# San Romanoway Revitalization Association

## Financial Statements

**March 31, 2025**

WEINBERG
& GASPIRC
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December 23, 2025

**Independent Auditor's Report**

To the Board of Directors of
San Romanoway Revitalization Association

**Opinion**
We have audited the financial statements of San Romanoway Revitalization Association (the Association) which comprise the statement of financial position as at March 31, 2025, and the statement of operations and changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of San Romanoway Revitalization Association as at March 31, 2025 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 Opinion**
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 the Association 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 opinion.

**Responsibilities of Management and Those Charged with Governance for the Financial Statements**
Management is responsible for the preparation and fair presentation of these 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 Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

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

**Auditor's Responsibility 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 judgment 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 the override of internal control.

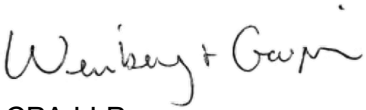
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.

- Evaluate 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 Association'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. If such disclosures are inadequate, we will 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 Association 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.



CPA LLP
Licensed Public Accountants
Toronto, Ontario, Canada
December 23, 2025

# San Romanoway Revitalization Association

## Statement of Financial Position
**As at March 31**

| | 2025 | 2024 |
|---|---|---|
| **Assets** | | |
| Current assets | | |
| Cash | $ 330,600 | $ 257,293 |
| Investments (Note 2) | 272,623 | 243,115 |
| HST rebate | 27,677 | 25,275 |
| Sundry receivable | 2,923 | 16,778 |
| Grants receivable | - | 3,847 |
| Prepaids and deposits | 892 | 48,272 |
| | 634,715 | 594,580 |
| Investments (Note 2) | - | 121,504 |
| Capital assets (Note 3) | 78,095 | 3,028 |
| | $ 712,810 | $ 719,112 |
| **Liabilities** | | |
| Current liabilities | | |
| Accounts payable and accrued liabilities (Note 4) | $ 45,361 | $ 15,369 |
| Deferred contributions (Note 5) | 229,112 | 179,800 |
| Deferred capital contributions – current portion (Note 6) | 15,435 | - |
| | 289,908 | 195,169 |
| Deferred capital contributions (Note 6) | 51,452 | 77,177 |
| | 341,360 | 272,346 |
| **Net Assets** | | |
| Unrestricted net assets (Note 7) | 371,450 | 446,766 |
| | $ 712,810 | $ 719,112 |

Commitments (Note 9)

Approved by the Board:

Director _____ Director _____

# San Romanoway Revitalization Association

## Statement of Operations and Changes in Net Assets
**Year Ended March 31**

| | 2025 | 2024 |
|---|---|---|
| Revenue | | |
| Grants (Note 5) | $ 953,609 | $ 1,025,508 |
| Other income | 106,056 | 84,674 |
| Donations (Note 8) | 58,968 | 58,165 |
| Investment income | 18,792 | 19,206 |
| Amortization of deferred capital contributions (Note 6) | 10,290 | - |
| | 1,147,715 | 1,187,553 |
| Expenses | | |
| Salaries and benefits | 902,515 | 816,814 |
| Professional fees | 153,581 | 146,138 |
| Program supplies | 74,000 | 83,749 |
| Occupancy costs | 56,328 | 50,935 |
| Amortization | 12,653 | 956 |
| Office supplies | 9,658 | 17,648 |
| Telephone | 8,924 | 8,135 |
| Insurance | 5,372 | 5,393 |
| | 1,223,031 | 1,129,768 |
| (Deficiency) excess of revenue over expenses for the year | (75,316) | 57,785 |
| Unrestricted net assets, beginning of the year | 446,766 | 388,981 |
| Unrestricted net assets, end of the year (Note 7) | $ 371,450 | $ 446,766 |

# San Romanoway Revitalization Association

## Statement of Cash Flows
**Year Ended March 31**

| | 2025 | 2024 |
|---|---|---|
| Cash flows from operating activities | | |
| (Deficiency) Excess of revenue over expenses for the year | $ (75,316) | $ 57,785 |
| Items not affecting cash | | |
| Amortization of capital assets | 12,653 | 956 |
| Amortization of deferred capital contribution | (10,290) | - |
| | (72,953) | 58,741 |
| Changes in non-cash working capital | | |
| HST rebates | (2,402) | (9,370) |
| Sundry receivable | 13,855 | (639) |
| Grants receivable | 3,847 | 120,857 |
| Prepaids | 47,380 | (48,272) |
| Accounts payable and accrued liabilities | 29,992 | (5,813) |
| Loan payable | - | (10,000) |
| Deferred contributions | 49,312 | 49,800 |
| | 69,031 | 155,304 |
| Cash flows from financing activities | | |
| Deferred capital contributions | - | 77,177 |
| Cash flows from investing activities | | |
| Purchase of capital assets | (87,720) | - |
| Investments | 91,996 | (35,240) |
| | 4,276 | (35,240) |
| Net increase in cash | 73,307 | 197,241 |
| Cash, beginning of year | 257,293 | 60,052 |
| Cash, end of year | $ 330,600 | $ 257,293 |

### Nature of operations

San Romanoway Revitalization Association is a community based organization, the object of which is to develop and foster community spirit, promote organized athletics, arts, recreation, civic emergency, social services and other community endeavours. In addition promote adult educational, recreational and athletic facilities and equipment for the benefit of the community. The direct focus of the Association is on crime prevention, and health and safety for residents residing in the San Romanoway neighbourhood of Toronto.

The Association is a registered charity incorporated without share capital under the laws of Ontario and thus exempt from income taxes.

### 1. Significant accounting policies

**Basis of accounting**
The financial statements have been prepared by management in accordance with the Canadian accounting standards for not-for-profit organizations, accordingly, these financial statements have been prepared in accordance with Canadian generally accepted accounting principles.

**Use of estimates**
The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Primary components of these financial statements which include estimates are capital assets with respect to useful life and amortization. Actual results could differ management's best estimates as additional information becomes available in the future.

**Revenue recognition**
The Association follows the deferral method of accounting for contributions.

Unrestricted contributions are recognized as revenue when they are received or receivable if the amount to be received can reasonably be estimated and collection is reasonably assured.

Donations are recognized when received.

Other income is recognized as revenue when received or receivable if the amount to be received can reasonably be estimated and collection is reasonably assured.

Investment income is recognized as revenue when earned.

Externally restricted contributions are recorded as deferred contributions when they are received or receivable if the amount to be received can reasonably be estimated and collection is reasonably assured. Deferred contributions are recognized as grants in the year in which the related expenses are incurred.

### 1. Significant accounting policies (*continued*)

**Donations in kind**
The work of the Association is dependent on volunteer services of many individuals. As these services are not normally purchased by the Association and due to the difficulty in determining their fair value, donated services are not recognized in these financial statements.

**Capital assets**
Capital assets are recorded at acquisition cost. Amortization is provided as follows:

| | | |
|---|---|---|
| Equipment | 5 years | Straight line |
| Leasehold Improvements | Lease term | Straight line |

**Financial Instruments**
The Association initially recognizes financial instruments at fair value and subsequently measures them at each reporting date as follows:

| Asset/liability | Measurement |
|---|---|
| Cash | Fair value |
| Investments | Amortized cost |
| HST rebate | Amortized cost |
| Sundry receivable | Amortized cost |
| Grants receivable | Amortized cost |
| Prepaids and deposits | Amortized cost |
| Accounts payable and accrued liabilities | Amortized cost |

Financial assets measured at amortized cost are assessed at each reporting date for indications of impairment. If such impairment exists, the asset is written down and the resulting impairment loss is recognized in the statement of operations for the period.

The Association recognizes its transaction costs in the statement of operations in the period incurred.

### 2. Investments

Investments are comprised of non-redeemable and cashable guaranteed investment certificates (GICs). Non-redeemable GICs are investments that cannot be cashed prior to maturity. Cashable GICs are investments that may be cashed prior to maturity subject to interest penalty. Investments that are cashable or non-redeemable GICs with maturities within the next fiscal period are categorized as current assets. GICs earn interest between 3.20% and 4.90% and mature between June 10, 2025 and March 16, 2026.

### 3. Capital assets

| | Cost | Accumulated amortization | Net 2025 |
|---|---|---|---|
| Equipment | $ 125,978 | $ 123,907 | $ 2,071 |
| Leasehold improvements | 650,087 | 574,063 | 76,024 |
| | $ 776,065 | $ 697,970 | $ 78,095 |

| | Cost | Accumulated amortization | Net 2024 |
|---|---|---|---|
| Equipment | $ 125,978 | $ 122,950 | $ 3,028 |
| Leasehold improvements | 562,367 | 562,367 | - |
| | $ 688,345 | $ 685,317 | $ 3,028 |

### 4. Accounts payable and accrued liabilities

At March 31, 2025, there is $12,013 (2024 - $17,874) owing for payroll source deductions and $441 (2024 - $1,282) owing for WSIB with respect to government remittances. Accounts payable are unsecured and not subject to any terms or covenants.

### 5. Deferred contributions

Deferred contributions represents the unspent portion of grants received where the grantor has specified restrictions as to the use of the funds.

Deferred contributions are comprised as follows:

| | 2025 | 2024 |
|---|---|---|
| Deferred contributions, beginning of year | $ 179,800 | $ 130,000 |
| Add: contributions received during the year | 1,002,921 | 1,075,308 |
| Less: grants recognized in revenue | (953,609) | (1,025,508) |
| Deferred contributions, end of year | $ 229,112 | $ 179,800 |

Deferred contributions are comprised of:

| | 2025 | 2024 |
|---|---|---|
| Public Safety Canada | $ 158,636 | $ - |
| City of Toronto | 46,026 | 30,000 |
| New Horizons for Seniors | 24,450 | 21,800 |
| Black Creek Community Health Centre | - | 128,000 |
| | $ 229,112 | $ 179,800 |

Contributions received during the year are comprised of:

| | 2025 | 2024 |
|---|---|---|
| Public Safety Canada | $ 481,031 | $ 331,775 |
| City of Toronto | 151,502 | 159,124 |
| Ministry of Sports, Recreations and Culture | 109,208 | 107,046 |
| Jane Finch Community and Family Centre | 64,201 | 44,463 |
| Black Creek Community Health Centre | 52,800 | 222,200 |
| City of Toronto – Black Mandated | 35,000 | - |
| HRDC - Summer Student Grant | 30,155 | 23,136 |
| Aubrey & Marla Dan Foundation | 25,000 | 12,100 |
| New Horizons for Seniors | 24,450 | 21,800 |
| Toronto Foundation for Student Success | 19,862 | 37,561 |
| Show Kids You Care | 6,282 | 4,000 |
| Toronto Star Fresh Air Fund | 2,430 | 4,000 |
| St. Stephens Presb. Church | 1,000 | - |
| Toronto Catholic District School Board | - | 91,960 |
| City of Toronto - Investing in Neighbourhoods | - | 10,643 |
| Canadian Women's Foundation | - | 5,500 |
| | $ 1,002,921 | $ 1,075,308 |

## 6. Deferred capital contributions

Deferred capital contributions represent the unamortized amount of restricted contributions received for the purchase of capital assets. The deferred capital contributions are amortized to revenue in the statement of operations at rates corresponding to those applied to record amortization expense for the related capital assets. The changes in the deferred capital contributions balance are as follows:

| | 2025 | 2024 |
|---|---|---|
| Balance, beginning of year | $ 77,177 | $ - |
| Add: amounts received per agreements | - | 77,177 |
| Less: amortization of deferred capital contributions | (10,290) | - |
| Balance, end of year | 66,887 | $ 77,177 |
| Less: current portion | (15,435) | - |
| Long term portion | $ 51,452 | $ 77,177 |

The balance of deferred capital contributions related to capital assets consists of the following:

| | 2025 | 2024 |
|---|---|---|
| Unamortized capital contributions | $ 66,887 | $ 43,080 |
| Unspent contributions | - | 34,097 |
| | $ 66,887 | $ 77,177 |

## 7. Unrestricted net assets

The Board of Directors established a reserve for salaries and benefits to pay up to three months salaries and employer payroll remittances in the event that there are insufficient funds available from current operating revenues. It is the Board's intention to contribute $1,200 annually to the reserve from unrestricted resources until the amount required is reached.

During the year the Association transferred from unrestricted net assets $1,200 (2024 - $1,200) to the reserve fund. The salaries and benefits reserve fund balance at March 31, 2025 is $10,484 (2024 - $9,284).

## 8. Donations

Included in donations received during the year is a donation from The Barry & Laurie Green Charitable Trust of $25,000 (2024 - $25,000).

## 9. Commitments

The Association has entered into an agreement to lease premises until September 30, 2026. The Association is committed to the following future minimum annual lease payments:

| Fiscal Year | Commitment |
|---|---|
| 2026 | $ 20,580 |
| 2027 | 10,290 |
| | $ 30,870 |

## 10. Financial instruments and risk management

The Association is exposed to various risks through its financial instruments. The following analysis provides a measure of the Association's risk exposure and concentrations at the balance sheet date. There has been no change in risk exposure from the prior year.

**Credit risk**
Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Association's credit risk is primarily attributable to its cash, investments and account receivable. The balance of cash, investments and accounts receivable in the balance sheet represents the Association's maximum exposure at the balance sheet date. This risk is mitigated by the fact that cash and investments are deposited with a Schedule A Canadian bank and most of the accounts receivable are from various levels of government.

**Liquidity risk**
Liquidity risk is the risk that the Association will encounter difficulty in meeting obligations associated with financial liabilities. These risks are mitigated by the fact that the Association holds a large balance in cash and current investments to meet these financial liabilities.

**Market risk**
Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. Association is not exposed to market risk as the investments are in Canadian guaranteed investment certificates, held in Canadian dollars, with fixed interest rates therefore they are not exposed to currency risk or interest rate risk and the GICs are not traded on the open market therefore they are not exposed to other price risk.

It is management's opinion that the Association is not exposed to significant risk arising from its financial instruments.

## 11. Guarantees

In the normal course of business, the Association enters into agreements that meet the definition of a guarantee. Indemnity has been provided to all directors and officers of the Association for various items including, but not limited to, all costs to settle suits or actions due to involvement with the Association, subject to certain restrictions.

Directors' and officers' liability insurance has been purchased to mitigate the cost of any potential future suits or actions. The term of the indemnification is not explicitly defined but is limited to the period over which the indemnification party served as a director or officer of the Association.

There are no lawsuits or potential lawsuits or actions pending and therefore the maximum amount of any potential future payment cannot be reasonably determined.