

DRAFT #2
June 6, 2019

Statement of Revenue and Expenses of

**TORONTO AND REGION
CONSERVATION AUTHORITY**
PROFESSIONAL ACCESS INTO EMPLOYMENT PROGRAM

And Independent Auditors' Report thereon

Period from April 1, 2018 to March 31, 2019

INDEPENDENT AUDITORS' REPORT

To the Ministry of Training, Colleges and Universities

Opinion

We have audited the statement of revenue and expenses for the Professional Access into Employment Program of Toronto and Region Conservation Authority (the Entity), and notes, comprising a summary of significant account policies and other explanatory information (Hereinafter referred to as the "Statement").

In our opinion, the accompanying Statement for the period from April 1, 2018 to March 31, 2019 of the Entity is prepared, in all material respects, in accordance with the financial reporting provisions in the Audit and Accountability Requirements for Ontario Bridge Training Projects 2018-2019, issued by the Ministry of Training, Colleges and Universities.

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 "***Auditors' Responsibilities for the Audit of the Statement***" section of our auditors' report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other 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 - Financial Reporting Framework

We draw attention to Note 2 in the Statement, which describes the applicable financial reporting framework and the purpose of the Statement.

As a result, the Statement may not be suitable for another purpose.

Our opinion is not modified in respect of this matter.

Other Matter - Restriction on Use

Our report is intended solely for Toronto and Region Conservation Authority and the Ministry of Training, Colleges and Universities and should not be used by other parties.

Responsibilities of Management and Those Charged with Governance for the Statement

Management is responsible for the preparation of the Statement in accordance with the financial reporting provisions in the Audit and Accountability Requirements for Ontario Bridge Training Projects 2018-2019, issued by the Ministry of Training, Colleges and Universities, including determining that the basis of accounting is an acceptable basis for the preparation of the Statement in the circumstances, and for such internal control as management determines is necessary to enable the preparation of the Statement that is free from material misstatement, whether due to fraud or error.

In preparing the Statement, management is responsible for assessing the Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditors' Responsibilities for the Audit of the Statement

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 the Statement.

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 Statement, 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 Entity'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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the Statement 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 auditors' report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- 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.

DRAFT

Chartered Professional Accountants, Licensed Public Accountants

Vaughan, Canada

TORONTO AND REGION CONSERVATION AUTHORITY

PROFESSIONAL ACCESS INTO EMPLOYMENT PROGRAM

DRAFT Statement of Revenue and Expenses

Period from April 1, 2018 to March 31, 2019

Revenue:	
Ministry of Training, Colleges and Universities	\$ 575,288
Program and application fees	21,932
Interest earned	2,519
	<hr/> 599,739
Expenses:	
Program costs:	
Salaries and benefits	531,568
Technology, software and soft skills training/workshops	13,061
Third-party evaluation	9,972
	<hr/> 554,601
Administrative costs:	
Administration fee	28,564
Marketing	5,324
Audit	3,562
Supplies and equipment	2,853
Travel, meetings and consultations	2,762
Communications	1,889
Facility rentals	184
	<hr/> 45,138
	<hr/> 599,739
Excess of revenue over expenses	<hr/> \$ —

See accompanying notes to statement of revenue and expenses.

TORONTO AND REGION CONSERVATION AUTHORITY

PROFESSIONAL ACCESS INTO EMPLOYMENT PROGRAM

DRAFT Notes to Statement of Revenue and Expenses

Period from April 1, 2018 to March 31, 2019

1. Nature of operations:

The statement of revenue and expenses (the "Statement") pertains to the Professional Access Into Employment Program ("PAIE" or the "Program") administered under the Funding Agreement issued by the Ministry of Training, Colleges and Universities and Toronto and Region Conservation Authority ("TRCA"). Accordingly, this Statement does not include all the assets, liabilities, revenue and expenses of TRCA.

TRCA is administering the Program on behalf of the Ministry of Training, Colleges and Universities.

2. Significant accounting policies and basis of presentation:

The Statement reflects the operations of PAIE, a program of TRCA, and has been prepared by management based on the Audit and Accountability Guidelines for Ontario Bridge Training Projects 2018-2019 from the Ministry of Training, Colleges and Universities. Costs eligible for reimbursement by the Ministry of Training, Colleges and Universities under the Funding Agreement effective April 1, 2018 are eligible costs that are incurred on or after April 1, 2018 and by March 31, 2019.

Significant accounting policies with respect to the Statement are as follows:

(a) Revenue recognition:

Government transfers received are recognized in the Statement as revenue when the transfers are authorized and all eligibility criteria have been met, except when there is a stipulation that gives rise to an obligation that meets the definition of a liability. In that case, the transfer is recorded as deferred revenue and recognized as revenue as the stipulations are met.

Revenue from program and application fees are recognized as revenue in the period in which the related services are performed. Amounts collected for which the related services have not been performed are recognized as deferred revenue and recognized as revenue when the related services are performed.

TORONTO AND REGION CONSERVATION AUTHORITY
PROFESSIONAL ACCESS INTO EMPLOYMENT PROGRAM

DRAFT Notes to Statement of Revenue and Expenses (continued)

Period from April 1, 2018 to March 31, 2019

2. Significant accounting policies and basis of presentation (continued):

(b) Expense recognition:

Expenses recognized in the Statement are recorded in the period incurred on the accrual basis of accounting. The accrual basis of accounting recognizes the effect of transactions and events in the period in which the transactions and events occur, regardless of whether there has been a payment of cash or its equivalent. Accrual accounting recognizes a liability until the obligation or condition(s) underlying the liability is partly or wholly satisfied.