



RYGIEL SUPPORTS FOR COMMUNITY LIVING PENSION FUND
Financial Statements
Year Ended March 31, 2018





RYGIEL SUPPORTS FOR COMMUNITY LIVING PENSION FUND
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Year Ended March 31, 2018

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INDEPENDENT AUDITOR'S REPORT

To the Members of Rygiel Supports For Community Living Pension Fund

We have audited the accompanying financial statements of Rygiel Supports For Community Living Pension Fund, which comprise the statement of financial position as at March 31, 2018 and the statement of changes in net assets available for benefits for the year then ended, and a summary of significant accounting policies and other explanatory information. The financial statements have been prepared by management of Rygiel supports For Community Living Pension Fund for the financial reporting provision of Section 76 of the Regulations to the Pension Benefits Act, 1990 (Ontario) to provide information to The Financial Services Commission of Ontario.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provision of Section 76 of the regulations to the Pension Benefits Act, 1990 (Ontario), which require the use of Canadian accounting standards for pension plans 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.





Independent Auditor's Report to the Members of Rygiel Supports For Community Living Pension Fund
(continued)

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Rygiel Supports For Community Living Pension Fund as at March 31, 2018 and the statement of changes in net assets for the year then ended in accordance with Canadian accounting standards for pension plans.

Basis of Accounting and Restrictions on Use and Distribution

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 for the purpose of providing information to The Financial Services Commission of Ontario. As a result, the financial statements may not be suitable for another purpose.

Hamilton, Ontario
June 26, 2018

Vine and Partners LLP

CHARTERED PROFESSIONAL ACCOUNTANTS
LICENSED PUBLIC ACCOUNTANTS





RYGIEL SUPPORTS FOR COMMUNITY LIVING PENSION FUND
Statement of Financial Position
March 31, 2018

| | 2018 | 2017 |
|--|----------------------|----------------------|
| ASSETS | | |
| CURRENT | | |
| Contributions receivable | \$ 50,783 | \$ 50,998 |
| LONG TERM INVESTMENTS (Note 4) | <u>10,401,516</u> | <u>10,762,766</u> |
| | <u>\$ 10,452,299</u> | <u>\$ 10,813,764</u> |
| NET ASSETS AVAILABLE FOR BENEFITS | <u>\$ 10,452,299</u> | <u>\$ 10,813,764</u> |
| CONTINGENT LIABILITY (Note 6) | | |

ON BEHALF OF THE BOARD

_____ Director

_____ Director





RYGIEL SUPPORTS FOR COMMUNITY LIVING PENSION FUND
Statement of Changes in Net Assets Available for Benefits
Year Ended March 31, 2018

| | 2018 | 2017 |
|--|----------------------|----------------------|
| INCREASE IN NET ASSETS | | |
| Income | | |
| Investment income | \$ 133,806 | \$ 152,977 |
| Contributions | | |
| Employees (Note 2) | 274,925 | 283,128 |
| Sponsor (Note 2) | 295,130 | 302,911 |
| Employees - voluntary (Note 2) | 60,900 | 62,590 |
| | <u>630,955</u> | <u>648,629</u> |
| Total Increase in assets | <u>764,761</u> | <u>801,606</u> |
| DECREASE IN NET ASSETS | | |
| Administrative expenses | 74 | 101 |
| Retirement benefits paid | 493,188 | 320,167 |
| Termination benefits paid | 408,368 | 418,992 |
| Withdrawal payments | 224,596 | 44,958 |
| | <u>1,126,226</u> | <u>784,218</u> |
| Total Decrease in assets | <u>1,126,226</u> | <u>784,218</u> |
| Increase (decrease) in net assets | (361,465) | 17,388 |
| NET ASSETS AVAILABLE FOR BENEFITS - BEGINNING OF YEAR | <u>10,813,764</u> | <u>10,796,376</u> |
| NET ASSETS AVAILABLE FOR BENEFITS - END OF YEAR | <u>\$ 10,452,299</u> | <u>\$ 10,813,764</u> |





RYGIEL SUPPORTS FOR COMMUNITY LIVING PENSION FUND
Notes to Financial Statements
Year Ended March 31, 2018

1. BASIS OF PRESENTATION

These financial statements are prepared in accordance with the significant accounting policies set out below to comply with the accounting requirements by The Financial Services Commission of Ontario for financial statements under Section 76 of Regulations of the Pensions Benefits Act, 1009 (Ontario). Under these regulations pension plans must adhere to Accounting Standards for Pension Plans. These financial statements are prepared for the purposes of filing requirements with the Financial Services Commission of Ontario and accordingly are not appropriate for other purposes.

These financial statements are prepared in accordance with Canadian accounting standards for pension plans in accordance with Section 4600 of the CICA Handbook.

2. DESCRIPTION OF PLAN

The following description of the Rygiel Supports for Community Living Pension Fund (the "Plan") is a summary only. For more complete information, reference should be made to the Plan agreement, as amended from time to time.

General

The Plan is a defined contribution pension plan covering all employees of Rygiel Supports for Community Living (the "Organization"). Under the Plan contributions are made by the Plan members and the Organization. The Plan is registered under the Pension Benefits Act, R.S.O. 1990 of the Province of Ontario: Registration #0598409.

Funding policy

The Pension Benefits Act, R.S.O. 1990 requires that the Organization, being the Plan sponsor, must fund the benefits determined under the Plan. The Plan requires an employee and matching sponsor contribution of 3% to 16% of annual earnings for all part-time employees and full-time employees, respectively who meet service requirements. Voluntary contributions are permitted up to the limitations as determined by the Income Tax Act.

Service pensions

At the time of retirement, the proceeds in an employee's account are applied towards the purchase of an annuity. For members with spouses, the annuity shall be a Joint and Survivor annuity.

Death refunds

The accumulated value of all member and employer contributions, as at the date of death, shall be payable in a cash lump sum to a designated beneficiary or transferred to other retirement instruments as allowed under the provisions of the Income Tax Act.

Withdrawal refunds

Upon application and subject to lock in provisions, withdrawal refunds of the accumulated value of member and employer contributions are payable when a member ceases to be employed by the Organization and provides consent to transfer the accumulated funds.

(continues)



RYGIEL SUPPORTS FOR COMMUNITY LIVING PENSION FUND
Notes to Financial Statements
Year Ended March 31, 2018

2. DESCRIPTION OF PLAN *(continued)*

Income taxes

The Plan is a Registered Pension Trust as defined in the Income Tax Act and is not subject to income taxes.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Long term investments

Under the provisions of the Plan, eligible accounts for investment are Daily Interest Accounts or Guaranteed Deposit Accounts and Index Funds. The investments are held with Manulife Financial, the Plan's administrator and are recorded at cost, which together with accrued interest income or market value fluctuations approximates fair value.

Measurement uncertainty

The preparation of these financial statements in conformity with Canadian accounting standards for pension plans requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Significant areas requiring the use of estimates include contingent gains or losses. Actual results could differ from these estimates.

4. LONG TERM INVESTMENT

| | <u>2018</u> | <u>2017</u> |
|-----------------------------|----------------------|----------------------|
| Guaranteed deposit accounts | \$ 10,224,128 | \$ 10,627,186 |
| Index funds | 177,388 | 135,580 |
| | <u>\$ 10,401,516</u> | <u>\$ 10,762,766</u> |

These investments consist of five year Guaranteed Deposit Accounts and Index Funds.

5. PLAN INFORMATION

| | <u>2018</u> | <u>2017</u> |
|---|-----------------|-----------------|
| Rygiel Supports For Community Living <i>(Pension Plan's Sponsor)</i> | | |
| Audit fees | \$ 2,960 | \$ 2,900 |
| Administration fees to Manulife | 3,094 | 2,955 |
| | <u>\$ 6,054</u> | <u>\$ 5,855</u> |

All fees noted above are paid by the Pension Plan's Sponsor.



RYGIEL SUPPORTS FOR COMMUNITY LIVING PENSION FUND
Notes to Financial Statements
Year Ended March 31, 2018

6. CONTINGENT LIABILITY

The Plan has a contingent liability for a number of members' pension fund balances which will be deemed payable once the terminated employee has notified the Plan's administrator how to allocate the funds. The pension fund balances cannot be removed or otherwise changed without the written consent of the terminated employee. The current pension fund balance which may be payable to terminated employees in the subsequent year is \$265,441 (2017 - \$291,330).

