LIVING AND LEARNING IN RETIREMENT

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

APRIL 30, 2024

LIVING AND LEARNING IN RETIREMENT

APRIL 30, 2024

CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	**1 - 2**
AUDITED FINANCIAL STATEMENTS	
Statement of Financial Position	**3**
Statement of Operations and Changes in Net Assets	**4**
Statement of Cash Flows	**5**
Notes to Financial Statements	**6 - 11**

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INDEPENDENT AUDITOR'S REPORT

To the Members of
Living And Learning In Retirement

Opinion

I have audited the financial statements of Living and Learning in Retirement which comprises the statement of financial position as at April 30, 2024, and the statements of operations and changes in net assets, and cash flows for the year then ending, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Living and Learning in Retirement as at April 30, 2024, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Organization in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

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 Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.**

- **Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control.**

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

- **Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.**

- **Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.**

I 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 I identify during my audit.

I also provide those charged with governance with a statement that I 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 my independence, and where applicable, related safeguards.

Jeffrey D. Milgram Professional Corporation

JEFFREY D. MILGRAM PROFESSIONAL CORPORATION
Authorized to practise public accounting by the
Chartered Professional Accountants of Ontario

TORONTO, ONTARIO
NOVEMBER 5, 2024

LIVING AND LEARNING IN RETIREMENT

STATEMENT OF FINANCIAL POSITION

AS AT APRIL 30, 2024

	2024 $	2023 $
ASSETS		
CURRENT		
Cash and cash equivalents (Notes 3)	83,879	180,825
Short term investments (Note 4)	187,020	106,963
Government excise tax installments	8,500	8,362
Prepaid expenses and sundry	5,119	5,173
	284,518	301,323
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	9,589	7,585
Deferred registration and membership fees (Note 5)	130,411	112,246
	140,000	119,831
NET ASSETS		
UNRESTRICTED NET ASSETS	144,518	181,492
	284,518	301,323

APPROVED ON BEHALF OF THE BOARD:

____________________________ DIRECTOR

____________________________ DIRECTOR

____________________________ DATE

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

LIVING AND LEARNING IN RETIREMENT

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED APRIL 30, 2024

	2024 $	2023 $
REVENUE		
Registration and membership fees – net of refunds	103,560	110,294
Interest and other	7,877	4,827
	111,437	115,121
EXPENSES (Note 9)		
Donations (Note 6)	100	52,000
Lecturers' fees	40,281	34,560
Course director's fees	15,400	23,768
Rent (Note 7)	14,382	10,434
Professional fees	6,837	8,299
Computer and website expenses	23,557	7,610
Office and general	11,300	5,569
Promotional production	25,619	5,085
Parking	5,621	3,863
Payment commissions and bank charges	3,377	2,924
Insurance	1,549	1,486
Telephone	388	435
	148,411	156,033
EXCESS (EXPENSES OVER REVENUES) REVENUES OVER EXPENSES FOR THE YEAR	(36,974)	(40,912)
NET ASSETS, BEGINNING OF YEAR	181,492	222,404
NET ASSETS, END OF YEAR	144,518	181,492

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

LIVING AND LEARNING IN RETIREMENT

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED APRIL 30, 2024

	2024 $	2023 $
CASH PROVIDED BY OPERATING ACTIVITIES		
Excess (expenses over revenues) revenues over expenses for the year	(36,974)	(40,912)
Adjustment: Cash received in prior fiscal year:		
Deferred revenue – prior year contributions	(112,246)	(120,528)
	(149,220)	(161,440)
Change in non-cash operating elements of working capital	1,920	823
Deferred revenue – current year	130,411	112,246
NET CASH USED BY OPERATING ACTIVITIES	(16,889)	(48,371)
CASH FLOWS FROM INVESTING ACTIVITIES		
Increase in investments - net	(80,057)	(2,625)
NET CASH USED BY INVESTING ACTIVITIES	(80,057)	(2,625)
NET DECREASE IN CASH AND CASH EQUIVALENTS IN THE YEAR	(96,946)	(50,996)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	180,825	231,821
CASH AND CASH EQUIVALENTS, END OF YEAR (Note 3)	83,879	180,825

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

LIVING AND LEARNING IN RETIREMENT

NOTES TO THE FINANCIAL STATEMENTS

APRIL 30, 2024

1. Organization

Organization - Living and Learning in Retirement (“the Organization”), which commenced operations as an unincorporated venture in the 1970s, was incorporated on January 28, 2002 as a not-for-profit organization without share capital in the Province of Ontario. Throughout this time, it has planned and conducted self-directed educational programs for its members which consist of retired, and for the most part, senior adults.

Accounting Framework - The Organization prepares its financial statements in accordance with the Chartered Professional Accountants of Canada (CPA, Canada) Handbook, Part III, Canadian accounting standards for not-for-profit organizations (ASNPO) applied on a basis consistent with that of the previous year.

Income Tax Status - The Organization is exempt from income tax in Canada as a not-for-profit organization without share capital under Section 149(1)(f) of the Income Tax Act of Canada.

2. Summary of Significant Accounting Policies

The accounting policies of the Organization outlined below are those policies considered particularly significant.

Basis of Accounting

These financial statements were prepared using the accrual basis of accounting. The accrual basis recognizes revenues as they are earned and measurable; expenses are recognized as they are incurred and measurable as a result of receipts of goods and services and the creation of legal obligation to pay.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, current bank deposits and guaranteed investment certificates with a maturity date of less than 90 days from the year end date.

Investments

Short term investments, represented by guaranteed investment certificates held at year end with a maturity date of 90 days or more, but less than one year from the year end date, are included in the short term investment balance at year end. Investments that mature after the end of the next fiscal year are classified as long term. Investments are valued at fair market value which has been estimated by management at cost plus accrued interest to the year end date.

Capital Assets

Capital assets under a value of $2,500 are recorded as expenditure in the year of acquisition. Currently, the Organization has no assets that exceed the limit set by the Board of Directors.

LIVING AND LEARNING IN RETIREMENT

NOTES TO THE FINANCIAL STATEMENTS

APRIL 30, 2024

2. Summary of Significant Accounting Policies – Continued

Revenue Recognition

The Organization follows the deferral method of accounting for revenues.

Revenues generated from registration and membership fees, are recognized as revenue in the year in which the related expenses are incurred and services, in the form of educational and special interest courses are provided.

Donations are recognized when received.

Interest is recognized as earned. Capital gains and losses are recognized on the settlement date of the transaction, or, for unrealized gains and losses, periodically at year end by an adjustment to fair value which is included in the determination of net income.

Contributed Materials and Services

Donations of materials which are not normally purchased by the Organization are not recorded in the accounts. The work of the Organization is also heavily dependent on the voluntary service of its members. Since these services are not normally purchased by the Organization, and because of the difficulty of determining their fair value, the value of donated volunteer services is not recognized in these statements.

Estimates

The preparation of the financial statements, in accordance with Canadian accounting standards for not-for-profit organizations, requires management to make estimates that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts in revenues and expenses during the reported period. Actual results could differ from management's best estimates as additional information becomes available in the future. Estimates made during the current year pertain to prepaid instructor costs for the 2023 - 2024 sessions and the prepaid portion of corporate insurance costs.

Financial Assets and Financial Liabilities

(i) Measurement of financial instruments

The Organization initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument.

The Organization subsequently measures all its financial assets and financial liabilities at amortized cost. Changes in fair value are recognized in the statements of operations in the period incurred. Financial assets measured at amortized cost include cash, amounts receivable and fixed income investments. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

LIVING AND LEARNING IN RETIREMENT

NOTES TO THE FINANCIAL STATEMENTS

APRIL 30, 2024

2. Summary of Significant Accounting Policies – Continued

Financial Assets and Financial Liabilities – Continued

(ii) Impairment

At the end of each reporting period, the Organization assesses whether there are any indications that a financial asset measured at amortized cost may be impaired.

When there is an indication of impairment, the Organization determines whether a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset.

When the Organization identifies a significant adverse change in the expected timing or amount of future cash flows from a financial asset, it reduces the carrying amount of the asset to the highest of the following:

a) the present value of the cash flows expected to be generated by holding the asset discounted using a current market rate of interest appropriate to the asset;
b) the amount that could be realized by selling the asset at the statement of financial position date; and
c) the amount the Organization expects to realize by exercising its rights to any collection action less the costs necessary to exercise those actions.

When the Organization determines an adjustment to the carrying value is required, the carrying amount of the asset is reduced directly or through the use of an allowance account. The amount of the reduction is recognized as an impairment loss in the statements of operations. When the extent of impairment of a previously written-down asset decreases and the decrease can be related to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed to the extent of the improvement, directly or by adjusting the allowance account. The amount of the reversal is recognized in the statements of operations in the period the reversal occurs.

3. Cash and Cash Equivalents

As at April 30, 2024, cash and cash equivalents consist of the following:

	2024 $	2023 $
Cash held in current bank accounts	28,448	57,188
Third party processing agent clearing	-	73
Investment (Note 4)	55,431	123,564
	83,879	180,825

LIVING AND LEARNING IN RETIREMENT

NOTES TO THE FINANCIAL STATEMENTS

APRIL 30, 2024

4. Investments

Investments held in guaranteed investment certificates (GICs) are recorded at fair market value which has been estimated at cost plus accrued interest to the year end date.

Investments held at year end, and included in cash equivalents, (Note 3) include the following:

	Due (DD/MM/YY)	Rate %	Face Value $	Fair Value $
TD Canada Trust - Redeemable	06/06/24	3.00	53,816	55,431

Short term investments held at year end include the following:

	Due (DD/MM/YY)	Rate %	Face Value $	Fair Value $
TD Canada Trust - Redeemable	03/03/25	5.05	110,221	112,020
TD Canada Trust - Redeemable	08/08/24	4.20	75,000	75,000
			185,221	187,020

5. Deferred Registration and Membership Fees

Deferred revenues are comprised of:

	2024 $	2023 $
Registration and membership fees for fiscal 2024-25 paid prior to the fiscal year end date including applicable taxes	130,411	112,246

6. Donation to Glendon College Funds

In fiscal 2023, the Organization donated $50,000 to York University in support of Glendon students. In addition, the Organization also contributed $2,000 to Third Age Learning Network. In fiscal 2024, the Organization made a $100 contribution to the Third Age Learning Network.

7. Rent

Rent is paid to the York University (Glendon campus) for space and classroom accommodation pertaining to the Organization's in-person lecture series. Rent is based on classroom use and is not pursuant to a long term lease or rental contract beyond the current fiscal year.

8. Risk

General

The Organization holds liquid financial assets in the form of cash, receivables and investments. It is management's opinion that the fair value of these financial instruments approximates their stated value, plus accrued interest, where applicable, due to the short term to maturity for the items held at year end.

LIVING AND LEARNING IN RETIREMENT

NOTES TO THE FINANCIAL STATEMENTS

APRIL 30, 2024

8. Risk

General - Continued

The Organization also holds financial liabilities in the form of accounts payable, accrued liabilities, and deferred revenue. As with the financial assets, the fair value and stated value of the financial liabilities approximate each other at year end due to the short term to maturity of the liabilities and debts held on April 30, 2024.

Liquidity

The Organization manages its liquidity risk by monitoring actual and projected cash flows, from both memberships and lecture programs, to ensure that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses.

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market price of the investments held. Market risk comprises three types of risk; currency risk, interest risk, and price risk. Interest risk is discussed below. Since the Organization only operates in Canadian dollars, it has no exposure to currency risk in the year. Similarly, as the Organization has not invested in equity investments, it is not exposed to price risk associated with an investment portfolio of equity holdings.

Interest Risk

Interest rate risk arises from the possibility that changes in interest rates will affect the future cash flows or the fair value of financial instruments.

Interest rate risk arises when the Organization invests in interest-bearing financial instruments. The Organization is exposed to the risk that the value of such financial instruments will fluctuate due to the prevailing levels of market interest rates.

As at April 30, 2024, the Organization held interest bearing investments in the form of guaranteed investment certificates and is therefore subject to the risk associated with interest rate changes. These investment certificates yield interest at various rates as noted above, Note 4. Therefore, while the risk of future cash flows from the investment will accordingly increase or decrease with the changes to the market rate of interest on similar investments, a significant portion of the investments are invested for a short period of time, generally one year or less or are fully cashable at any time which does not preclude management from reinvesting at a more favourable rate, and accordingly, minimizing the exposure to interest rate risk on these investment vehicles.

LIVING AND LEARNING IN RETIREMENT

NOTES TO THE FINANCIAL STATEMENTS

APRIL 30, 2024

9. Operations Under the Coronavirus -19 Pandemic

During the years 2020 through 2023, the Organization's operations were impacted as a result of the Coronavirus (Covid-19) pandemic.

Lecture Series - With the lifting of Covid-19 restrictions, in-person presentations were reinstated in the fall of 2022 while retaining a portion of the program in a virtual format for those members not yet comfortable enough to return to in person learning. During the on-line presentation format (fiscals 2022-2023), certain expenses such as rent and parking were no longer incurred. In fiscal 2024, the Organization cease all virtual programming and returned to a strictly in-person format similar to that of the pre-pandemic years prior to fiscal 2020-21.