

FINANCIAL STATEMENTS
For
**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**
For year ended
MARCH 31, 2011

INDEPENDENT AUDITOR'S REPORT

To the Members of

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

We have audited the accompanying financial statements of Ottawa Children's Treatment Centre/Centre de traitement pour enfants d'Ottawa, which comprise the balance sheet as at March 31, 2011 and the statements of revenues and expenses and fund balances and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, 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.

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.

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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 Ottawa Children's Treatment Centre as at March 31, 2011 and its financial performance and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Emphasis of Matter

We draw attention to Note 2 to the financial statements which describes the uncertainty related to the outcome of possible future settlements for employee related liabilities. Our opinion is not qualified in respect of this matter.

A handwritten signature in black ink that reads "Welch LLP". The signature is written in a cursive, flowing style.

Chartered Accountants
Licensed Public Accountants

Ottawa, Ontario
May 19, 2011.

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

(Incorporated under the laws of Ontario)

BALANCE SHEET

MARCH 31, 2011

	Operating Fund	Capital Fund	Clinical Education Fund	Total 2011	Total 2010
CURRENT ASSETS					
Cash	\$ 1,401,830	\$ 70,620	\$ 39,068	\$ 1,511,518	\$ 1,556,726
Investments - note 5	3,128,962	-	-	3,128,962	2,416,096
Estimated amount receivable from:					
City of Ottawa - Regional Preschool	42,373	-	-	42,373	39,765
Receivable from OCTC Foundation - note 6	1,904	25,000	-	26,904	1,095
Other receivables	136,783	33,390	-	170,173	23,479
Prepaid expenses	<u>52,775</u>	<u>-</u>	<u>-</u>	<u>52,775</u>	<u>13,519</u>
	<u>4,764,627</u>	<u>129,010</u>	<u>39,068</u>	<u>4,932,705</u>	<u>4,050,680</u>
PROPERTY AND EQUIPMENT - note 7	-	1,878,963	-	1,878,963	1,870,182
INTERFUND BALANCES	<u>(1,149,096)</u>	<u>1,133,285</u>	<u>15,811</u>	<u>-</u>	<u>-</u>
	<u>\$ 3,615,531</u>	<u>\$ 3,141,258</u>	<u>\$ 54,879</u>	<u>\$ 6,811,668</u>	<u>\$ 5,920,862</u>
CURRENT LIABILITIES					
Accounts payable and accrued liabilities	\$ 3,230,193	\$ 217,284	\$ -	\$ 3,447,477	\$ 2,494,793
Estimated amounts payable to:					
Ministry of Education	71,244	-	-	71,244	145,987
Ministry of Children and Youth Services					
- Developmental Services	46,886	-	-	46,886	46,886
- Physical Rehabilitation	6,377	-	-	6,377	6,377
City of Ottawa - Preschool	11,148	-	-	11,148	22,886
Deferred revenue - note 8	<u>259,377</u>	<u>421,461</u>	<u>-</u>	<u>680,838</u>	<u>629,973</u>
	<u>3,625,225</u>	<u>638,745</u>	<u>-</u>	<u>4,263,970</u>	<u>3,346,902</u>
DEFERRED GRANTS - note 9	<u>-</u>	<u>1,902,197</u>	<u>-</u>	<u>1,902,197</u>	<u>1,893,581</u>
FUND BALANCES					
Internally restricted for capital assets	-	(23,234)	-	(23,234)	(23,399)
Internally restricted	-	-	54,879	54,879	54,579
Unrestricted	<u>(6,694)</u>	<u>620,550</u>	<u>-</u>	<u>613,856</u>	<u>649,199</u>
	<u>(6,694)</u>	<u>597,316</u>	<u>54,879</u>	<u>645,501</u>	<u>680,379</u>
	<u>\$ 3,618,531</u>	<u>\$ 3,138,258</u>	<u>\$ 54,879</u>	<u>\$ 6,811,668</u>	<u>\$ 5,920,862</u>

Approved by the Board:

..... Director

..... Director

(See accompanying notes)

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

STATEMENT OF REVENUE AND EXPENSES AND FUND BALANCES

YEAR ENDED MARCH 31, 2011

	<u>Operating Fund</u>	<u>Capital Fund</u>	<u>Clinical Education Fund</u>	<u>Total 2011</u>	<u>Total 2010</u>
Revenue					
Ministry of Children and Youth Services					
- Physical rehabilitation	\$ 9,296,402	\$ -	\$ -	\$ 9,296,402	\$ 8,295,828
- Developmental services	4,863,323	-	-	4,863,323	4,954,897
- One-time funding - Physical Rehabilitation	65,100	-	-	65,100	34,300
- One-time funding - Developmental services	20,612	-	-	20,612	-
Ministry of Education	1,730,144	-	-	1,730,144	1,579,100
City of Ottawa - Preschool	416,113	-	-	416,113	395,868
Preschool fees	2,495	-	-	2,495	1,605
City of Ottawa - Regional Preschool	480,644	-	-	480,644	469,905
Preschool Speech & Language Program	193,254	-	-	193,254	193,254
CHEO (expenses recovered)	5,241	-	-	5,241	5,960
Other programs	88,475	31,400	-	119,875	132,240
Blind/Low Vision Program	127,000	-	-	127,000	126,069
Donations - general	-	3,920	-	3,920	1,540
Foundation donations - note 10					
- Physical rehabilitation	9,600	-	-	9,600	104,650
- Developmental services	-	-	-	-	500
- Other programs	-	135,076	-	135,076	85,085
Amortization of deferred grants					
- equipment	-	161,062	-	161,062	162,704
- building	-	34,277	-	34,277	34,277
- leasehold improvements	-	104,766	-	104,766	103,718
Interest and other					
- Physical Rehabilitation	372,039	-	-	372,039	126,634
- Developmental Services	4,530	-	-	4,530	4,800
- Ministry of Education	27,734	-	-	27,734	3,650
- Other programs	-	18,667	300	18,967	16,773
	<u>17,702,706</u>	<u>489,168</u>	<u>300</u>	<u>18,192,174</u>	<u>16,833,357</u>
Expenses (see attached schedule)					
Direct salaries and benefits	13,168,333	-	-	13,168,333	12,369,388
Administrative	3,721,480	-	-	3,721,480	3,299,732
Other operating	812,893	527,010	-	1,339,903	1,173,973
	<u>17,702,706</u>	<u>527,010</u>	<u>-</u>	<u>18,229,716</u>	<u>16,843,093</u>
Excess of revenue over expenses (expenses over revenue) before change in fair value of investments	-	(37,842)	300	(37,542)	(9,736)
Adjustments to held for trading investment	<u>2,664</u>	<u>-</u>	<u>-</u>	<u>2,664</u>	<u>1,430</u>
Excess of revenue over expenses (expenses over revenue)	2,664	(37,842)	300	(34,878)	(8,306)
Fund balances at beginning of year	<u>(9,358)</u>	<u>635,158</u>	<u>54,579</u>	<u>680,379</u>	<u>688,685</u>
Fund balances at end of year	<u>\$ (6,694)</u>	<u>\$ 597,316</u>	<u>\$ 54,879</u>	<u>\$ 645,501</u>	<u>\$ 680,379</u>

(See accompanying notes)

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

SCHEDULE OF EXPENSES

YEAR ENDED MARCH 31, 2011

	<u>Operating Fund</u>	<u>Capital Fund</u>	<u>Clinical Education Fund</u>	<u>Total 2011</u>	<u>Total 2010</u>
Direct salaries and benefits					
Ministry of Children and Youth Services					
- Physical rehabilitation	\$ 6,804,239	\$ -	\$ -	\$ 6,804,239	\$ 6,082,168
- Developmental services	3,924,828	-	-	3,924,828	4,014,723
Ministry of Education	1,270,311	-	-	1,270,311	1,141,348
Preschool Speech & Language Program	190,092	-	-	190,092	193,254
Blind/Low Vision Program	118,788	-	-	118,788	116,895
CHEO	5,241	-	-	5,241	5,960
City of Ottawa					
- Preschool	344,500	-	-	344,500	331,991
- Regional Preschool	440,359	-	-	440,359	421,797
Other programs	<u>69,975</u>	<u>-</u>	<u>-</u>	<u>69,975</u>	<u>61,252</u>
	<u>\$ 13,168,333</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,168,333</u>	<u>\$ 12,369,388</u>
Administrative					
Ministry of Children and Youth Services					
- Physical rehabilitation	\$ 2,706,165	\$ -	\$ -	\$ 2,706,165	\$ 2,285,367
- Developmental services	588,414	-	-	588,414	588,414
Ministry of Education	339,227	-	-	339,227	338,277
City of Ottawa					
- Preschool	59,674	-	-	59,674	59,674
- Regional Preschool	<u>28,000</u>	<u>-</u>	<u>-</u>	<u>28,000</u>	<u>28,000</u>
	<u>\$ 3,721,480</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,721,480</u>	<u>\$ 3,299,732</u>
Other operating					
Ministry of Children and Youth Services					
- Physical rehabilitation	\$ 232,737	\$ -	\$ -	\$ 232,737	\$ 193,945
- Developmental services	375,223	-	-	375,223	357,060
Ministry of Education	148,340	-	-	148,340	103,125
Preschool Speech & Language Program	3,162	-	-	3,162	-
Blind/Low Vision Program	8,212	-	-	8,212	9,174
City of Ottawa					
- Preschool	14,434	-	-	14,434	5,808
- Regional Preschool	12,285	-	-	12,285	20,108
Other programs	18,500	213,048	-	231,548	127,735
Amortization					
- equipment	-	162,662	-	162,662	165,293
- building	-	43,952	-	43,952	42,904
- leasehold improvements	-	107,268	-	107,268	107,268
Ottawa Health Science Centre					
- shared capital expenses	<u>-</u>	<u>80</u>	<u>-</u>	<u>80</u>	<u>41,553</u>
	<u>\$ 812,893</u>	<u>\$ 527,010</u>	<u>\$ -</u>	<u>\$ 1,339,903</u>	<u>\$ 1,173,973</u>

(See accompanying notes)

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

STATEMENT OF CASH FLOWS

YEAR ENDED MARCH 31, 2011

	<u>2011</u>	<u>2010</u>
CASH PROVIDED (USED)		
Operations activities		
Excess of expenses over revenue	\$ (34,878)	\$ (8,306)
Charge against operations which did not require a current outlay of cash:		
Amortization - net of amortization of deferred grants	13,777	14,766
Unrealized losses (gains)	<u>(2,664)</u>	<u>(1,430)</u>
	(23,765)	5,030
Changes in non-cash operating items:		
Receivable from Foundation	(25,809)	(1,095)
Other receivables	(146,694)	229,629
Prepaid expenses	(39,256)	9,800
Accounts payable and accrued liabilities	952,684	319,195
Owing to Ministry of Education	(74,743)	(37,078)
Owing to City of Ottawa - Preschool	(11,738)	1,370
- Regional Preschool	(2,608)	(724)
Deferred revenue	<u>50,865</u>	<u>14,523</u>
	<u>678,936</u>	<u>540,650</u>
Investing activities		
Purchase of investments	(2,599,970)	(1,228,911)
Investments matured	1,889,768	1,206,840
Purchase of property and equipment	<u>(322,663)</u>	<u>(108,087)</u>
	<u>(1,032,865)</u>	<u>(130,158)</u>
Financing activities		
Grants received for purchase of property and equipment	<u>308,721</u>	<u>86,225</u>
INCREASE (DECREASE) IN CASH	(45,208)	496,717
CASH, BEGINNING OF YEAR	<u>1,556,726</u>	<u>1,060,009</u>
CASH, END OF YEAR	<u>\$ 1,511,518</u>	<u>\$ 1,556,726</u>

(See accompanying notes)

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2011

1. STATEMENT OF PURPOSE

The Ottawa Children's Treatment Centre Incorporated/Centre de traitement pour enfants d'Ottawa is a non-profit organization which provides accessible and integrated rehabilitation and developmental services and supports for children and youth and some specific adults who require support with physical, developmental and/or communication needs in partnership with families and the broader children's services system. Clients reside in Eastern Ontario including Ottawa, Renfrew County, Eastern Counties and North Lanark.

The Centre is a registered charity and is, under section 149 of the Income Tax Act, exempt from the payment of income taxes.

2. ACCOUNTING POLICIES AND OTHER MATTERS

Accounting policies

Investments

The Centre has designated its investments as held for trading and has recorded them at their fair value.

Fair values of fixed income securities are determined by reference to published price quotations in an active market at year-end.

The purchase and sale of investments are accounted for using settlement date accounting.

Property and equipment, deferred grants and amortization

Property and equipment are stated on the balance sheet at acquisition cost net of accumulated amortization. Amortization is provided on: major equipment using the straight-line method applied on the estimated useful life of the equipment with a range of 5 to 15 years, leasehold improvements over the term of the lease (including renewal options) and on the buildings using the straight-line method applied over 40 years. Grants received specifically for acquisition of property and equipment are deferred and amortized using the same basis as the respective asset.

Legislative grants

The legislative grants calculations are prepared annually by the Centre and submitted to the different Ministries and the City of Ottawa for final approval. Adjustments, if any, are recorded in the year they are made by the grantor.

Operating Fund

The Operating Fund accounts for the Centre's program and administered programs including administrative activities funded by the various Ministries and the City of Ottawa.

Capital Fund

The Capital Fund reports the assets, liabilities, revenues and expenses related to the Centre's property and equipment. It also includes all donations received from the Foundation and the public as well as program expenses not funded by any of the various ministries or the City of Ottawa.

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

NOTES TO FINANCIAL STATEMENTS - Cont'd.

YEAR ENDED MARCH 31, 2011

2. ACCOUNTING POLICIES - Cont'd.

Clinical Education Fund

The Clinical Education Fund represents monies raised by the Centre's management and staff through workshops, conferences and honorariums. These monies are used to fund clinical education and support services to enhance professional development of the staff.

Contributed services

A large number of volunteers contribute a significant number of hours per year to assist the Centre in carrying out its service delivery activities. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

Other matters

Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires Centre 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 the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Measurement uncertainty

The financial statements include a provision for employee related liabilities with respect to possible future settlements. Management's best estimate of the amounts that will be owing to employees has been reflected in these statements. Any differences between the amount accrued and actual results will be charged or credited to operations in the year of settlement.

3. FUTURE ACCOUNTING STANDARDS FOR THE NOT-FOR-PROFIT SECTOR

The Accounting Standards Board of the Canadian Institute of Chartered Accountants recently approved a financial reporting framework designed specifically to meet the needs of users of financial statements prepared by not-for-profit organizations. Not-for-profit organizations are also given the option to adopt International Financial Reporting Standards (IFRS) instead of the new not-for-profit accounting standards. One of these new frameworks must be applied by the organization by its March 31, 2013 fiscal year-end and the organization is permitted to adopt these standards earlier, if desired. Management is currently evaluating the impact of these new reporting frameworks on their financial statements.

4. FINANCIAL INSTRUMENTS

The Centre's financial instruments include cash, estimated amount receivable from City of Ottawa - Regional Preschool, Receivable from OCTC Foundation, other receivables, accounts payable and accrued liabilities, and estimated amounts payable to Ministry of Education, Ministry of Children and Youth Services and City of Ottawa - Preschool. Due to their nature or capacity for prompt liquidation, the fair values of these financial instruments approximate their carrying value. The organization's investments are also financial instruments and are presented at their fair value in the financial statements. Unless disclosed elsewhere in the notes to the financial statements, it is management's opinion that the Centre is not exposed to significant interest rate, currency or credit risks arising from these financial instruments.

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

NOTES TO FINANCIAL STATEMENTS - Cont'd.

YEAR ENDED MARCH 31, 2011

5. INVESTMENTS

Investments consist of:

	<u>Face Value</u>	<u>Cost</u>	<u>Approximate Market Value</u>
Bonds and short-term deposits			
Province of British Columbia - 0.999%, due June 18, 2011	\$ 65,458	\$ 65,000	\$ 65,291
Province of British Columbia - 1.020%, due July 9, 2011	151,168	150,000	150,681
Government of Canada Treasury Bill - 0.999%, due July 7, 2011	294,000	291,275	293,166
Province of British Columbia - 1.054%, due August 19, 2011	151,385	150,000	150,675
Province of Manitoba - 1.105%, due September 5, 2011	101,020	100,000	100,472
Province of New Brunswick - 1.047%, due October 31, 2011	151,562	150,000	150,162
Province of Ontario - 1.275%, due November 30, 2011	137,000	142,768	140,206
Province of Ontario - 1.012%, due December 2, 2011	141,642	150,000	150,094
GICs			
Home Trust Company - 1.200%, due September 12, 2011		100,000	100,000
Advisor's Advantage - 1.150%, due November 4, 2011		100,000	100,000
Equitable Trust - 1.200%, due November 4, 2011		100,000	100,000
Montreal Trust Co of Canada - 1.200%, due November 4, 2011		100,000	100,000
TD Mortgage Corp - 1.150%, due November 4, 2011		100,000	100,000
Royal Bank of Canada - 1.700%, due March 5, 2012		100,000	100,000
Vancity - 1.700%, due March 5, 2012		68,000	68,000
Canadian Western Bank - 1.670%, due March 5, 2012		100,000	100,000
Other			
Bank of Montreal Premium Money Market Fund Mutual Fund Units - 998,938		998,938	998,938
Manulife Bank Investment Savings Account Mutual Fund Units - 161,277		161,277	161,277
Accrued interest		<u>8,166</u>	<u>-</u>
		<u>\$ 3,135,424</u>	<u>\$ 3,128,962</u>

The investments are managed by management with input from a professional investment advisor. Market value is determined by reference to public markets as reported by the investment managers.

The Centre manages the interest rate risk exposure of its fixed income securities and term deposits by using a portfolio with varying terms to maturity.

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

NOTES TO FINANCIAL STATEMENTS - Cont'd.

YEAR ENDED MARCH 31, 2011

6. RECEIVABLE FROM OCTC FOUNDATION

This amount represents expenses paid by the Centre on behalf of the OCTC Foundation. It is non-interest bearing and is settled in the normal course of operations.

7. PROPERTY AND EQUIPMENT

	<u>2011</u>		<u>2010</u>	
	<u>Cost</u>	<u>Accumulated amortization</u>	<u>Cost</u>	<u>Accumulated amortization</u>
Building	\$ 1,716,186	\$ 1,147,053	\$ 1,716,186	\$ 1,104,148
Equipment	1,912,110	1,162,837	1,676,709	1,044,227
Leasehold improvements	1,408,316	879,226	1,374,197	770,911
Site development costs	<u>31,467</u>	<u>-</u>	<u>22,376</u>	<u>-</u>
	5,068,079	<u>\$ 3,189,116</u>	4,789,468	<u>\$ 2,919,286</u>
Accumulated amortization	<u>3,189,116</u>		<u>2,919,286</u>	
	<u>\$ 1,878,963</u>		<u>\$ 1,870,182</u>	

Under the terms of the lease with the Children's Hospital of Eastern Ontario, a portion of the costs of leasehold improvements may be recovered should the lease be terminated by them prior to 2022. The Centre has the option of terminating the lease. The portion of refund available at March 31, 2011 is \$344,042 and is reduced on a straight line basis until 2022.

8. DEFERRED REVENUE

Deferred revenue represents the following:

	<u>Unexpended grants from previous year</u>	<u>Grants received in year</u>	<u>Amount expended in year</u>	<u>Unexpended balance</u>
Clinic for Augmentative Communications	\$ 70,118	\$ -	\$ 570	\$ 69,548
Caution Parent Learning	33,575	51,206	49,121	35,660
Preschool	107,303	-	6,332	100,971
Other programs	<u>21,649</u>	<u>60,881</u>	<u>29,332</u>	<u>53,198</u>
	232,645	112,087	85,355	259,377
Capital programs	<u>397,328</u>	<u>181,104</u>	<u>156,971</u>	<u>421,461</u>
	<u>\$ 629,973</u>	<u>\$ 293,191</u>	<u>\$ 242,326</u>	<u>\$ 680,838</u>

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

NOTES TO FINANCIAL STATEMENTS - Cont'd.

YEAR ENDED MARCH 31, 2011

9. DEFERRED GRANTS

	<u>2011</u>	<u>2010</u>
Balance, beginning of year	\$ 1,893,581	\$ 1,764,492
Add:		
Contributions deferred in year for capital asset purchases	308,721	414,471
Less:		
Amortization of deferred contributions related to capital assets	<u>(300,105)</u>	<u>(285,382)</u>
Balance, end of year	<u>\$ 1,902,197</u>	<u>\$ 1,893,581</u>

10. OTTAWA CHILDREN'S TREATMENT CENTRE FOUNDATION

The Ottawa Children's Treatment Centre Foundation is a not-for-profit charitable organization that was established to raise funds for capital expansion, equipment needs, expanded client programs, research, publications and education for the Centre. As a result, the Centre has an economic interest in the Foundation. However, each organization is separately managed and reports to separate Boards of Directors. These financial statements do not include the assets, liabilities or operations of the Foundation.

During the year, the Foundation distributed \$179,584 (2010 - \$230,580) in donations to the Centre. \$156,971 of this amount was spent in the year, \$21,895 of which was used to support a program in the operating fund. \$24,133 has been allocated to deferred revenue to be spent in future years. The Foundation had net assets of approximately \$500,000 at March 31, 2011.

11. PENSION PLAN

All full-time employees of the Centre, except those seconded from outside school boards, are required to be members of the Hospitals of Ontario Pension Plan which is a multi-employer final average pay contributory pension plan. Eligible part-time employees may also be voluntary members of the plan. Employer contributions made to the Plan during the year by the Centre amounted to \$963,498 (2010 - \$916,629). These amounts are included with applicable salaries in the statement of revenue and expenses and fund balances. The most recent actuarial valuation of the plan at December 31, 2010 indicates the plan is fully funded with no increases to contribution rates for 2012.

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

NOTES TO FINANCIAL STATEMENTS - Cont'd.

YEAR ENDED MARCH 31, 2011

12. COMMITMENTS

The Centre has commitments under various operating leases for office equipment. The minimum annual payments under these leases exclusive of the applicable taxes are as follows:

2012	\$ 17,346
2013	10,285
2014	2,243

The Centre has entered into a contract for information technology support until June 2012. The annual payment for this support is \$343,850.

The Centre has entered into lease agreements for satellite locations with initial terms ending in various fiscal years until 2015. The aggregate amount of minimum annual lease payments, exclusive of the applicable taxes, for the next five years are as follows:

2012	\$ 430,721
2013	315,549
2014	224,415
2015	224,415
2016	207,569

It is currently management's intention to renew the leases. The above figures do not reflect the future costs of leases that have not yet been renewed.

The Centre has leased land at 395 Smyth Road from the Children's Hospital of Eastern Ontario for \$1 per year until 2013.

13. CAPITAL

The organization defines its capital as its unrestricted net assets, net assets invested in capital assets, and net assets internally restricted. The organization is not subject to external restrictions on its capital. The organization's objectives with respect to managing capital are to hold sufficient unrestricted net assets to fund ongoing operations. The organization monitors its capital requirement and objectives through its budgeting process, its financial statement review process and reviews the terms and conditions contained in its service agreements.

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

SCHEDULE A - REVENUE AND EXPENSES FOR CITY OF OTTAWA PRESCHOOL PROGRAM

YEAR ENDED MARCH 31, 2011

	<u>2011</u> <u>Total</u>	<u>2010</u> <u>Total</u>
Revenue		
City of Ottawa	\$ 416,113	\$ 395,868
Preschool fees	<u>2,495</u>	<u>1,605</u>
	<u>418,608</u>	<u>397,473</u>
Expenses		
Direct salaries and benefits	344,500	331,991
Administrative	59,674	59,674
Other operating	<u>14,434</u>	<u>5,808</u>
	<u>418,608</u>	<u>397,473</u>
Excess of revenue over expenses for the year	<u>\$ -</u>	<u>\$ -</u>

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

**SCHEDULE B - REVENUE AND EXPENSES FOR CITY OF OTTAWA REGIONAL PRESCHOOL PROGRAM
YEAR ENDED MARCH 31, 2011**

	<u>2011 Total</u>	<u>2010 Total</u>
Revenue		
City of Ottawa	\$ <u>480,644</u>	\$ <u>469,905</u>
Expenses		
Direct salaries and benefits	440,359	421,797
Administrative	28,000	28,000
Other operating	<u>12,285</u>	<u>20,108</u>
	<u>480,644</u>	<u>469,905</u>
Excess of revenue over expenses for the year	\$ <u>-</u>	\$ <u>-</u>

**OTTAWA CHILDREN'S TREATMENT CENTRE/
CENTRE DE TRAITEMENT POUR ENFANTS D'OTTAWA**

SCHEDULE OF REVENUE AND EXPENSES BY MINISTRY DETAIL CODE

YEAR ENDED MARCH 31, 2011

	8859 SCS - Adult Behaviour Intervention	9253 SCS-Children Behaviour Intervention	9256 SCS - Children Assessment & Counselling	9261 Special Needs Phase II - Child - Dev. Disability	A476 SCS - Children Infant Development	A510 Out-of-Home Respite Services	A596 Other ASD Supports	A597 ASD Respite Services	Non-MCSS amounts	Total per audited financial statements
Revenue										
Ministry of Children and Youth Services										
- Physical rehabilitation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,296,402	\$ 9,296,402
- Developmental services	465,014	1,040,064	1,815,089	114,332	911,690	392,526	27,408	97,200	-	4,863,323
- One-time funding - Physical rehabilitation	-	-	-	-	-	-	-	-	65,100	65,100
- One-time funding - Developmental services	20,612	-	-	-	-	-	-	-	-	20,612
Ministry of Education	-	-	-	-	-	-	-	-	1,730,144	1,730,144
City of Ottawa - Preschool	-	-	-	-	-	-	-	-	416,113	416,113
Preschool fees	-	-	-	-	-	-	-	-	2,495	2,495
City of Ottawa - Regional Preschool	-	-	-	-	-	-	-	-	480,644	480,644
Preschool Speech & Language Program	-	-	-	-	-	-	-	-	193,254	193,254
CHEO (expenses recovered)	-	-	-	-	-	-	-	-	5,241	5,241
Other programs	-	-	-	-	-	-	-	-	119,875	119,875
Blind/Low Vision Program	-	-	-	-	-	-	-	-	127,000	127,000
Donations - general	-	-	-	-	-	-	-	-	3,920	3,920
Foundation donations										
- Physical rehabilitation	-	-	-	-	-	-	-	-	9,600	9,600
- Other programs	-	-	-	-	-	-	-	-	135,076	135,076
Amortization of deferred grants										
- equipment	-	723	962	-	552	332	-	-	158,494	161,063
- building	-	-	-	-	-	-	-	-	34,277	34,277
- leasehold improvements	-	-	-	-	-	-	-	-	104,766	104,766
Interest and other										
- Physical rehabilitation	-	-	-	-	-	-	-	-	372,039	372,039
- Development services	-	127	-	-	-	-	-	4,402	-	4,529
- Ministry of Education	-	-	-	-	-	-	-	-	27,734	27,734
- Other programs	-	-	-	-	-	-	-	-	18,967	18,967
	<u>485,626</u>	<u>1,040,914</u>	<u>1,816,051</u>	<u>114,332</u>	<u>912,242</u>	<u>392,858</u>	<u>27,408</u>	<u>101,602</u>	<u>13,301,141</u>	<u>18,192,174</u>
Expenses										
Direct salaries and benefits	<u>470,230</u>	<u>763,398</u>	<u>1,597,630</u>	<u>93,190</u>	<u>724,292</u>	<u>158,249</u>	<u>26,697</u>	<u>91,142</u>	<u>9,243,505</u>	<u>13,168,333</u>
Administrative	-	219,337	191,573	12,394	146,885	18,225	-	-	3,133,066	3,721,480
Less allocated to operating	<u>-</u>	<u>(90,001)</u>	<u>(44,901)</u>	<u>(6,000)</u>	<u>(58,976)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(199,878)</u>
	<u>-</u>	<u>129,336</u>	<u>146,672</u>	<u>6,394</u>	<u>87,909</u>	<u>18,225</u>	<u>-</u>	<u>-</u>	<u>3,133,066</u>	<u>3,521,602</u>
Other operating	8,872	44,731	46,620	8,948	41,065	216,384	711	10,460	962,112	1,339,903
Allocated from administrative	<u>-</u>	<u>90,001</u>	<u>44,901</u>	<u>6,000</u>	<u>58,976</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>199,878</u>
	<u>8,872</u>	<u>134,732</u>	<u>91,521</u>	<u>14,948</u>	<u>100,041</u>	<u>216,384</u>	<u>711</u>	<u>10,460</u>	<u>962,112</u>	<u>1,539,781</u>
	<u>479,102</u>	<u>1,027,466</u>	<u>1,835,823</u>	<u>114,532</u>	<u>912,242</u>	<u>392,858</u>	<u>27,408</u>	<u>101,602</u>	<u>13,338,683</u>	<u>18,229,716</u>
Excess of revenue over expenses (expenses over revenue) before change in fair value of investments	6,524	13,448	(19,772)	(200)	-	-	-	-	(37,542)	(37,542)
Adjustments to held for trading investment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,664</u>	<u>2,664</u>
Excess of revenue over expenses (expenses over revenue)	<u>\$ 6,524</u>	<u>\$ 13,448</u>	<u>\$ (19,772)</u>	<u>\$ (200)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (34,878)</u>	<u>\$ (34,878)</u>