2
ADULT DAY CENTRES PROGRAMS
2006 ANNUAL RECONCILIATION REPORT

The Health and Emergency Medical Services Committee recommends the adoption of the recommendations contained in the following report, November 5, 2007, from the Commissioner of Finance:

1. RECOMMENDATIONS

It is recommended that:

1. The Annual Reconciliation Report of Adult Day Centres programs for the 2006 fiscal year set out in Attachment 1 be received; and

2. The "Certification by Agency" set out at Section VI of Attachment 1, certifying the accuracy of the Reconciliation Report, be signed by the Program Director and the Regional Chair.

2. PURPOSE

The Ministry of Health and Long-Term Care (MOHLTC) requires that a separate audited Annual Reconciliation Report be submitted for Adult Day Centres programs. This report is based on Generally Accepted Accounting Principles (GAAP).

The final audit has been completed by the Region's audit firm for the fiscal year ended December 31, 2006. A copy of the Reconciliation Report is appended as Attachment 1.

3. BACKGROUND

The programs include Adult Day Centres, Client Intervention & Assistance to Seniors and Psychogeriatric Consulting Services. They provide a supportive environment that assist clients in achieving and maintaining the maximum level of functioning, thus preventing premature institutionalization, as well as offering respite and supportive care for caregivers. It operates 5 days a week. In 2006, 15,236 units of service were provided in the four LTC Day Centres, Client Intervention & Assistance to Seniors and the Psychogeriatric Programs. The Centres provide services to individuals with cognitive disorders, acquired brain injuries, physical disabilities and communicative disorders.

4. FINANCIAL IMPLICATIONS

The actual expenditures for all the programs totalling $1,714,390 are reported on the final audited reconciliation. The programs were over budget because of unanticipated OMERS pension contribution and increased operating expenses. The overage was more than offset by additional client fees, resulting in the net budget being below budget.

Budgeted expenditures of $1,711,284 were approved by the Ministry for 2006/2007. The remaining program costs were funded by $72,903 in client fees.

In accordance with the funding agreement, the Ministry funds indirect corporate costs provided in support of this program at the same subsidy level. Of the indirect costs of $74,355 (reported on the Annual Reconciliation Report as “Central Agency Charges”), 100% was funded by the Ministry. Indirect corporate services provided in support of these programs include Corporate and Legal Services such as Human Resources, and services provided by Finance such as Payroll, Accounting, Budgeting, Purchasing and Information Technology.

5. LOCAL MUNICIPAL IMPACT

There are no local municipal implications associated with this report.

6. CONCLUSION

The Ministry of Health and Long-Term Care requires the attached financial return be received by the Committee and that the “Certificate by Agency” be signed by the Program Director and the Regional Chair.

The Senior Management Group has reviewed this report.

(The attachments referenced in this clause were included with the November 29, 2007 Agenda package.)