshops for Seniors.

The community gardens continue to provide much needed fresh produce for the vulnerable in the community with over 10,000 pounds produced, and distributed, by the time these financial statements were approved.

The overall effect of these events on UWCKL and its future cash flows is too uncertain to be estimated. The impact will be accounted for when it is known and can be measured.