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**COLLEGE-MONTROSE  
CHILDREN'S PLACE**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2025**

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## INDEPENDENT AUDITOR'S REPORT

To the Members of College-Montrose Children's Place,

### Opinion

We have audited the financial statements of College-Montrose Children's Place (the organization), which comprise the statement of financial position as at December 31, 2025, and the statements of operations, 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, the accompanying financial statements present fairly, in all material respects, the financial position of College-Montrose Children's Place as at December 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 organization 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 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 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.

## INDEPENDENT AUDITOR'S REPORT (continued)

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 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 your 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.

*Pemylegion Chung LLP*

Chartered Professional Accountants  
Licensed Public Accountants

April 1, 2026  
Toronto, Ontario

# COLLEGE-MONTROSE CHILDREN'S PLACE

## STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2025

	2025	2024
<b>ASSETS</b>		
Current assets		
Cash	\$ 418,705	\$ 304,461
Short-term investments (note 3)	242,798	258,504
Amounts receivable	32,220	24,570
HST rebate recoverable	134,782	15,285
Prepaid expenses and deposits	<u>24,192</u>	<u>141,466</u>
	852,697	744,286
Long-term assets		
Capital assets (note 4)	<u>1,356,487</u>	<u>1,205</u>
Total assets	<u>\$ 2,209,184</u>	<u>\$ 745,491</u>
<b>LIABILITIES AND NET ASSETS</b>		
Current liabilities		
Accounts payable and accrued liabilities	\$ 37,901	\$ 38,330
Payroll source deductions payable	15,060	21,452
Mortgages payable (note 5)	16,587	-
Deferred contributions (note 6)	<u>289,157</u>	<u>252,000</u>
	358,705	311,782
Long-term liabilities		
Deferred capital contributions	582,220	-
Mortgages payable (note 5)	<u>762,754</u>	<u>-</u>
Total liabilities	<u>1,703,679</u>	<u>311,782</u>
Net assets		
Unrestricted	141,505	69,709
Internally restricted (note 7)	<u>364,000</u>	<u>364,000</u>
Total net assets	<u>505,505</u>	<u>433,709</u>
	<u>\$ 2,209,184</u>	<u>\$ 745,491</u>

Approved on behalf of the Board:

  
\_\_\_\_\_, Director

  
\_\_\_\_\_, Director

see accompanying notes

**COLLEGE-MONTROSE CHILDREN’S PLACE**

**STATEMENT OF CHANGES IN NET ASSETS**

**FOR THE YEAR ENDED DECEMBER 31, 2025**

			<b>2025</b>	<b>2024</b>
	Internally Restricted (note 7)	Unrestricted	Total	Total
Net assets, beginning of year	\$ 364,000	\$ 69,709	\$ 433,709	\$ 496,226
Excess of revenue over expenses for the year	<u>-</u>	<u>71,796</u>	<u>71,796</u>	<u>(62,517)</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 364,000</u>	<u>\$ 141,505</u>	<u>\$ 505,505</u>	<u>\$ 433,709</u>

see accompanying notes

# COLLEGE-MONTROSE CHILDREN'S PLACE

## STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>2025</u>	<u>2024</u>
<b>REVENUE</b>		
Contributions		
Government funding (note 8)	\$ 762,528	\$ 762,962
Individual donations	201,267	254,087
Corporate and foundations	140,399	66,683
United Way Greater Toronto (UWGT) (note 9)	115,208	115,268
Capital contributions recognized	27,672	-
Fundraising and other	92,461	38,777
Interest	<u>12,050</u>	<u>19,334</u>
	<u>1,351,585</u>	<u>1,257,111</u>
<b>EXPENSES</b>		
Personnel	815,303	853,690
Occupancy (note 10)	150,572	115,916
Grants to partners	86,848	86,848
Professional fees	69,202	79,649
Program	67,757	91,860
Fundraising	30,999	39,830
Administration	30,007	28,638
Staff travel and development	766	21,724
Amortization	<u>28,335</u>	<u>1,473</u>
	<u>1,279,789</u>	<u>1,319,628</u>
<b>EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR</b>	<u>\$ 71,796</u>	<u>\$ (62,517)</u>

see accompanying notes

# COLLEGE-MONTROSE CHILDREN'S PLACE

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2025

	2025	2024
<b>OPERATING ACTIVITIES</b>		
Excess of revenue over expenses for the year	\$ 71,796	\$ (62,517)
Add back non-cash items -		
Amortization of capital assets	28,335	1,473
Capital contributions recognized in year	(27,672)	-
Net change in non-cash working capital items (see below)	<u>20,462</u>	<u>(108,319)</u>
Net cash generated from (used for) operating activities	<u>92,921</u>	<u>(169,363)</u>
<b>INVESTING ACTIVITIES</b>		
Short-term investments redeemed	15,707	160,313
Capital assets purchased	<u>(1,383,617)</u>	<u>-</u>
Net cash generated from (used for) investing activities	<u>(1,367,910)</u>	<u>160,313</u>
<b>FINANCING ACTIVITIES</b>		
Capital contributions received	609,892	-
Proceeds from mortgages	791,384	-
Mortgage principal repayments made	<u>(12,043)</u>	<u>-</u>
Net cash generated from financing activities	<u>1,389,233</u>	<u>-</u>
<b>NET INCREASE (DECREASE) IN CASH FOR THE YEAR</b>	114,244	(9,050)
Cash, beginning of year	<u>304,461</u>	<u>313,511</u>
<b>CASH, END OF YEAR</b>	<u>\$ 418,705</u>	<u>\$ 304,461</u>
Net change in non-cash working capital items:		
Decrease (increase) in current assets		
Amounts receivable	\$ (7,649)	\$ 16,076
HST rebate recoverable	(119,497)	(2,032)
Prepaid expenses and deposits	117,274	(120,055)
Increase (decrease) in current liabilities		
Accounts payable and accrued liabilities	(431)	(31,727)
Payroll source deductions payable	(6,392)	936
Deferred contributions	<u>37,157</u>	<u>28,483</u>
	<u>\$ 20,462</u>	<u>\$ (108,319)</u>

see accompanying notes

# COLLEGE-MONTROSE CHILDREN'S PLACE

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2025

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College-Montrose Children's Place (the organization) is incorporated without share capital in the Province of Ontario. The organization is exempt from income tax in Canada as a registered charitable organization under the Income Tax Act (Canada).

College-Montrose Children's Place is a family support program that addresses the changing needs of diverse families. The organization creates connections between children, parents, grandparents and other caregivers in local neighbourhoods with focus on:

- Supporting healthy child development
- Promoting healthy families
- Breaking down isolation
- Fostering mutual aid and peer support
- Strengthening parenting knowledge and skills
- Valuing inclusion and harmony

In partnership with families and the community the organization provides safe, stimulating learning environments and opportunities for children, parents and caregivers. College-Montrose Children's Place is an open collaborative organization that values and respects the unique needs and strengths of all families.

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Management is responsible for the preparation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations. Outlined below are those policies considered significant:

#### **Revenue recognition**

The principal sources of revenue and recognition of these revenues for financial statement purposes are as follows:

##### *Contributions*

The organization follows the deferral method of revenue recognition for contributions.

Externally restricted contributions, including restricted grants, restricted donations and bingo proceeds, related to current expenses are recognized as revenue in the current year. Externally restricted contributions received in the year for expenses to be incurred in the following year are recorded as deferred contributions. Externally restricted contributions related to the purchase of capital assets are recorded as revenue in the same period, and on the same basis, as the related capital assets are amortized. Unrestricted contributions including donations are recorded as revenue when received.

##### *Contributed materials and services*

Contributed materials and services which are normally purchased by the organization are not recorded in the accounts.

##### *Fundraising*

Fundraising revenue includes event ticket sales and sponsorships. Event ticket sales and sponsorship revenue are recorded in the same period as the related event takes place.

##### *Interest*

Interest income from cash, guaranteed investment certificates and high interest savings accounts is recognized as revenue when earned.

# COLLEGE-MONTROSE CHILDREN'S PLACE

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2025

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### Capital assets

Capital asset purchases are recorded at cost. Amortization is provided annually at rates calculated to write-off the assets over their estimated useful lives as follows:

Building	- 50 years, straight line
Computers	- 5 years, straight-line

### 2. FINANCIAL INSTRUMENTS

The organization's financial instruments include cash, short-term investments, amounts receivable, mortgages payable, accounts payable and accrued liabilities. Short-term investments comprise guaranteed investment certificates and money market mutual funds. Guaranteed investment certificates are recorded at cost plus accrued interest, which approximates fair value. Money market mutual funds are recorded at fair value. Amounts receivable, accounts payable and accrued liabilities are initially recorded at fair value and are subsequently recorded net of any provisions for impairment in value.

### 3. SHORT-TERM INVESTMENTS

Short-term investments comprise the following:

	2025	2024
Guaranteed investment certificates	\$ 176,348	\$ 249,801
Money market mutual funds	<u>66,449</u>	<u>8,702</u>
	<u>\$ 242,797</u>	<u>\$ 258,503</u>

Guaranteed investment certificates, which are issued and held by a major Canadian credit union, bear interest at rates ranging from 3.45% to 4.96% and mature between January 2027 and March 2027.

### 4. CAPITAL ASSETS

Capital assets are as follows:

	Cost	Accumulated Amortization	2025 Net	2024 Net
Building	\$ 1,383,617	\$ (27,672)	\$ 1,355,945	\$ -
Computers	<u>3,694</u>	<u>(3,152)</u>	<u>542</u>	<u>1,205</u>
	<u>\$ 1,387,311</u>	<u>\$ (30,824)</u>	<u>\$ 1,356,487</u>	<u>\$ 1,205</u>

# COLLEGE-MONTROSE CHILDREN'S PLACE

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2025

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### 5. MORTGAGES PAYABLE

Mortgages payable are as follows:

	2025	2024
6.24% annual fixed interest rate, Royal Bank of Canada first mortgage, secured by the building, due January 1, 2030, amortized over 25 years, repayable in blended monthly payments of \$2,800	\$ 418,126	\$ -
6.19% annual fixed interest rate, United Way of Greater Toronto second mortgage, secured by the building, due March 1, 2030, amortized over 25 years, repayable in blended monthly payments of \$1,093	197,173	-
6.19% annual fixed interest rate, United Way of Greater Toronto second mortgage, secured by the building, due March 1, 2030, amortized over 25 years, repayable in blended monthly payments of \$1,314	<u>164,042</u>	<u>-</u>
	779,341	
Less current portion	<u>(16,587)</u>	<u>-</u>
Long-term portion	<u>\$ 762,754</u>	<u>\$ -</u>

Annual principal repayment requirements for the next five years are as follows:

2026	\$ 16,587
2027	17,597
2028	18,606
2029	19,805
2030	706,750

# COLLEGE-MONTROSE CHILDREN'S PLACE

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2025

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### 6. DEFERRED CONTRIBUTIONS

Deferred contributions at year end are as follows:

	2025	2024
City of Toronto - Toronto Children's Services (TCS)		
EarlyON	\$ 198,789	\$ 175,017
Bingo proceeds	48,298	54,213
Other	<u>42,070</u>	<u>22,770</u>
	<u>\$ 289,157</u>	<u>\$ 252,000</u>

Continuity of deferred contributions for the year is as follows:

	2025	2024
Deferred contributions, beginning of year	\$ 252,000	\$ 223,516
Amounts received from TCS	756,487	760,306
City of Toronto funding recognized as revenue (note 8)	<u>(719,330)</u>	<u>(731,822)</u>
Deferred contributions, end of year	<u>\$ 289,157</u>	<u>\$ 252,000</u>

### 7. INTERNALLY RESTRICTED NET ASSETS

The Board of Directors established internally restricted net assets for contingency purposes. The Board has set a goal of a minimum of three months of operating expenses for these net assets.

### 8. GOVERNMENT FUNDING

Government funding recognized in the year is as follows:

	2025	2024
City of Toronto - TCS		
EarlyOn (see schedule)	\$ 700,068	\$ 700,067
Professional learning strategy	19,262	17,320
Investing in Neighbourhoods Subsidies	-	14,435
Employment and Social Development Canada	<u>43,198</u>	<u>31,140</u>
	<u>\$ 762,528</u>	<u>\$ 762,962</u>

### 9. UNITED WAY GREATER TORONTO FUNDING

United Way Greater Toronto funding for the year is as follows:

	2025	2024
Community Services Sector Program	<u>\$ 115,208</u>	<u>\$ 115,268</u>

**COLLEGE-MONTROSE CHILDREN'S PLACE**

**NOTES TO THE FINANCIAL STATEMENTS**

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**10. OCCUPANCY COSTS**

Occupancy costs for the year are as follows:

	2025	2024
Condo fees	\$ 62,438	\$ 115,916
Mortgage interest	42,889	-
Property taxes	31,058	-
Repairs and maintenance	<u>14,187</u>	<u>-</u>
	<u>\$ 150,572</u>	<u>\$ 115,916</u>

# COLLEGE-MONTROSE CHILDREN'S PLACE

## SCHEDULE OF EARLYON PROGRAM REVENUE AND EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2025

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### Revenue

Toronto Children's Services - EarlyON \$ 700,068

### Expenses

Salaries and wages 339,525

Payments to subcontracted agencies 86,848

Benefits 82,374

Administration salaries 70,006

Rent 38,204

Program related 22,979

Property tax 14,535

Business costs 10,549

Insurance 9,957

Professional fees 7,899

Food 6,279

Utilities and maintenance 5,915

Office related 4,049

Professional development 949

700,068

Excess of revenue over expenses for the year \$ -