

**WESTON KING NEIGHBOURHOOD CENTRE**  
**Financial Statements**  
**Year Ended December 31, 2024**



**WESTON KING NEIGHBOURHOOD CENTRE**  
**Index to Financial Statements**  
**Year Ended December 31, 2024**

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## INDEPENDENT AUDITOR'S REPORT

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To the Board of Directors of Weston King Neighbourhood Centre

### Qualified Opinion

We have audited the financial statements of Weston King Neighbourhood Centre (the "organization"), which comprise the statement of financial position as at December 31, 2024, and the statements of revenues and expenditures, 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* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 2024, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

### Basis for Qualified Opinion

In common with many not-for-profit organizations, the organization derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of this revenue was limited to the amounts recorded in the records of the organization. Therefore, we were not able to determine whether any adjustments might be necessary to donation revenue, excess of revenues over expenditures, and cash flows from operations for the year ended December 31, 2024, current assets and net assets as at December 31, 2024. Our audit opinion on the financial statements for the year ended December 31, 2023 was modified accordingly because of the possible effects of this limitation of scope.

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 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.

### 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 ASNPO, 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.

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### **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 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 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.

Richmond Hill, Ontario  
June 17, 2025

*Truster Zweig Raithatha LLP*

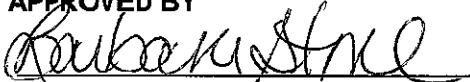
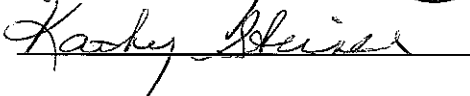
Chartered Professional Accountants  
Licensed Public Accountants

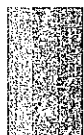


**WESTON KING NEIGHBOURHOOD CENTRE**  
**Statement of Financial Position**  
**December 31, 2024**

|  | 2024              | 2023              |
|--|-------------------|-------------------|
| <b>ASSETS</b>                            |                   |                   |
| <b>CURRENT</b>                           |                   |                   |
| Cash                                     | \$ 143,153        | \$ 60,434         |
| Accounts receivable                      | 38,013            | 59,496            |
| Government remittances                   | 4,478             | 6,813             |
| Prepaid expenses                         | 544               | 1,560             |
|  | <b>186,188</b>    | <b>128,303</b>    |
| <b>EQUIPMENT (Note 3)</b>                | <b>707</b>        | <b>1,414</b>      |
|  | <b>\$ 186,895</b> | <b>\$ 129,717</b> |
| <b>LIABILITIES AND NET ASSETS</b>        |                   |                   |
| <b>CURRENT</b>                           |                   |                   |
| Accounts payable and accrued liabilities | \$ 28,272         | \$ 22,502         |
| Deferred revenue (Note 4)                | 6,250             | 22,150            |
|  | <b>34,522</b>     | <b>44,652</b>     |
| <b>NET ASSETS</b>                        | <b>152,373</b>    | <b>85,065</b>     |
|  | <b>\$ 186,895</b> | <b>\$ 129,717</b> |

**APPROVED BY**

 Director  
 Director



**WESTON KING NEIGHBOURHOOD CENTRE**  
**Statement of Revenues and Expenditures**  
**Year Ended December 31, 2024**

|   | 2024             | 2023             |
|---|------------------|------------------|
| <b>REVENUES</b>                             |                  |                  |
| Grant revenue (Note 5)                      | \$ 585,084       | \$ 513,182       |
| Donations                                   | 57,133           | 32,057           |
| Donations in-kind (Note 6)                  | 472,783          | 390,417          |
| Miscellaneous income                        | 6,324            | 9,985            |
|   | <b>1,121,324</b> | <b>945,641</b>   |
| <b>EXPENDITURES</b>                         |                  |                  |
| Administration                              | 5,127            | 11,719           |
| Amortization                                | 707              | 2,409            |
| Donations-in-kind (Note 6)                  | 472,783          | 390,417          |
| Professional fees                           | 33,861           | 35,528           |
| Program                                     | 87,380           | 58,825           |
| Rental                                      | 41,580           | 61,920           |
| Salaries and benefits                       | 408,388          | 356,457          |
| Telephone and communication                 | 4,190            | 3,891            |
|   | <b>1,054,016</b> | <b>921,166</b>   |
| <b>EXCESS OF REVENUES OVER EXPENDITURES</b> | <b>\$ 67,308</b> | <b>\$ 24,475</b> |



**WESTON KING NEIGHBOURHOOD CENTRE**  
**Statement of Changes in Net Assets**  
**Year Ended December 31, 2024**

|   | 2024              | 2023             |
|---|-------------------|------------------|
| <b>NET ASSETS - BEGINNING OF YEAR</b>             | <b>\$ 85,064</b>  | <b>\$ 60,589</b> |
| Excess (deficiency) of revenues over expenditures | <b>67,308</b>     | <b>24,475</b>    |
| <b>NET ASSETS - END OF YEAR</b>                   | <b>\$ 152,372</b> | <b>\$ 85,064</b> |



**WESTON KING NEIGHBOURHOOD CENTRE**  
**Statement of Cash Flows**  
**Year Ended December 31, 2024**

|  | 2024              | 2023             |
|--|-------------------|------------------|
| <b>OPERATING ACTIVITIES</b>              |                   |                  |
| Excess of revenues over expenditures     | \$ 67,308         | \$ 24,475        |
| Item not affecting cash:                 |                   |                  |
| Amortization                             | 707               | 2,409            |
|  | <b>68,015</b>     | <b>26,884</b>    |
| Changes in non-cash working capital:     |                   |                  |
| Accounts receivable                      | 21,483            | (44,230)         |
| Government remittances                   | 2,336             | 9,892            |
| Prepaid expenses                         | 1,016             | (720)            |
| Accounts payable and accrued liabilities | 5,769             | (4,670)          |
| Deferred revenue                         | (15,900)          | 15,900           |
|  | <b>14,704</b>     | <b>(23,828)</b>  |
| <b>INCREASE IN CASH FLOW</b>             | <b>82,719</b>     | <b>3,056</b>     |
| Cash - beginning of year                 | 60,434            | 57,378           |
| <b>CASH - END OF YEAR</b>                | <b>\$ 143,153</b> | <b>\$ 60,434</b> |



**WESTON KING NEIGHBOURHOOD CENTRE**  
**Notes to Financial Statements**  
**Year Ended December 31, 2024**

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**1. PURPOSE OF THE ORGANIZATION**

Weston King Neighbourhood Centre (the "organization") is a non-share capital, not-for-profit corporation, incorporated under the laws of Ontario as a registered charity. As a charity registered under the Income Tax Act (Canada), the organization is not subject to income taxes.

The organization operates to provide assistance to people within its community who struggle to integrate in society due to economic or social barriers.

**2. SIGNIFICANT ACCOUNTING POLICIES**

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. These standards are in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

**(a) Financial Instruments**

The organization initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions, which are recorded at the carrying or exchange amount depending on the circumstances. The organization subsequently measures all financial assets and financial liabilities at cost or amortized cost. Changes in fair value are recognized in net earnings.

Financial assets measured at cost or amortized cost include cash, accounts receivable and government remittances.

Financial liabilities measured at cost or amortized cost include accounts payable and accrued liabilities.

**(b) Revenue Recognition**

The organization follows the deferral method accounting for grant revenue. Grants are recognized as revenue in the same period as the related expenditures. Grants received prior to the year to which they apply are deferred.

Donations and donations-in-kind are recognized as revenue when received.

Miscellaneous revenue is recognized when earned.

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**WESTON KING NEIGHBOURHOOD CENTRE**  
**Notes to Financial Statements**  
**Year Ended December 31, 2024**

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

**(c) Equipment**

Equipment are stated at cost less accumulated amortization and are amortized over their estimated useful lives at the following rates and methods:

|                              |                              |
|------------------------------|------------------------------|
| Kitchen and other appliances | 5 years straight-line method |
| Furniture and fixtures       | 5 years straight-line method |

Management reviews property and equipment for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the estimated future net cash flows that the assets are expected to generate. Where the carrying amount exceeds estimated net cash flows, the assets are written down to fair value.

**(d) Capital management**

The organization's objective is to have sufficient resources to continue operations in accordance with its mission. The need for sufficient resources is considered when preparing an annual budget and monitoring its cash flows.

**(e) 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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Significant areas requiring the use of estimates include measurement of accrued liabilities, revenue recognition, deferred revenue and amortization. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in excess of revenue over expenditures in the period in which they become known.

**(f) Contributed Services**

Due to the difficulty of determining the fair value of services provided by volunteers, contributed services are not recognized in these financial statements.



**WESTON KING NEIGHBOURHOOD CENTRE**  
**Notes to Financial Statements**  
**Year Ended December 31, 2024**

**3. EQUIPMENT**

|                              | Cost             | Accumulated<br>amortization | 2024<br>Net book<br>value | 2023<br>Net book<br>value |
|------------------------------|------------------|-----------------------------|---------------------------|---------------------------|
| Kitchen and other appliances | \$ 74,210        | \$ 73,503                   | \$ 707                    | \$ 1,414                  |
| Furniture and fixtures       | 8,050            | 8,050                       | -                         | -                         |
|                              | <b>\$ 82,260</b> | <b>\$ 81,553</b>            | <b>\$ 707</b>             | <b>\$ 1,414</b>           |

**4. DEFERRED REVENUE**

The continuity of deferred revenue is as follows:

|                                    | 2024         | 2023          |
|------------------------------------|--------------|---------------|
| Balance, beginning of year         | \$ 22,150    | \$ 6,250      |
| Grants received in the year        | 569,184      | 529,082       |
| Grants recognized in year (Note 5) | (585,084)    | (513,182)     |
| Balance, end of year               | <b>6,250</b> | <b>22,150</b> |

Deferred revenue is summarized as follows:

|   |                 |                  |
|---|-----------------|------------------|
| Service Canada - New Horizons for Seniors | 6,250           | 6,250            |
| Ontario Trillium Foundation               | -               | 15,900           |
|   | <b>\$ 6,250</b> | <b>\$ 22,150</b> |

**WESTON KING NEIGHBOURHOOD CENTRE**  
**Notes to Financial Statements**  
**Year Ended December 31, 2024**

**5. GRANT REVENUE**

Grant revenue recognized in the year is as follows:

|   | <b>2024</b>       | <b>2023</b>       |
|---|-------------------|-------------------|
| Toronto Shelter and Support Services (TSSS)               | \$ 385,181        | \$ 308,484        |
| City of Toronto - Investing in Neighbourhood (IIN)        | 14,534            | 25,013            |
| Service Canada - New Horizons for Seniors                 | 25,000            | 25,000            |
| Canada Summer Jobs  | 32,120            | 24,294            |
| Shining Waters Regional Council (United Church of Canada) | 57,000            | 57,000            |
| F.E.E.T. (Frontlines)                                     | 7,699             | 11,770            |
| Canada Training Institute                                 | -                 | 1,721             |
| Ontario Trillium Foundation                               | 63,550            | 59,900            |
|   | <b>\$ 585,084</b> | <b>\$ 513,182</b> |

**6. DONATION-IN-KIND**

The organization is in receipt of donations-in-kind with respect to food and other goods. Donated food and meals are recognized as revenue when distributed. 93,378 pounds (112,742 pounds - 2023) of donated food has been valued based on national standards recommended by Food Banks Canada, which management believes to be a reasonable reflection of fair market value.

|             | <b>2024</b>       | <b>2023</b>       |
|-------------|-------------------|-------------------|
| <b>Food</b> | <b>\$ 472,783</b> | <b>\$ 390,417</b> |

During the year, 6,341 (3,120 - 2023) meals have been received from Salaam Foundation and Frontline Foundation, which were valued at \$22,194 (\$10,920 - 2023).



**WESTON KING NEIGHBOURHOOD CENTRE**  
**Notes to Financial Statements**  
**Year Ended December 31, 2024**

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**7. LEASE OBLIGATIONS**

The organization has an operating lease agreement with respect to its premises. It expires on December 31, 2026. The required annual minimum lease payments for each of the next two years are as follows:

|      |                  |
|------|------------------|
| 2025 | \$ 34,800        |
| 2026 | <u>34,800</u>    |
|      | <u>\$ 69,600</u> |

**8. ECONOMIC DEPENDENCE**

The organization relies primarily on grants and donations to fund its operations and makes adjustments to its budgeted expenditures in light of changes. The organization is not subject to externally imposed capital requirements.

**9. COMMITMENTS AND CONTINGENCIES**

The organization has agreed to indemnify its past, present and future directors, officers, employees and volunteers against expenses (including legal expenses), judgments and any amount actually or reasonably incurred by them in connection with any action, suit or proceeding in which the directors are sued as a result of their service, if they acted honestly and in good faith with a view to the best interests of the organization.

The nature of the indemnity prevents the organization from reasonably estimating the maximum exposure. The organization has purchased directors' and officers' liability insurance with respect to this indemnification. Historically, the organization has not made any payments under such or similar indemnification agreements. At this time, the organization is not aware of any claims under these guarantees and, therefore, no amount has been accrued in the financial statements with respect to these guarantees.

**WESTON KING NEIGHBOURHOOD CENTRE**  
**Notes to Financial Statements**  
**Year Ended December 31, 2024**

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**10. FINANCIAL RISK MANAGEMENT**

The organization is exposed to various risks through its financial instruments. The following analysis provides information about the organization's risk exposure and concentration as of December 31, 2024.

**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 organization's main credit risks relate to its accounts receivable. The organization believes there is minimal risk associated with these accounts. No allowance for doubtful accounts provision recorded in these financial statements.

**Liquidity risk**

Liquidity risk is the risk that the organization will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly in respect of its accounts payable and accrued liabilities, and deferred revenue. The organization manages its liquidity risk by constantly monitoring forecasted and actual cash flow and financial liabilities maturities. Accounts payable and accrued liabilities are normally paid within the payment terms and other current liabilities are satisfied within the next fiscal year.

**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. It is management's opinion that the organization is not exposed to any of these risks.

