
Schedules of revenue and expenses
The Regional Municipality of Niagara
Child Care Services

December 31, 2020

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Independent Practitioner's Review Engagement Report

To the Members of Council of the Regional Municipality of Niagara and the Ministry of Education

We have reviewed the accompanying schedules of revenue and expenses – Child Care Services of the Regional Municipality of Niagara for the year ended December 31, 2020 (the "Schedules"), which have been prepared in accordance with the financial reporting requirements in the Child Care Transfer Payment Agreement dated January 1, 2018 and the 2018-2019 Ontario Early Years Child and Family Centre Amending Agreement dated March 29, 2018, between the Ontario Ministry of Education ("the Ministry") and the Regional Municipality of Niagara (the "agreements").

Management's Responsibility for the Schedule

Management is responsible for the preparation and fair presentation of the Schedules in accordance with the agreements, and for such internal control as management determines is necessary to enable the preparation of the Schedules that are free from material misstatement, whether due to fraud or error.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying Schedules based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of the Schedules in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on the Schedules.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the Schedules do not present fairly, in all material respects, the results of the operations of Child Care Services of the Regional Municipality of Niagara for the year ended December 31, 2020, in accordance with the agreements.

Basis of Accounting

Without modifying our conclusion, we draw attention to Note 1 to the Schedules, which describes the basis of accounting. The Schedules are prepared to assist the Regional Municipality of Niagara to comply with the financial reporting provisions of the above noted agreements. As a result, the Schedules may not be suitable for another purpose. Our conclusion is not modified in respect of this matter.

Region of Niagara
Schedule of Revenues and Expenditures – Child Care Services
For the year ended December 31, 2020
(Unaudited)

	REVENUES		
	Ministry of Education	Legislated Cost Share	
		%	(\$-Calculated)
Core Services Delivery Operating Allocation			
Core Services Delivery (100% provincial)	14,583,945	0%	0
Core Services Delivery - Cost Shared Requirement 80/20	8,511,703	20%	2,127,926
Core Service Delivery - Cost Shared Requirement 50/50 - Administration	483,226	50%	483,226
Total Core Services Delivery	23,578,874		2,611,152
Special Purpose Operating Allocation			
Language	732,964	0%	0
Indigenous	195,890	0%	0
Cost of Living	966,929	0%	0
Rural and Remote	13,976	0%	0
Capacity Building	190,397	0%	0
Repairs and Maintenance	66,224	0%	0
Utilization Adjustment	3,204,787	0%	0
Capping Adjustment	(162,442)	0%	0
Licenced Home Child Care (LHCC)	256,964	0%	0
Reconciliation Adjustment - General Allocation	(12,125,617)	0%	0
Total Special Purpose Operating Allocation	(6,659,928)		0
COVID-19 Allocations			
Emergency Child Care	1,437,115	0%	0
Closure Period	3,230,238	0%	0
Re-opening Period	4,724,940	0%	0
Re-opening Period - Wage Enhancement/HCCEG	736,348	0%	0
Total COVID-19 Allocations	10,128,641		0
Other Allocations			
TWOMO Reimbursement	0	0%	0
Small Water Works	1,089	0%	0
Wage Enhancement	2,508,895	0%	0
Wage Enhancement Administration	250,340	0%	0
Safe Restart Funding	4,532,998	0%	0
Indigenous-Led Child and Family Programs - Operating	267,091	0%	0
Indigenous-Led Child and Family Programs - Capital		0%	0
Expansion Plan	3,090,292	0%	0
ELCC Allocation	2,526,240	0%	0
Total Other Allocations	13,176,945		0
TOTAL CHILD CARE ALLOCATION	40,224,532		2,611,152

Region of Niagara
Schedule of Revenues and Expenditures – Child Care Services (General Funding)
For the year ended December 31, 2020
(Unaudited)

EXPENDITURES BY AGE GROUP																			
	0-4 (Infant, Toddler, and Preschooler)				4-6 (Kindergarten)				6-12 (School Aged)				Unspecified Age Group			Total Expenditures			
	Gross Expenditures	Required Parent Contribution	Other Offsetting Revenues	Adjusted Gross Expenditures	Gross Expenditures	Required Parent Contribution	Other Offsetting Revenues	Adjusted Gross Expenditures	Gross Expenditures	Required Parent Contribution	Other Offsetting Revenues	Adjusted Gross Expenditures	Gross Expenditures	Other Offsetting Revenues	Adjusted Gross Expenditures	Gross Expenditures	Required Parent Contribution	Other Offsetting Revenues	Adjusted Gross Expenditures
				Calculated				Calculated				Calculated			Calculated	Calculated	Calculated	Calculated	Calculated
Full Flexibility (Schedule 2.3)																			
General Operating	10,048,331			10,048,331	2,198,072			2,198,072	3,454,114			3,454,114				15,700,517	0	0	15,700,517
Fee Subsidy - Regular	9,108,970	(990,008)		8,118,962	1,992,587	(216,564)		1,776,023	3,131,208	(320,337)		2,810,871				14,232,765	(1,526,910)	0	12,705,855
Camps and Authorized Recreation								0	261,574	(19,978)		241,596				261,574	(19,978)	0	241,596
Ontario Works and LEAP - Formal	739,956			739,956	161,865			161,865	254,360			254,360				1,156,181	0	0	1,156,181
Ontario Works and LEAP - Informal				0				0				0				0	0	0	0
Pay Equity Memorandum of Settlement													338,161		338,161	338,161	0	0	338,161
Special Needs Resourcing	1,719,136			1,719,136	376,061			376,061	590,953			590,953				2,686,150	0	0	2,686,150
Administration													1,685,240		1,685,240	1,685,240	0	0	1,685,240
Repairs and Maintenance	42,383			42,383	9,271			9,271	14,569			14,569				66,224	0	0	66,224
Play-based Material and Equipment				0				0				0				0	0	0	0
Transformation				0				0				0				0	0	0	0
Total (full flexibility)	21,658,776	(990,008)	0	20,668,768	4,737,857	(216,564)	0	4,521,293	7,706,778	(340,315)	0	7,366,463	2,023,401	0	2,023,401	36,126,813	(1,546,888)	0	34,579,925
Limited Flexibility & Claims-Based																			
Capacity Building (Schedule 2.3)	121,854			121,854	26,656			26,656	41,887			41,887				190,397	0	0	190,397
Small Water Works (Schedule 2.3)													881		881	881	0	0	881
TWOMO Reimbursement (Schedule 2.7)															0	0			0
Total (limited flexibility & Claims-Based)	121,854	0	0	121,854	26,656	0	0	26,656	41,887	0	0	41,887	881	0	881	191,278	0	0	191,278
Wage Enhancement/HCCEG (Schedule 4.3)																			
Wage Enhancement/HCCEG													3,680,304		3,680,304	3,680,304			3,680,304
Wage Enhancement Administration													250,340		250,340	250,340			250,340
Total (Wage Enhancement/HCCEG)													3,930,644		3,930,644	3,930,644			3,930,644
TOTAL	21,780,630	(990,008)	0	20,790,622	4,764,513	(216,564)	0	4,547,949	7,748,666	(340,315)	0	7,408,351	5,954,927	0	5,954,927	40,248,736	(1,546,888)	0	38,701,848

EXPENDITURES BY AUSPICE					
	Non - Profit Operations	Profit Operations	Direct Operations	Other Auspice	Auspice Consolidated
Adjusted Gross Expenditures	28,508,981	3,887,588	4,600,061	1,685,240	38,681,870

EXPENDITURES BY SETTING				
	Centre Based	Home Based	Other Setting	Total
Adjusted Gross Expenditures	35,832,866	1,155,989	1,693,015	38,681,870

Region of Niagara
Schedule of Revenues and Expenditures – Child Care Services - Expansion Plan Funding
For the year ended December 31, 2020
(Unaudited)

EXPENDITURES BY AGE GROUP											
	0-4 (Infant, Toddler, and Preschooler)				Unspecified Age Group			Total Expenditures			
	Gross Expenditures	Required Parent Contribution - Expansion Plan	Other Offsetting Revenues - Expansion Plan	Adjusted Gross Expenditures	Gross Expenditures	Other Offsetting Revenues - Expansion Plan	Adjusted Gross Expenditures	Gross Expenditures	Required Parent Contribution - Expansion Plan	Other Offsetting Revenues - Expansion Plan	Adjusted Gross Expenditures
				Calculated			Calculated	Calculated	Calculated	Calculated	Calculated
Full Flexibility (Schedule 2.3A)											
General Operating	2,312,237			2,312,237				2,312,237	0	0	2,312,237
Fee Subsidy - Regular				0				0	0	0	0
Ontario Works and LEAP - Formal				0				0	0	0	0
Ontario Works and LEAP - Informal				0				0	0	0	0
Special Needs Resourcing	216,306			216,306				216,306	0	0	216,306
Administration					527,576		527,576	527,576	0	0	527,576
Repairs and Maintenance				0				0	0	0	0
Play-based Material and Equipment				0				0	0	0	0
Transformation				0				0	0	0	0
Total (full flexibility)	2,528,543	0	0	2,528,543	527,576	0	527,576	3,056,119	0	0	3,056,119
Limited Flexibility (Schedule 2.3A)											
Capacity Building	34,173			34,173				34,173	0	0	34,173
Total (limited flexibility)	34,173	0	0	34,173				34,173	0	0	34,173
TOTAL	2,562,716	0	0	2,562,716	527,576	0	527,576	3,090,292	0	0	3,090,292

EXPENDITURES BY AUSPICE					
	Non - Profit Operations	Profit Operations	Direct Operations	Other Auspice	Auspice Consolidated
Adjusted Gross Expenditures	2,255,190	307,526		527,576	3,090,292

EXPENDITURES BY SETTING				
	Centre Based	Home Based	Other Setting	Total
Adjusted Gross Expenditures	2,562,716		527,576	3,090,292

Region of Niagara
Schedule of Revenues and Expenditures – Child Care Services - ELCC
For the year ended December 31, 2020
(Unaudited)

EXPENDITURES BY AGE GROUP																							
	0-4 (Infant, Toddler, and Preschooler)					4-6 (Kindergarten)				6-12 (School Aged)					Unspecified Age Group			Total Expenditures					
	Gross Expenditures	Required Parent Contribution - ELCC	Offsetting Revenues - ELCC	Top-up with Stream 1 Funding	Adjusted Gross Expenditures	Gross Expenditures	Required Parent Contribution - ELCC	Offsetting Revenues - ELCC	Adjusted Gross Expenditures	Gross Expenditures	Required Parent Contribution - ELCC	Offsetting Revenues - ELCC	Top-up with Stream 2 Funding	Adjusted Gross Expenditures	Gross Expenditures	Offsetting Revenues - ELCC	Adjusted Gross Expenditures	Gross Expenditures	Required Parent Contribution - ELCC	Offsetting Revenues - ELCC	Top-up with Stream 1 Funding	Top-up with Stream 2 Funding	Adjusted Gross Expenditures
					Calculated				Calculated					Calculated			Calculated	Calculated	Calculated	Calculated	Calculated	Calculated	
Full Flexibility (Schedule 2.3B)																							
General Operating	704,378				704,378	154,083			154,083	242,130				242,130				1,100,590	0	0	0	0	1,100,590
Fee Subsidy - Regular Camps and Authorized Rec					0				0					0				0	0	0	0	0	0
Ontario Works and LEAP - Formal					0				0					0				0	0	0	0	0	0
Ontario Works and LEAP - Informal					0				0					0				0	0	0	0	0	0
Special Needs Resourcing	66,289				66,289	14,501			14,501	22,787				22,787				103,577	0	0	0	0	103,577
Administration															252,624		252,624	252,624	0	0	0	0	252,624
Repairs and Maintenance					0				0					0				0	0	0	0	0	0
Play-based Material and Equipment					0				0					0				0	0	0	0	0	0
Transformation					0				0					0				0	0	0	0	0	0
Community Based Capital Projects					0				0									0	0	0	0	0	0
Top-up				852,389	852,389								200,210	200,210							852,389	200,210	
Total (full flexibility)	770,667	0	0	852,389	1,623,056	168,583	0	0	168,583	264,917	0	0	200,210	465,127	252,624	0	252,624	1,456,791	0	0	852,389	200,210	2,509,390
Limited Flexibility (Schedule 2.3B)																							
Capacity Building	10,784				10,784	2,359			2,359	3,707				3,707				16,850	0	0	0	0	16,850
Total (limited flexibility)	10,784	0	0	0	10,784	2,359	0	0	2,359	3,707	0	0	0	3,707				16,850	0	0	0	0	16,850
TOTAL	781,451	0	0	852,389	1,633,840	170,942	0	0	170,942	268,624	0	0	200,210	468,834	252,624	0	252,624	1,473,641	0	0	852,389	200,210	2,526,240
EXPENDITURES BY Auspice																							
	Non - Profit Operations	Profit Operations	Direct Operations	Other Auspice	Auspice Consolidated																		
Adjusted Gross Expenditures - Community based Capital Projects					0																		
Adjusted Gross Expenditures - All Operating Expenditures	2,000,782	272,834		252,624	2,526,240																		
Total Adjusted Gross Expenditures	2,000,782	272,834	0	252,624	2,526,240																		
EXPENDITURES BY Setting																							
	Centre Based	Home Based	Other	Auspice Consolidated																			
Adjusted Gross Expenditures	2,273,616		252,624	2,526,240																			

Region of Niagara
Schedule of Revenues and Expenditures – Child Care Services - Fee Stabilization
For the year ended December 31, 2020
(Unaudited)

	Fee Stabilization Support
Total adjusted gross expenditures excluding administration expenditures	
Total adjusted administration expenditures	

Region of Niagara
Schedule of Revenues and Expenditures – Child Care Services - Indigenous Led Child and Family Programs
For the year ended December 31, 2020
(Unaudited)

	Indigenous Led Child and Family Programs	Indigenous Led Child and Family Programs	Adjusted Operating Expenses - One Time	Adjusted Operating Expenses - Ongoing	Total Adjusted Administration Expenditures
	Project Name	Project Type			
Indigenous-Led Child and Family Programs Project 1			71,309		7,923
Indigenous-Led Child and Family Programs Project 2			169,073		18,786
Indigenous-Led Child and Family Programs Project 3					
Indigenous-Led Child and Family Programs Project 4					
Indigenous-Led Child and Family Programs Project 5					
Indigenous-Led Child and Family Programs Project 6					
Indigenous-Led Child and Family Programs Project 7					
Indigenous-Led Child and Family Programs Project 8					
Indigenous-Led Child and Family Programs Project 9					
Indigenous-Led Child and Family Programs Project 10					
Total			240,382	0	26,709

Region of Niagara
Schedule of Revenues and Expenditures – Child Care Services - Safe Restart Funding
For the year ended December 31, 2020
(Unaudited)

	Safe Restart Funding
Total Adjusted Gross Expenditures excluding administration expenditure - Child Care	3,927,161
Total Adjusted Gross Expenditures excluding administration expenditure - EarlyON	
Total Adjusted Administrative Expenditures	453,300
Total Safe Restart Funding Expenditures	4,380,461

Region of Niagara
Schedule of Revenues and Expenditures – EarlyON
For the year ended December 31, 2020
(Unaudited)

	Allocation	Description	Expenditures
EarlyON Program Total Allocation	4,582,342		
Operating			
Salaries and Benefits - Program Staff			
Salaries and Benefits - Non Program Staff			
Lease and Utilities - Operational			
Other Expenses - Operational			3,177,199
Subtotal Operational Expenses			3,177,199
Professional Learning and Capacity Building			773,113
Child Care & Early Years Planning (CCYEP) and Data Analysis Services (DAS)			
Salaries and Benefits			175,658
Other Expenses			14,573
Subtotal			190,231
Administration			
Salaries and Benefits			
Other Expenses			401,589
Offsetting Revenue			
Subtotal			401,589
Offsetting Revenues			
Offsetting Revenue 1			
Offsetting Revenue 2			
Offsetting Revenue 3			
Subtotal			0
ELCC for salaries/wages top-up			40,210
EarlyON Total Adjusted Gross Expenditures			4,582,342

Region of Niagara
Schedule of Revenues and Expenditures – EarlyON Indigenous-Led Child and Family Programs
For the year ended December 31, 2020

							Adjusted Gross Expenditure													
			Operating Total			Capital Total		Operating Ongoing		Operating One Time		Offsetting Revenues Operating		Administration		Offsetting Revenues Administration		Capital One Time		Offsetting Revenues Capital
	Description		Allocation			Allocation														
Project 1																				
Project 2																				
Project 3																				
Project 4																				
Project 5																				
Project 6																				
Project 7																				
Project 8																				
Project 9																				
Project 10																				
Total			0			0		0		0		0		0		0		0		0

1. Significant accounting policies

The Schedules include the revenue and eligible expenses in relation to the Regional Municipality of Niagara's Child Care Services Program for the year ended December 31, 2020. The Schedules have been prepared in accordance with the financial reporting requirements in the Child Care Transfer Payment Agreement dated January 1, 2018 and the 2018-2019 Ontario Early Years Child and Family Centre Amending Agreement dated March 29, 2018 between Ontario Ministry of Education ("the Ministry") and the Regional Municipality of Niagara.

Revenue recognition

Revenue is reported on the accrual basis of accounting.

Government transfers are recognized in revenue in the Schedules when the transfer is authorized, any eligibility criteria are met, and a reasonable estimate of the amount can be made except when and to the extent that stipulations by the transferor give rise to an obligation that meet the definition of a liability. Government transfers that meet the definition of a liability are recognized as revenue as the liability is extinguished.

Expenses

Expenses are recorded if they are eligible for the program and incurred in the period.

Gross expenses are reported on the Schedules in order to understand the full cost of the program. Expenses in excess of base funding, as per the funding agreements, have been removed for the purpose of determining the grant repayable.

Certain administrative expenses are allocated to the program based on usage drivers specific to each type of expense.