

Combined Financial Statements of

# **THE YONGE STREET MISSION**

Year ended September 30, 2024

# THE YONGE STREET MISSION

Combined Financial Statements

Year ended September 30, 2024

---

	<b>Page</b>
• Independent Auditor's Report	
• Combined Financial Statements of The Yonge Street Mission	
• Combined Statement of Financial Position	1
• Combined Statement of Operations	2
• Combined Statement of Changes in Fund Balances	3
• Combined Statement of Cash Flows	4
• Notes to Combined Financial Statements	5 - 15



**KPMG LLP**

Vaughan Metropolitan Centre  
100 New Park Place, Suite 1400  
Vaughan, ON L4K 0J3  
Canada  
Telephone 905 265 5900  
Fax 905 265 6390

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of The Yonge Street Mission

***Qualified Opinion***

We have audited the combined financial statements of The Yonge Street Mission (the Entity), which comprise:

- the combined statement of financial position as at September 30, 2024
- the combined statement of operations for the year then ended
- the combined statement of changes in fund balances for the year then ended
- the combined statement of cash flows for the year then ended
- and notes to the combined financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, except for the possible effects of the matter described in the "***Basis for Qualified Opinion***" section of our auditor's report, the accompanying financial statements present fairly, in all material respects, the combined financial position of the Entity as at September 30, 2024 and its combined results of operations and its combined 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 Entity derives revenue from contributions, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Entity.

Therefore, we were not able to determine whether any adjustments might be necessary to:

- the current assets reported in the combined statements of financial position as at September 30, 2024 and September 30, 2023
- the contributions revenue and excess (deficiency) of revenues over expenses reported in the combined statements of operations for the years ended September 30, 2024 and September 30, 2023

Page 2

- the fund balances, at the beginning and end of the year reported in the combined statements of changes in fund balances for the years ended September 30, 2024 and September 30, 2023
- the excess (deficiency) of revenues over expenses reported in the combined statements of cash flows for the years ended September 30, 2024 and September 30, 2023

Our opinion on the financial statements for the year ended September 30, 2023 was qualified accordingly because of the possible effects of this limitation in 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 auditor's report.

We are independent of the Entity 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 opinion.

#### ***Emphasis of Matter - Basis of Presentation***

We draw attention to Note 1 to the financial statements which describes the basis of preparation used in these financial statements and the purpose of the financial statements.

Our opinion is not modified in respect to 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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity'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.

Page 3

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 the 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 Entity'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 Entity'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 Entity 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.
- 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.

Page 4

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group Entity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

*KPMG LLP*

Chartered Professional Accountants, Licensed Public Accountants

Vaughan, Canada

January 21, 2025

# THE YONGE STREET MISSION

## Combined Statement of Financial Position

September 30, 2024, with comparative information for 2023

	2024	2023
<b>Assets</b>		
Current assets:		
Cash and short-term investments (note 3)	\$ 1,123,756	\$ 2,632,843
Restricted cash and short-term investments (note 3)	4,264,125	4,472,082
Accounts receivable	595,005	525,138
Prepaid expenses	211,786	194,740
	<u>6,194,672</u>	<u>7,824,803</u>
Restricted investments (note 3)	2,402,004	2,120,437
Capital assets (note 4)	16,896,384	17,249,366
	<u>\$ 25,493,060</u>	<u>\$ 27,194,606</u>

## Liabilities and Fund Balances

Current liabilities:		
Bank indebtedness (note 5)	\$ 1,290,470	\$ 998,770
Accounts payable and accrued liabilities (note 10)	1,246,034	1,977,530
Current portion of long-term debt (note 6)	1,075,770	217,643
	<u>3,612,274</u>	<u>3,193,943</u>
Long-term debt (note 6)	112,713	1,188,483
Fund balances:		
General	300,000	300,000
Capital and Housing	16,038,523	16,266,876
Restricted:		
Externally restricted	2,524,666	2,708,459
Externally restricted - YSM Scholarship Fund (note 3)	2,402,004	2,120,437
Internally restricted	502,880	1,416,408
	<u>5,429,550</u>	<u>6,245,304</u>
	<u>21,768,073</u>	<u>22,812,180</u>
Subsequent event (notes 5 and 6)		
	<u>\$ 25,493,060</u>	<u>\$ 27,194,606</u>

See accompanying notes to combined financial statements.

On behalf of the Board:

DocuSigned by:  
  
 41189C6F10014CB... Director

DocuSigned by:

  
 87DD070D77EB4B6... Director

# THE YONGE STREET MISSION

## Combined Statement of Operations

Year ended September 30, 2024, with comparative information for 2023

	General Fund		Capital and Housing Fund		Restricted Funds		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
Revenue (notes 2(d) and 9)	\$ 12,171,808	\$ 12,179,205	\$ 856,641	\$ 1,090,422	\$ 3,493,444	\$ 3,656,370	\$ 16,521,893	\$ 16,925,997
Program expenses (notes 2(d) and 4):								
Community Support Services:								
General Relief	72,525	57,030	996	1,066	45,632	58,444	119,153	116,540
Church at the Mission	219,753	194,088	3,475	6,782	5,351	3,192	228,579	204,062
Food Services (including Food Bank)	469,370	472,598	24,410	10,166	213,812	121,465	707,592	604,229
Bridges and Seniors	422,865	398,074	21,585	43,897	170,598	103,530	615,048	545,501
	1,184,513	1,121,790	50,466	61,911	435,393	286,631	1,670,372	1,470,332
Family Services:								
Daycare	1,568,432	1,351,609	20,712	42,550	36,780	43,033	1,625,924	1,437,192
TD Securities Computer Literacy Centre	332,495	298,204	31,004	26,764	26,051	21,766	389,550	346,734
Care Management and Support	577,154	601,382	13,869	46,280	295,926	170,273	886,949	817,935
	2,478,081	2,251,195	65,585	115,594	358,757	235,072	2,902,423	2,601,861
Street Involved Services:								
Employment Services	1,154,027	1,083,139	211,799	221,538	786,263	1,256,592	2,152,089	2,561,269
Drop-in	628,700	554,541	270,032	272,905	242,389	108,599	1,141,121	936,045
Health Services	757,084	687,333	204,243	199,836	56,152	56,002	1,017,479	943,171
Food Services	298,247	284,256	135,983	149,202	3,580	6,633	437,810	440,091
	2,838,058	2,609,269	822,057	843,481	1,088,384	1,427,826	4,748,499	4,880,576
Housing Services:								
Genesis Place Homes	–	–	513,084	463,515	6,638	6,327	519,722	469,842
Other Housing Services	136,583	204,817	13,801	12,274	113,202	30,210	263,586	247,301
	136,583	204,817	526,885	475,789	119,840	36,537	783,308	717,143
Community Development	393,284	330,903	13,619	25,445	336,812	347,446	743,715	703,794
Double Take Clothing Store (note 10)	1,228,462	970,821	23,740	24,953	41,914	11,492	1,294,116	1,007,266
Centre for Urban Education	131,979	128,325	79,283	77,868	948	3,338	212,210	209,531
Scholarship	103,850	93,021	666	726	104,866	96,670	209,382	190,417
Mental Health Services	156,234	193,974	11,153	11,632	293,832	200,973	461,219	406,579
Program Development	264,507	304,970	21,043	39,679	52,219	75,115	337,769	419,764
	1,885,032	1,691,111	135,885	154,858	493,779	387,588	2,514,696	2,233,557
	8,915,551	8,209,085	1,614,497	1,677,078	2,832,965	2,721,100	13,363,013	12,607,263
Other expenses (notes 6 and 11):								
Administration	1,174,615	965,815	32,795	40,395	23,708	4,427	1,231,118	1,010,637
Philanthropy / Marketing and Communication	3,110,461	3,189,214	47,988	51,370	132,480	9,353	3,290,929	3,249,937
	4,285,076	4,155,029	80,783	91,765	156,188	13,780	4,522,047	4,260,574
	13,200,627	12,364,114	1,695,280	1,768,843	2,989,153	2,734,880	17,885,060	16,867,837
Excess (deficiency) of revenue over expenses before the undernoted	(1,028,819)	(184,909)	(838,639)	(678,421)	504,291	921,490	(1,363,167)	58,160
Unrealized gains on investments	–	–	–	–	319,060	47,857	319,060	47,857
Excess (deficiency) of revenue over expenses	\$ (1,028,819)	\$ (184,909)	\$ (838,639)	\$ (678,421)	\$ 823,351	\$ 969,347	\$ (1,044,107)	\$ 106,017

See accompanying notes to combined financial statements.



# THE YONGE STREET MISSION

## Combined Statement of Changes in Fund Balances

Year ended September 30, 2024, with comparative information for 2023

				2024	2023
	General Fund	Capital and Housing Fund (note 8)	Restricted Funds	Total	Total
Fund balances, beginning of year	\$ 300,000	\$ 16,266,876	\$ 6,245,304	\$ 22,812,180	\$ 22,706,163
Excess (deficiency) of revenue over expenses	(1,028,819)	(838,639)	823,351	(1,044,107)	106,017
Interfund transfers (note 7)	1,028,819	610,286	(1,639,105)	–	–
<b>Fund balances, end of year</b>	<b>\$ 300,000</b>	<b>\$ 16,038,523</b>	<b>\$ 5,429,550</b>	<b>\$ 21,768,073</b>	<b>\$ 22,812,180</b>

See accompanying notes to combined financial statements.

# THE YONGE STREET MISSION

## Combined Statement of Cash Flows

Year ended September 30, 2024, with comparative information for 2023

	2024	2023
Cash provided by (used in):		
Operating activities:		
Excess (deficiency) of revenue over expenses	\$ (1,044,107)	\$ 106,017
Amortization which does not involve cash	1,182,198	1,305,332
Change in non-cash operating working capital	(818,409)	429,645
	<u>(680,318)</u>	<u>1,840,994</u>
Financing activities:		
Principal payments on long-term debt - GP	(187,692)	(184,673)
Principal payments on long-term debt - YSM	(29,951)	(29,154)
Bank indebtedness	291,700	733,933
	<u>74,057</u>	<u>520,106</u>
Investing activities:		
Restricted cash and short-term investments	207,957	1,586,486
Restricted investments	(281,567)	(115,353)
Additions to capital assets	(829,216)	(3,432,753)
	<u>(902,826)</u>	<u>(1,961,620)</u>
Increase (decrease) in cash and short-term investments	(1,509,087)	399,480
Cash and short-term investments, beginning of year	2,632,843	2,233,363
Cash and short-term investments, end of year	<u>\$ 1,123,756</u>	<u>\$ 2,632,843</u>

See accompanying notes to combined financial statements.

# THE YONGE STREET MISSION

Notes to Combined Financial Statements

Year ended September 30, 2024

---

The Yonge Street Mission (the "Entity") is incorporated without share capital under the Corporations Act (Ontario) as a not-for-profit organization and is a registered charity (#119306181 RR0001) under the Income Tax Act (Canada). The Entity is a Christian humanitarian organization, working since 1896 to bring God's peace, dignity and justice to those living in poverty and in need in downtown Toronto. Through programs and services, the Entity intervenes in crises, builds community and acts as a catalyst for change.

## 1. Basis of presentation:

The combined financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the Chartered Professional Accountants of Canada Handbook.

The Entity has representation on the Board of Directors of YSM Genesis Place Homes Inc. ("Genesis Place"), a separate non-profit housing corporation that is also incorporated without share capital. These combined financial statements include the accounts of the Entity and Genesis Place. The purpose of the combined financial statements is to meet the reporting requirements for the Entity and Genesis Place.

The accounts of the Entity are maintained in accordance with the principles of fund accounting (restricted fund method):

- (a) General Fund - This includes day-to-day operating transactions of the Entity's programs.
- (b) Capital and Housing Fund - The Capital and Housing Fund includes the Entity's land, buildings, equipment and the Entity's housing projects.
- (c) Restricted Funds - Contributions received for a special purpose are recorded in a separate fund and are disbursed in accordance with the special purpose.

## 2. Significant accounting policies:

- (a) Recognition of revenue:

Unrestricted contributions are recognized as revenue in the General Fund in the year received or receivable. Restricted contributions are recognized as revenue of the related restricted fund when received or receivable. Contributions are recognized in the respective fund if the amount to be received can be reasonably estimated and collection is reasonably assured.

# THE YONGE STREET MISSION

Notes to Combined Financial Statements (continued)

Year ended September 30, 2024

---

## 2. Significant accounting policies (continued):

Revenue from specified activities and fundraising activities is recognized in the year in which the activities occur and in the year of the related expenses.

Investment income is recorded as it is earned.

Contributions restricted for the purchase of capital assets are deferred and amortized into revenue on a straight-line basis, at a rate corresponding with the amortization rate for the related capital assets.

### (b) Capital assets:

Capital assets are recorded at cost less accumulated amortization. Repairs and maintenance costs are charged to expense. Betterments which extend the life of an asset are capitalized. Capital assets are written down to fair value or replacement cost to reflect partial impairment when conditions indicate that the assets no longer contribute to the Entity's ability to provide goods and services, or that the value of future economic benefits or service potential associated with the long-lived assets are less than their carrying amount.

Amortization is provided on a straight-line basis using the following annual rates:

---

Buildings	5%
Equipment	20%
Computer	33 - 1/3%

---

### (c) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost unless management has elected to carry the instruments at fair value. The Entity has not elected to carry any such financial instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

# THE YONGE STREET MISSION

Notes to Combined Financial Statements (continued)

Year ended September 30, 2024

---

## 2. Significant accounting policies (continued):

Fair values of investments are determined as follows:

- (i) Fixed income bonds and equities are valued at year-end quoted market prices.
- (ii) Bankers' acceptances, Government of Canada treasury bills and guaranteed investment certificates maturing within a year are stated at fair value, being cost plus accrued interest income.

The Entity does not enter into any derivative financial instruments for hedging or speculative purposes.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Entity determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Entity expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

- (d) Donated materials and services:

Donated materials and services that are normally purchased are recorded at fair market value where such can reasonably be determined. Donated goods of \$378,099 (2023 - \$189,790) are included in revenue of the Restricted Funds and also recorded as program-related expenses.

- (e) Government assistance:

The Entity applies for financial assistance under available government incentive programs. Government assistance related to the Entity's current expenses is recognized as revenue during the year.

# THE YONGE STREET MISSION

Notes to Combined Financial Statements (continued)

Year ended September 30, 2024

## 2. Significant accounting policies (continued):

### (f) Foreign currency translation:

Monetary assets are translated at the prevailing rates of exchange at the combined statement of financial position date. Revenue and expenses are translated at the average exchange rates for the year. Realized and unrealized exchange gains and losses are included in the excess (deficiency) of revenue over expenses in the combined statement of operations.

### (g) Related entity:

The financial position and results of operations of an entity administered by the Entity's executive is not in the Entity's combined financial statements. Refer to note 10 for disclosure of this entity's information.

### (h) Use of estimates:

The preparation of combined financial statements 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 combined financial statements and the reported amounts of revenue, expenses and changes in fund balances during the year. Actual results could differ from those estimates.

## 3. Cash, short-term investments and investments:

The following table summarizes cash, short-term investments and investments:

	2024		2023	
	Cost	Fair value	Cost	Fair value
Cash	\$ 384,683	\$ 384,683	\$ 578,265	\$ 578,265
Money market and guaranteed investment certificates	5,267,191	5,267,902	6,681,002	6,681,002
Bonds	389,870	397,939	498,504	488,505
Canadian equity	706,725	1,253,899	642,361	976,932
Foreign equity	344,410	485,462	447,994	500,658
	<u>\$ 7,092,879</u>	<u>\$ 7,789,885</u>	<u>\$ 8,848,126</u>	<u>\$ 9,225,362</u>

# THE YONGE STREET MISSION

Notes to Combined Financial Statements (continued)

Year ended September 30, 2024

### 3. Cash, short-term investments and investments (continued):

	2024	2023
Presented as:		
Cash and short-term investments	\$ 1,123,756	\$ 2,632,843
Restricted cash and short-term investments	4,264,125	4,472,082
Restricted investments	2,402,004	2,120,437
	<b>\$ 7,789,885</b>	<b>\$ 9,225,362</b>

In January 2005, the YSM Scholarship Fund was created. The restricted investments are held for the YSM Scholarship Fund in perpetuity. Income from these investments is for the purpose of helping provide post-secondary and vocational education for community members otherwise financially unable to participate.

The Entity holds securities that are subject to currency risk, market risk, interest rate risk and cash flow risk. The fixed income securities have maturity dates ranging from November 2024 to March 2029 (2023 - November 2023 to August 2024) and bear interest rates from 4.25% to 6.00% (2023 - 4.25% to 10.00%).

Investment risk management:

Risk management relates to the understanding and active management of risks associated with all areas of the business and the associated operating environment. Investments are primarily exposed to interest rate, market, credit and foreign currency risks. The Entity manages, to the best of its ability, this investment risk by making investments that meet specific investment criteria, which are established and approved by the Board of Directors and are designed to diversify the Entity's investments. A professional investment manager invests and manages the investment portfolio in accordance with the Entity's investment policy statement.

Interest rate risk arises from the possibility that changes in interest rates will affect the value of fixed income securities held by the Entity. The Entity manages this risk by holding various debt instruments and by staggering the terms of the securities held.

Market risk arises as a result of trading in equity securities and fixed income securities. Fluctuations in the market, generally or a company event, specifically expose the Entity to a risk of loss. The Entity mitigates this risk through controls to monitor and limit concentration levels, but is still subject to overall market changes.

# THE YONGE STREET MISSION

Notes to Combined Financial Statements (continued)

Year ended September 30, 2024

### 3. Cash, short-term investments and investments (continued):

Credit risk arises as a result of the possibility that one party to a financial instrument will fail to discharge an obligation and cause the Entity to incur financial loss. The Entity manages this risk by diversifying its portfolio and by dealing with reputable and creditworthy counterparties.

Foreign currency risk arises from gains and losses due to fluctuations in foreign currency exchange rates on the Entity's foreign equity securities.

### 4. Capital assets:

			2024	2023
	Cost	Accumulated amortization	Net book value	Net book value
Land	\$ 3,087,835	\$ –	\$ 3,087,835	\$ 3,087,835
Buildings	22,793,216	10,973,667	11,819,549	12,256,923
Work in progress	1,503,496	–	1,503,496	1,455,042
GP building	3,640,238	3,640,238	–	–
Equipment	2,735,827	2,322,604	413,223	302,742
Computer	317,763	245,482	72,281	146,824
	<b>\$ 34,078,375</b>	<b>\$ 17,181,991</b>	<b>\$ 16,896,384</b>	<b>\$ 17,249,366</b>

Amortization expense for the year is \$1,182,198 (2023 - \$1,305,332) and is included in the Capital and Housing Fund, attributed by program.

### 5. Bank indebtedness:

The Entity has available an operating loan of \$1,000,000 and a capital loan of \$2,000,000, bearing interest at the bank prime rate plus 0.75% and due on demand. As at September 30, 2024, the operating loan was not utilized and \$1,290,470 (2023 - \$998,770) of the capital loan was utilized.

The credit facility is secured by a general security agreement representing a first charge on all the Entity's present and after acquired personal property, a collateral mortgage in the amount of \$2,000,000 for each of the real property located at 306 Gerrard Street and 270 Gerrard Street, and assignment of fire insurance. The credit facility is subject to certain financial and non-financial covenants. As at year end, the Entity was in violation of its debt-service coverage ratio. Subsequent to year end, the bank waived this covenant for fiscal 2025.



# THE YONGE STREET MISSION

Notes to Combined Financial Statements (continued)

Year ended September 30, 2024

## 6. Long-term debt:

	2024	2023
Mortgage payable, bearing interest at 1.628% payable in monthly blended instalment of \$16,189, maturing on April 1, 2026	\$ 303,472	\$ 491,164
Term loan payable, bearing interest at 2.950%, payable in monthly blended instalment of \$4,711, and maturing on September 30, 2025	885,011	914,962
	1,188,483	1,406,126
Less current portion	1,075,770	217,643
	\$ 112,713	\$ 1,188,483

The Ministry of Municipal Affairs and Housing is responsible for the mortgage renewal. The mortgage is insured by Canadian Mortgage and Housing Corporation and guaranteed by the Province of Ontario.

The term loan is subject to the same security as disclosed in note 5 and is subject to certain financial and non-financial covenants. As at year end, the Entity was in violation of its debt-coverage ratio. Subsequent to year end, the bank waived this covenant for fiscal 2025.

Interest of \$6,324 (2023 - \$9,347) relating to the long-term debt has been included in other expenses.

The minimum scheduled principal repayments are as follows:

2025	\$ 1,075,770
2026	112,713
	\$ 1,188,483

# THE YONGE STREET MISSION

Notes to Combined Financial Statements (continued)

Year ended September 30, 2024

## 7. Internally restricted funds:

The Board of Directors has established internally restricted funds for Genesis Place, general reserve, health care reserve, capital fund reserve, estates reserve, critical needs reserve and a staff registered retirement savings plan ("RRSP") loan fund reserve. The internally restricted amounts are not available without approval of the Board of Directors. Transfers are made to comply with internal policies.

2024	General Fund	Capital and Housing Fund	Restricted Funds
Transfer from Capital and Housing Fund to General Fund	\$ 19,499	\$ (19,499)	\$ –
Transfer from Restricted Funds to General Funds	1,034,320	–	(1,034,320)
Transfer from Restricted Funds to Capital and Housing Fund	–	629,785	(629,785)
Transfer from General Fund to Restricted Funds	(25,000)	–	25,000
	\$ 1,028,819	\$ 610,286	\$ (1,639,105)

2023	General Fund	Capital and Housing Fund	Restricted Funds
Transfer from Capital and Housing Fund to General Fund	\$ 19,500	\$ (19,500)	\$ –
Transfer from Restricted Funds to General Funds	192,135	–	(192,135)
Transfer from Restricted Funds to Capital and Housing Fund	–	3,593,405	(3,593,405)
Transfer from Capital and Housing Fund to Restricted Funds	–	(797,000)	797,000
Transfer from General Fund to Restricted Funds	(26,726)	–	26,726
	\$ 184,909	\$ 2,776,905	\$ (2,961,814)

# THE YONGE STREET MISSION

Notes to Combined Financial Statements (continued)

Year ended September 30, 2024

## 8. Capital and Housing Fund:

The following housing revenue and expenses are included in the Capital and Housing Fund:

	2024	2023
Housing revenue:		
Government grant	\$ 532,399	\$ 497,060
Rental	121,750	126,001
Sales and program and interest	5,720	5,999
Total housing revenue	659,869	629,060
Total housing expenses	(700,775)	(648,188)
Deficiency of housing revenue over expenses	\$ (40,906)	\$ (19,128)

## 9. Revenue:

				2024	2023
	General Fund	Capital and Housing Fund	Restricted Funds	Total	Total
Contributions	\$ 7,165,589	\$ 106,986	\$ 1,144,316	\$ 8,416,891	\$ 8,430,275
Bequests and estates	1,011,537	-	25,000	1,036,537	2,190,199
Gifts in-kind	-	-	378,099	378,099	189,790
Government grants:					
Housing (note 8)	-	532,399	-	532,399	491,641
Daycare	1,650,918	-	-	1,650,918	923,790
Other	758,843	-	923,293	1,682,136	2,568,524
Sales and program (note 8)	1,346,480	92,485	792,823	2,231,788	1,476,418
Rental (note 8)	36,478	121,750	-	158,228	147,560
Interest (note 8)	201,963	3,021	229,913	434,897	507,800
	\$ 12,171,808	\$ 856,641	\$ 3,493,444	\$ 16,521,893	\$ 16,925,997

# THE YONGE STREET MISSION

Notes to Combined Financial Statements (continued)

Year ended September 30, 2024

## 10. Three Ten Centre Inc.:

The Three Ten Centre Inc. (the "Company") was incorporated as a non-profit corporation without share capital under the Canada Corporations Act and was continued under the Canada Not-for-profit Corporations Act. The purpose of the Company is to assist people living in poverty through economic development and provision of employment opportunities. The Entity has majority representation on the Board of Directors of the Company.

The Company has not been consolidated in the financial statements. An unaudited financial summary of this entity as at and for the years ended September 30, 2024 and 2023 is as follows:

Financial position:

	2024	2023
Total assets	\$ 70,788	\$ 50,566
Total liabilities	\$ 70,788	\$ 50,566

Results of operations:

	2024	2023
Total revenue	\$ 927,241	\$ 785,440
Total expenses	927,241	785,440
	\$ -	\$ -

Cash flows:

	2024	2023
Cash from (used) in:		
Operating activities	\$ (18,230)	\$ 23,529
Increase (decrease) in cash	\$ (18,230)	\$ 23,529

# THE YONGE STREET MISSION

Notes to Combined Financial Statements (continued)

Year ended September 30, 2024

---

**10. Three Ten Centre Inc. (continued):**

Management fees incurred to the Company for the administration of the Double Take Clothing Store during the year were \$724,783 (2023 - \$566,116). In 2024, \$45,556 (2023 - \$38,668) is payable to the Company and included in accounts payable and accrued liabilities.

**11. Registered Retirement Savings Plan:**

The Entity sponsors a Group RRSP under which the Entity contributes up to 4% of the employee's salary, subject to a one-year service requirement. The RRSP expense for the year was \$190,476 (2023 - \$186,911).

**12. Financial risks:**

(a) Interest rate risk:

The Entity's bank indebtedness has a variable interest rate, being bank prime plus a margin. As a result, the Entity is exposed to interest rate risk due to fluctuations in the variable rate.

(b) Liquidity risk:

Liquidity risk is the risk that the Entity will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Entity is exposed to this risk mainly in respect of its credit facilities, accounts payable and accrued liabilities and long-term debt. The Entity manages its liquidity risk by monitoring its operating requirements by preparing budget and cash flow forecasts to ensure it has sufficient funds to fulfill its obligations.