

**SUNRISE THERAPEUTIC RIDING & LEARNING CENTRE**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED OCTOBER 31, 2022**

# **SUNRISE THERAPEUTIC RIDING & LEARNING CENTRE**

## **INDEX TO THE FINANCIAL STATEMENTS**

**YEAR ENDED OCTOBER 31, 2022**

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## INDEPENDENT AUDITOR'S REPORT

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To the Board of Directors of: Sunrise Therapeutic Riding & Learning Centre

### Qualified Opinion

We have audited the accompanying financial statements of Sunrise Therapeutic Riding & Learning Centre, which comprise the statement of financial position as at October 31, 2022 and the statements of revenue and expenditures and changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, these financial statements present fairly, in all material respects, the financial position of Sunrise Therapeutic Riding & Learning Centre as at October 31, 2022 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 Qualified Opinion

In common with many charitable organizations, the organization derives some of its revenue from donations and fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of this revenue was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to revenue, excess of net revenue over expenditures and cash flows from operations for the year ended October 31, 2022, current assets as at October 31, 2022, and net assets as at November 01, 2021 and October 31, 2022.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of Sunrise Therapeutic Riding & Learning Centre in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical 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 qualified audit opinion.

### Emphasis of Matter

As part of our audit of the financial statements of the organization for the year ended October 31, 2022, we also audited the adjustments described in note 10 that were applied to restate the financial statements for the year ended October 31, 2021. In our opinion, such adjustments are appropriate and have been properly applied.

We draw attention to note 11 to the financial statements, which explains that certain corresponding information presented for the year ended October 31, 2021 has been restated. The financial statements for the year end October 31, 2021 (prior to the adjustments that were applied to restate certain corresponding information explained in note 10) were audited by another auditor who expressed an unmodified opinion on those financial statements on March 15, 2022. Our opinion is not modified in respect of this matter.

### Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our 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 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 these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We 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 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 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 we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements 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 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.

We 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.



Guelph, Ontario  
March 7, 2023

Chartered Professional Accountants  
Licensed Public Accountants

**SUNRISE THERAPEUTIC RIDING & LEARNING CENTRE**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT OCTOBER 31, 2022**

	<b>2022</b>	<b>2021</b> (notes 10 & 11)
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 191,207	\$ 198,038
Accounts receivable	0	9,828
Government remittances recoverable	18,630	14,089
Inventories	<u>7,760</u>	<u>11,907</u>
	217,597	233,862
<b>INVESTMENT</b> (notes 4 & 10)	305,400	295,320
<b>TANGIBLE CAPITAL ASSETS</b> (note 5)	466,606	393,350
<b>HORSE HERD</b> (notes 6 & 10)	<u>23,207</u>	<u>28,757</u>
	<u>\$ 1,012,810</u>	<u>\$ 951,289</u>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ 50,356	\$ 16,356
Deferred revenue	0	52,167
Note payable	<u>10,000</u>	<u>20,000</u>
	60,356	88,523
<b>CANADA EMERGENCY BUSINESS ACCOUNT</b> (note 7)	30,000	30,000
<b>DEFERRED CAPITAL CONTRIBUTIONS</b> (note 8)	<u>317,887</u>	<u>249,834</u>
	<u>408,243</u>	<u>368,357</u>
<b>NET ASSETS</b>		
<b>NET ASSETS</b>	<u>604,567</u>	<u>582,932</u>
	<u>\$ 1,012,810</u>	<u>\$ 951,289</u>

**APPROVED ON BEHALF OF THE BOARD:**

\_\_\_\_\_ Director

\_\_\_\_\_ Director

**SUNRISE THERAPEUTIC RIDING & LEARNING CENTRE**  
**STATEMENT OF REVENUE AND EXPENDITURES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED OCTOBER 31, 2022**

	<b>2022</b>	<b>2021</b> (notes 10 & 11)
<b>REVENUE</b>		
Donations	\$ 211,184	\$ 271,587
Grants and foundations (note 9)	155,852	182,145
Lessons, scholarships and membership fees	131,136	55,999
Camp fees	129,686	37,691
Fundraising	69,342	48,541
Rental and other	<u>15,561</u>	<u>14,060</u>
	<u>712,761</u>	<u>610,023</u>
<b>EXPENDITURES</b>		
Wages and benefits	445,619	305,798
Farm	68,472	45,438
Fundraising	50,783	25,158
Utilities	21,162	16,433
Office	15,694	15,395
Insurance	15,151	10,853
Telephone and communications	11,117	8,784
Equipment lease, repairs and maintenance	9,002	12,518
Professional fees	7,518	7,487
Advertising and public relations	7,174	697
Recognition	6,822	723
Property taxes	6,724	7,713
Credit card merchant charge	6,431	2,116
Interest and finance charges	1,504	1,459
Education	1,364	1,775
Vehicle and travel	162	192
Recovery of GST/HST	<u>(1,674)</u>	<u>(5,268)</u>
	<u>673,025</u>	<u>457,271</u>
<b>SURPLUS BEFORE OTHER REVENUE (EXPENDITURES)</b>	<u>39,736</u>	<u>152,752</u>
<b>OTHER REVENUE (EXPENDITURES)</b>		
Recognition of deferred capital contributions (note 8)	30,076	13,184
Loss on disposal of assets	(1,493)	0
Horse herd amortization (note 10)	(2,457)	(4,411)
Amortization	<u>(44,227)</u>	<u>(28,140)</u>
	<u>(18,101)</u>	<u>(19,367)</u>
<b>EXCESS OF REVENUE OVER EXPENDITURES for the year</b>	21,635	133,385
<b>NET ASSETS, beginning of year</b>	<u>582,932</u>	<u>449,547</u>
<b>NET ASSETS, end of year</b>	<u>\$ 604,567</u>	<u>\$ 582,932</u>

**SUNRISE THERAPEUTIC RIDING & LEARNING CENTRE**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED OCTOBER 31, 2022**

	<b>2022</b>	<b>2021</b> (notes 10 & 11)
<b>CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>		
Excess of net revenue over expenditures for the year	\$ 21,635	\$ 133,385
Items not requiring an outlay of cash		
Amortization	44,227	28,140
Horse herd amortization	2,457	4,411
Loss on disposal of assets	1,493	0
Donation of FOSL shares	(10,080)	0
Recognition of deferred capital contributions	<u>(30,076)</u>	<u>(13,184)</u>
	29,656	152,752
Changes in non-cash working capital		
Accounts receivable	9,828	(9,828)
Government remittances recoverable	(4,541)	3,683
Government assistance receivable	0	21,000
Inventories	4,147	(1,890)
Accounts payable and accrued liabilities	34,000	(8,547)
Deferred revenue	<u>(52,167)</u>	<u>(11,855)</u>
	<u>20,923</u>	<u>145,315</u>
<b>CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES</b>		
Repayment of note payable	(10,000)	0
Deferred capital contributions received	<u>98,129</u>	<u>86,602</u>
	<u>88,129</u>	<u>86,602</u>
<b>CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES</b>		
Additions to property, plant and equipment	(116,679)	(2,853)
Additions to development costs	(804)	(102,099)
Purchase of FOSL shares	0	(9,920)
Additions to horse herd	0	(2,500)
Net proceeds on disposal of assets	<u>1,600</u>	<u>0</u>
	<u>(115,883)</u>	<u>(117,372)</u>
<b>NET (DECREASE) INCREASE IN CASH</b>	(6,831)	114,545
<b>NET CASH, BEGINNING OF YEAR</b>	<u>198,038</u>	<u>83,493</u>
<b>NET CASH, END OF YEAR</b>	<u>\$ 191,207</u>	<u>\$ 198,038</u>

# SUNRISE THERAPEUTIC RIDING & LEARNING CENTRE

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED OCTOBER 31, 2022

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### 1. NATURE OF OPERATIONS

Sunrise Therapeutic Riding & Learning Centre is a not-for-profit organization incorporated under the laws of Ontario and now governed by the Ontario Not For Profit Corporations Act without share capital and is a registered charity under the Income Tax Act. Sunrise Therapeutic Riding & Learning Centre is exempt from income tax. Its purpose is to develop the full potential of children and adults with special needs through therapy, education, horse riding, recreation and life skills programs, farm related and social activities.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian accounting standards for not for profit organizations and include the following significant accounting policies:

#### (a) REVENUE RECOGNITION

The organization follows the deferral method of accounting for contributions, which include donations, and grants and foundations revenue. Externally restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when they are received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Lesson fees and employment grants are recognized in the year to which they relate.

Revenue from fundraising, lessons, scholarships and membership fees, camp fees and rental and other income are recognized when received.

#### (b) INVENTORIES

Inventories consisting of hay bales to be distributed at no charge or for a nominal charge are measured at the lower of cost and net realizable value with cost being determined on a first-in first-out (FIFO) basis. The cost of inventory recognized as an expense during the year was \$11,520 (2021 - \$20,717).

#### (c) TANGIBLE CAPITAL ASSETS

Tangible capital assets are recorded at cost and amortized on the basis of their estimated useful life using the following methods and rates:

Drainage	- 20	years straight line basis
Leasehold improvements	- 10	years straight line basis
Playground equipment	- 10	years straight line basis
Computer equipment	- 45	% declining balance basis
Wagon	- 20	% declining balance basis
Equipment and tack	- 20	% declining balance basis
Furniture and fixtures	- 20	% declining balance basis
Sound system	- 20	% declining balance basis
Sign	- 20	% declining balance basis
Pool	- 20	% declining balance basis
Septic system	- 20	% declining balance basis
Water system	- 4	% declining balance basis

Amortization is recorded at 50% of the above rates in the year of addition.



**SUNRISE THERAPEUTIC RIDING & LEARNING CENTRE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED OCTOBER 31, 2022**

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

(d) HORSE HERD

The horse herd is recorded at cost (or fair value at time of acquisition, if donated) and amortized on the basis of their estimated productive age range of 5 to 27 years.

(e) USE OF ESTIMATES

The preparation of financial statements in conformity with Canadian generally accepted accounting principles for not for profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Significant areas requiring management's estimates include amortization of the horse herd, amortization of tangible capital assets and accrued liabilities. Actual results could differ from those estimates.

(f) FINANCIAL INSTRUMENTS

The organization initially measures its financial assets and liabilities at fair value, except for a related party transaction which is recorded at cost and measured using the carrying amount or exchange amount depending on the circumstances.

The organization subsequently measures all its financial assets and financial liabilities at amortized cost, unless otherwise noted below.

Cost in a related party transaction with repayment terms is determined using its undiscounted cash flows, excluding interest and dividend payments, less any impairment losses previously recognized by the transferor.

Impairment

For financial assets measured at cost or amortized cost, the organization determines whether there are indications of possible impairment. When there are, and the organization determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows, a write-down is recognized in income. If the indicators of impairment have decreased or no longer exist, the previously recognized impairment loss may be reversed to the extent of the improvement. The carrying amount of the financial asset may be no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in income.

Transaction costs

Transaction costs attributable to financial instruments subsequently measured at fair value and to those originated or exchanged in a related party transaction are recognized in income in the period incurred. Transaction costs related to financial instruments originated or exchanged in an arm's length transaction that are subsequently measured at cost or amortized cost are recognized in the original cost of the instrument. When the instrument is measured at amortized cost, transaction costs are recognized in income over the life of the instrument using the straight-line method.

**SUNRISE THERAPEUTIC RIDING & LEARNING CENTRE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED OCTOBER 31, 2022**

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

(g) CONTRIBUTED MATERIALS AND SERVICES

During the year, a number of organizations and individuals donate materials to the organization and a number of volunteers contribute a significant amount of their time. Because of the difficulty in determining the fair value, contributed services are not recorded in the financial statements.

Contributed materials, used in the normal course of operations, are recognized in the financial statements when the fair value can be reasonably estimated and the materials would otherwise have been purchased.

During the year the organization received the gifts-in-kind totaling \$46,262 (2021 - \$5,586). Contributions in the year consist of a donation of shares, construction materials, a discount on the purchase of a tractor, and other supplies that would otherwise have been purchased.

(h) INVESTMENT IN AN ENTITY SUBJECT TO SIGNIFICANT INFLUENCE

The organization elected to account for its investments in significantly influenced entities using the equity method. The investment is initially recognized at cost and subsequently adjusted to take account of the organization's share of net income reported by the subsidiary or significantly influenced entity, computed by the consolidation method. Dividends declared by the significantly influenced entities are recognized as a reduction of the investment. At the end of each reporting period, the organization assesses whether there are any indications that an investment may be impaired. When there is an indication of impairment, and the organization determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows, a write-down is recognized in income. If the indicators of impairment have decreased or no longer exist, the previously recognized impairment loss shall be reversed to the extent of the improvement. The adjusted carrying amount of the investment may not be greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in income.

**3. FINANCIAL INSTRUMENTS**

Unless otherwise noted, it is management's opinion that the organization is not exposed to significant interest, credit, currency, liquidity, or other price risks arising from its financial instruments.

The extent of the organization's exposure to these risks did not change in 2022 compared to the previous period.

The organization does not have a significant exposure to any individual customer or counterpart.

## SUNRISE THERAPEUTIC RIDING & LEARNING CENTRE

### NOTES TO THE FINANCIAL STATEMENTS

#### FOR THE YEAR ENDED OCTOBER 31, 2022

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#### 4. RELATED PARTY TRANSACTIONS

The organization holds 39.71% (2021 - 39.12%) of the voting shares of Friends of Sunrise Ltd. (FOSL) and total shares valued at \$305,400 (2021 - \$295,320) and has two Board members in common as well as one representative on the FOSL Board. The organization had the following transactions with FOSL:

	<b>2022</b>	<b>2021</b>
Donation of FOSL shares from Maria Melo	\$ 10,080	\$ 10,080
Farm lease payments	(2)	(2)

FOSL has a year end of January 1, 2023. Transactions that occurred between January 2, 2022 and October 31, 2022 are not recorded in the financial statements as they do not have a significant effect on the October 31, 2022 balance.

During the year, Maria Melo, a Board member of FOSL, donated \$10,080 (2021 - \$10,080) of her FOSL shares to the organization.

#### 5. TANGIBLE CAPITAL ASSETS

	<b>Cost</b>	<b>Accumulated Amortization</b>	<b>Net 2022</b>	<b>Net 2021</b>
Drainage	\$ 9,425	\$ 3,534	\$ 5,891	\$ 6,362
Leasehold improvements	273,342	133,857	139,485	158,626
Playground equipment	90,278	89,538	740	2,220
Computer equipment	45,769	23,238	22,531	11
Wagon	10,105	9,959	146	182
Equipment and tack	30,041	27,185	2,856	3,570
Furniture and fixtures	166,444	85,675	80,769	14,736
Sound system	26,813	23,703	3,110	3,887
Sign	9,451	8,818	633	791
Pool	4,266	2,300	1,966	2,457
Septic system	10,535	1,300	9,235	1,236
Water system	26,924	6,960	19,964	20,796
Development costs	<u>179,280</u>	<u>0</u>	<u>179,280</u>	<u>178,476</u>
	<u>\$ 882,673</u>	<u>\$ 416,067</u>	<u>\$ 466,606</u>	<u>\$ 393,350</u>

During the year, the organization held assets not being amortized of \$179,280 (2021 - \$178,476) relating to development costs.

**SUNRISE THERAPEUTIC RIDING & LEARNING CENTRE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED OCTOBER 31, 2022**

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**6. HORSE HERD**

	<b>Cost</b>	<b>Accumulated Amortization</b>	<b>Net 2022</b>	<b>Net 2021</b>
Horse herd	\$ <u>39,136</u>	\$ <u>15,929</u>	\$ <u>23,207</u>	\$ <u>28,757</u>

The organization has a lease with respect to four (2021 - five) of its horses. The horses have been loaned to the organization on the condition that it is responsible for all costs related to food, bedding and daily routine. This includes regular veterinary costs. There are no additional lease payments required for the horses. In the event that the horses become unsuitable for program use, or the owner requests the horses be returned, one months notice is required. The owners are responsible for maintaining medical insurance coverage if they desire. The organization holds a \$5 million general liability policy and the owners would not be responsible should an accident occur.

**7. CANADA EMERGENCY BUSINESS ACCOUNT**

	<b>2022</b>	<b>2021</b>
Canada Emergency Business Account (CEBA) interest free and 25% forgivable if paid by December 31, 2023, 5% interest thereafter, due December 31, 2025	\$ <u>30,000</u>	\$ <u>30,000</u>

In 2020, \$10,000 of loan forgiveness revenue was recognized as the organization plans to repay the loan by December 31, 2023.

**8. DEFERRED CAPITAL CONTRIBUTIONS**

Deferred capital contributions, which consist of restricted donations and grants funding tangible capital assets, are as follows:

	<b>2022</b>	<b>2021</b>
Balance, beginning of the year	\$ 249,834	\$ 176,416
Less revenue recognized over useful life of asset	(30,076)	(13,184)
Plus amounts received during the year	<u>98,129</u>	<u>86,602</u>
Balance, end of year	\$ <u>317,887</u>	\$ <u>249,834</u>

**9. GRANTS AND FOUNDATIONS**

	<b>2022</b>	<b>2021</b>
Other foundations	\$ 57,302	\$ 51,645
Ontario Trillium Foundation	23,536	109,400
Government of Canada	28,014	16,600
G Foundation	25,000	0
Kitchener-Waterloo Community Foundation	22,000	2,500
Township of Puslinch	<u>0</u>	<u>2,000</u>
	\$ <u>155,852</u>	\$ <u>182,145</u>

# SUNRISE THERAPEUTIC RIDING & LEARNING CENTRE

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED OCTOBER 31, 2022

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### 10. PRIOR PERIOD ERROR

During the audit, it was noted that the horse herd had not previously been amortized on a consistent basis. A prior period adjustment was recorded to adjust the accumulated amortization and preserve the historical costs (or fair value at acquisition for contributed horses).

The net effects of the adjustment to the 2021 financial statements and 2022 opening balances are as follows:

	2022	2021
Decrease in horse herd cost	\$ (3,600)	\$ (3,600)
Increase in accumulated amortization	13,979	11,328
Decrease in net assets	(17,579)	(14,928)
Increase in horse herd amortization	0	2,651
Decrease in net revenue over expenditures	0	(2,651)

During the audit, it was also noted that the investment in Friends of Sunrise Ltd. (FOSL) was valued at cost when the appropriate method for valuing a significantly influenced organization was the equity method. This error was rectified on the 2022 financial statements but had no impact on the value of the investment.

### 11. CORRESPONDING FIGURES

Certain figures presented for corresponding purposes have been reclassified to conform to the current year's presentation, including combining the 2021 capital fund balance of \$(178,476) with the general fund balance of \$778,988.

### 12. COMMITMENTS

The organization has a long term lease with respect to the Stone Cottage, indoor riding arena, the stable, activity centre and any building constructed subsequent to the initial agreement. The lease expires January 31, 2039 and contains renewal options for an additional 20 years. The lease is held by Friends of Sunrise Ltd., a significantly influenced entity, with rent of \$2 due February 1st each year. Sunrise is responsible for all taxes and expenditures related to the premises. Future minimum lease payments are as follows:

2023	\$	2
2024		2
2025		2
2026		2
2027		2
Thereafter		<u>22</u>
		<u>\$ 32</u>

### 13. MATERIAL UNCERTAINTY DUE TO COVID-19

During and subsequent to year end, the Novel Coronavirus (COVID-19) continued to impact the economy in Canada and globally. Although the disruption from the virus is expected to be temporary, given the dynamic nature of the circumstances, the duration of business disruption and the related financial impact cannot be reasonably estimated at this time. Further, the timing and amounts realized on the organization's assets as well as future ability to deliver all services may be impacted by the evolving circumstances of the virus.