

ANNEX RESIDENTS' ASSOCIATION

FINANCIAL STATEMENTS

DECEMBER 31, 2025

(unaudited)

ANNEX RESIDENTS' ASSOCIATION
STATEMENT OF FINANCIAL POSITION
December 31
(unaudited)

	Note	<u>2025</u>	<u>2024</u>
Assets			
Current:			
Cash and cash equivalents	3	\$ 50,156	\$ 75,800
Prepaid Expenses	4	1,593	1,875
Accrued Interest		579	-
		<u>\$ 52,328</u>	<u>\$ 77,675</u>
 Liabilities:			
Deferred Contributions	5	\$ 7,903	\$ 33,466
		<u>\$ 7,903</u>	<u>\$ 33,466</u>
 Net Assets		 <u>\$ 44,425</u>	 <u>\$ 44,209</u>

See accompanying notes to financial statements.

On behalf of the Board of Directors



Director



Director

ANNEX RESIDENTS' ASSOCIATION

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

For the year ended December 31
(unaudited)

	Note	<u>2025</u>	<u>2024</u>
Receipts:			
Contributions		\$ 11,246	\$ 8,597
Deferred Contributions	5	25,563	44,539
Donations	6	650	5,055
Interest		579	-
		<hr/>	<hr/>
		\$ 38,038	\$ 58,191
Expenditures:			
West Annex Heritage Conservation Study		\$ 25,563	\$ 44,539
Online Presence		4,189	4,347
Donations	7	1,145	1,685
Insurance		1,603	1,603
Community Events		2,397	1,465
General and Administrative		815	556
Meetings		110	324
Traffic Study		2,000	-
		<hr/>	<hr/>
		\$ 37,822	\$ 54,519
Receipts over Expenditures		\$ 216	\$ 3,672
Net Assets, beginning of year		<hr/>	<hr/>
		44,209	40,537
Net Assets, end of year		<hr/>	<hr/>
		\$ 44,425	\$ 44,209

See accompanying notes to financial statements.

STATEMENT OF CASH FLOWS
For the year ended December 31
(unaudited)

	<u>2025</u>	<u>2024</u>
Operating Activities:		
Receipts over Expenditures	\$ 216	\$ 3,672
West Annex Heritage Conservation District Study		
Deferred Contributions	(25,563)	(44,539)
Accrued Interest	(579)	-
Prepaid Expenses	282	(484)
(Net Decrease in Cash)	(\$ 25,644)	(\$ 41,351)
Cash and Cash Equivalents, beginning of year	75,800	117,151
Cash and Cash Equivalents, end of year	\$ 50,156	\$ 75,800

See accompanying notes to financial statements.

ANNEX RESIDENTS' ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
(unaudited)

1. The Annex Residents' Association ("ARA") is an unincorporated association established to:
 - (a) strengthen, develop and promote the sense of community spirit in the district of the City of Toronto known as the Annex, bordered on the east by Avenue Road, on the west by Bathurst Street, on the south by Bloor Street West, and on the north by the railway tracks, [which includes both sides of the boundary streets for the purpose of the goals and membership of the ARA];
 - (b) be an active voice for the needs and interests of the Annex within the City of Toronto and at the provincial and federal levels of government;
 - (c) continually develop a planning vision for the future, and communicate that vision to residents, property-owners, planners and politicians;
 - (d) protect the significant built form heritage of the Annex;
 - (e) maintain and broaden the Association's base of support in the Annex community.

The ARA is carried on without the purpose of gain for its members, and any profits or other accretions to the association shall be used in promoting its objects.

The ARA is a not-for-profit organization and as such it is exempt from income taxes under the Income Tax Act (Canada).

2. Significant Accounting Policies

- (a) Revenue Recognition

The ARA follows the deferral method of accounting for contributions. Contributions include membership fees, donations associated with membership fees and amounts collected from community events. Unrestricted contributions are recognized as revenues when received or receivable, provided that contributions receivable can be reasonably estimated and collection is reasonably assured. Restricted contributions are recognized as revenues in the year in which the related activities are carried out and expenses are incurred.

3. Cash and Cash Equivalents

	<u>2025</u>	<u>2024</u>
Cash	\$ 42,253	\$ 42,334
Restricted Cash	7,903	33,466
	\$ 50,156	\$ 75,800

Restricted cash represents funds set aside for future expenditures for the West Annex Heritage Conservation District Study.

4. Prepaid Expenses

Prepaid Expenses consist of prepaid Online Presence of \$1,593 for January 2026 through May 2026 (2024: \$1,875 for January 2025 through May 2025).

5. Deferred Contributions

Deferred contributions at year end consist of amounts received prior to December 31 for the West Annex Heritage Conservation District study (“WAHCD”).

The continuity of deferred contributions is as follows:

	<u>2025</u>	<u>2024</u>
Opening balance	\$ 33,466	\$ 78,005
Less amounts recognized as income during the year:		
WAHCD	(25,563)	(44,539)
Ending balance	<u>\$ 7,903</u>	<u>\$ 33,466</u>

6. Donations Received

Donations received consist of donations from film companies of \$650 (2024: \$5,055).

7. Donations Made

Donations made consist of donations to umbrella organizations for residents’ associations of \$285, to the Borden Farmers’ Market of \$500 and to the St. Albans Pollinator Garden \$360 (2024: \$1,685).

8. West Annex Heritage Conservation District Study

Pursuant to a Letter of Undertaking/Understanding between the Annex Residents’ Association (“ARA”) and the City of Toronto (the “City”) dated June 9, 2008 (the “Original LOU”), the City provided a cash contribution of \$200,000 to be used for professional consulting services in respect of the preparation of a Heritage Conservation District Plan for a study area or areas within the Annex other than the East Annex or the area of Madison Avenue. On August 26, 2020, the Original LOU was amended (the “Amended LOU”) to provide that the \$200,000 plus interest earned will be used by the ARA to hire qualified professional heritage consultants to undertake research and property data collection in the study area of the West Annex (Phase II) Heritage Conservation District (“HCD”) Study to inform the City’s Heritage Planning staff’s HCD Study once it is prioritized in the City Planning Division – Study Work Program. The Amended LOU outlines the various requirements and obligations of the parties which have now been completed.

A Second Amending LOU dated June 24, 2024 provided that up to \$71,000 of the approximately \$78,000 of funds remaining from the original contribution plus interest would be utilized by the ARA to undertake research and property data collection in the study area of the West Annex (Phase II) HDC Study as outlined in the Proposal for the Evaluation of 16 Properties (June 3, 2024) prepared by Common Bond Collective. Disbursements with respect to Second Amending LOU were \$25,563 (2024: \$44,539).