

Financial Statements of

**MARCH OF DIMES CANADA
NON-PROFIT HOUSING
CORPORATION**

And Independent Auditor's Report thereon

Year ended March 31, 2025

**KPMG LLP**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of March of Dimes Canada Non-Profit Housing Corporation

Opinion

We have audited the financial statements of March of Dimes Canada Non-Profit Housing Corporation (the Entity), which comprise:

- the statement of financial position as at March 31, 2025
- the statement of operations for the year then ended
- the statement of changes in fund balances for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

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

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at March 31, 2025, and its results of operations and its cash flows for the year then ended in accordance with the financial reporting provisions of Section 80(2) of the Housing Services Act and guidance in its application issued by the Housing and Residential Services Division of the Regional Municipality of Halton.

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 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 opinion.



Emphasis of Matter - Financial Reporting Framework

We draw attention to Note 2 in the financial statements, which describes the applicable financial reporting framework and the purpose of the financial statements.

As a result, the financial statements may not be suitable for another purpose.

Our opinion is not modified in respect of 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 the financial reporting provisions of Section 80(2) of the Housing Services Act and guidance in its application issued by the Housing and Residential Services Division of the Regional Municipality of Halton, 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.

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.



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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.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font and is underlined with a single horizontal stroke.

Chartered Professional Accountants, Licensed Public Accountants

Vaughan, Canada

July 22, 2025

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Statement of Financial Position

March 31, 2025, with comparative information for 2024

	2025	2024
Assets		
Current assets:		
Cash	\$ 94,013	\$ —
Restricted cash and restricted investments (note 3)	1,002,814	859,682
Accounts receivable (note 8)	150,093	106,712
Prepaid expenses	54,056	54,086
	<u>1,300,976</u>	<u>1,020,480</u>
Capital assets (note 4)	10,673,711	10,999,976
	<u>\$ 11,974,687</u>	<u>\$ 12,020,456</u>
Liabilities and Fund Balances		
Current liabilities:		
Accounts payable and accrued liabilities (note 8)	\$ 164,711	\$ 158,303
Amount due to March of Dimes Canada ("MODC") (note 5(b))	172,088	121,738
Current portion of mortgage payable (note 6)	382,592	366,269
	<u>719,391</u>	<u>646,310</u>
Long-term mortgage payable (note 6)	1,708,643	2,091,235
Deferred capital contributions (note 7)	8,454,804	8,328,771
Fund balances:		
Invested in capital assets	383,038	376,586
Unrestricted funds	114,401	12,712
Externally restricted fund 2	20,361	20,361
Internally restricted funds - Halton Region	(16,135)	(27,325)
Capital reserve funds 2(a)(i))	590,184	571,806
	<u>1,091,849</u>	<u>954,140</u>
Commitments (note 9)		
	<u>\$ 11,974,687</u>	<u>\$ 12,020,456</u>

See accompanying notes to financial statements.

On behalf of the Board:

_____ Chair

_____ Treasurer

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Statement of Operations

Year ended March 31, 2025, with comparative information for 2024

						2025	2024
	Jean and Howard Caine Apartments	Jason's House	Standing Oaks	Wade Hampton House	Bishop Alexander Carter House	Total	Total
Revenue:							
Grant subsidy	\$ 765,629	\$ 26,853	\$ 56,034	\$ –	\$ 20,657	\$ 869,173	\$ 845,672
Rent	373,483	8,070	19,650	92,074	73,311	566,588	577,776
Miscellaneous	56,507	14,937	17,042	72,682	74,879	236,047	72,690
Amortization of deferred capital contributions (note 7)	38,533	308	45,628	56,196	147,405	288,070	271,484
Capital contributions related to expenses not capitalized (note 7)	20,212	–	3,009	–	8,214	31,435	18,498
	1,254,364	50,168	141,363	220,952	324,466	1,991,313	1,786,120
Expenses:							
Mortgage interest	98,737	–	–	–	–	98,737	114,453
Building materials, services and rent	222,234	21,855	45,931	64,602	71,587	426,209	391,979
Utilities	145,035	6,064	12,772	48,390	50,587	262,848	243,716
Property taxes	133,738	–	–	–	–	133,738	126,658
Labour related	8,363	–	–	–	–	8,363	13,528
Other operating	3,420	–	5,755	–	–	9,175	1,955
Professional services	152,923	5,654	10,117	3,576	3,408	175,678	162,904
Insurance	21,926	519	4,692	6,998	8,606	42,741	40,641
Interest	1,157	–	3,888	8,204	–	13,249	14,153
	787,533	34,092	83,155	131,770	134,188	1,170,738	1,109,987
Transfer to capital reserve	48,048	5,400	8,760	–	3,768	65,976	64,213
	835,581	39,492	91,915	131,770	137,956	1,236,714	1,174,200
Excess of revenue over expenses before the undernoted	418,783	10,676	49,448	89,182	186,510	754,599	611,920
Amortization of capital assets	407,593	583	45,814	56,368	147,405	657,763	624,164
Excess (deficiency) of revenue over expenses	\$ 11,190	\$ 10,093	\$ 3,634	\$ 32,814	\$ 39,105	\$ 96,836	\$ (12,244)

See accompanying notes to financial statements.

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Statement of Changes in Fund Balances

Year ended March 31, 2025, with comparative information for 2024

	2025								2024
	Invested in capital assets	Unrestricted funds	Externally restricted fund	Internally restricted funds - Halton Region	Capital reserve			Total	Total
					Jean and Howard Caine Apartments	Bishop Alexander Carter House	Pooled capital fund		
Fund balances, beginning of year	\$ 376,586	\$ 12,712	\$ 20,361	\$ (27,325)	\$ 424,752	\$ 11,865	\$ 135,189	\$ 954,140	\$ 920,292
Excess (deficiency) of revenue over expenses	(369,692)	466,528	—	—	—	—	—	96,836	(12,244)
Contribution from operations to capital reserve	—	—	—	—	48,048	3,768	14,160	65,976	64,213
Unrealized gain on capital reserve investments	—	—	—	—	29,189	520	—	29,709	12,359
Withdrawals from capital reserve	—	—	—	—	(20,426)	(5,786)	(28,600)	(54,812)	(30,480)
Interfund transfers:									
Purchase of capital assets	331,497	(309,002)	—	—	(5,984)	—	(16,511)	—	—
Deferred capital contributions spent	(340,410)	340,410	—	—	—	—	—	—	—
Mortgage payable	366,269	(366,269)	—	—	—	—	—	—	—
Due to MODC on account of capital loan	18,788	(18,788)	—	—	—	—	—	—	—
Transfer to/from unrestricted to internally restricted	—	(11,190)	—	11,190	—	—	—	—	—
Fund balances, end of year	\$ 383,038	\$ 114,401	\$ 20,361	\$ (16,135)	\$ 475,579	\$ 10,367	\$ 104,238	\$ 1,091,849	\$ 954,140

See accompanying notes to financial statements.

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Statement of Cash Flows

Year ended March 31, 2025, with comparative information for 2024

	2025	2024
Operating activities:		
Excess (deficiency) of revenue over expenses	\$ 96,836	\$ (12,244)
Items not involving cash:		
Amortization of capital assets	657,763	624,164
Amortization of deferred capital contributions	(288,070)	(271,484)
Capital contributions related to expenses not capitalized	(31,435)	(18,498)
Unrealized gain on capital reserve investments	29,709	12,359
Change in non-cash operating working capital:		
Accounts receivable	(43,381)	6,711
Prepaid expenses	30	(3,606)
Amount due to MODC	50,350	(66,816)
Accounts payable and accrued liabilities	6,408	(18,959)
	478,210	251,627
Financing activities:		
Deferred capital contributions	445,538	170,219
Mortgage principal; repayments	(366,269)	(350,642)
	79,269	(180,423)
Investing activities:		
Capital reserve contributions	65,976	64,213
Withdrawals from capital reserve	(54,812)	(30,480)
Purchase of capital assets	(331,498)	(114,956)
	(320,334)	(81,223)
Increase (decrease) in cash and restricted cash and investments	237,145	(10,019)
Cash and restricted cash and restricted investments, beginning of year	859,682	869,701
Cash and restricted cash and restricted investments, end of year	\$ 1,096,827	\$ 859,682
Consisting of:		
Cash	\$ 94,013	\$ —
Restricted cash and restricted investments	1,002,814	859,682
	\$ 1,096,827	\$ 859,682
Supplemental cash flow information:		
Interest received	\$ 24,632	\$ 23,747
Interest paid	111,986	128,606

See accompanying notes to financial statements.

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Notes to Financial Statements

Year ended March 31, 2025

1. Nature of organization:

Ontario March of Dimes Non-Profit Housing Corporation (the "Corporation") was incorporated without share capital on June 2, 1992. The Corporation was formed to provide and operate housing accommodation, with or without any public space, recreational facilities, and commercial space or buildings appropriate thereto primarily to accommodate persons with physical disabilities. In 2013, the Corporation applied for continuance under the Canada Not-for-profit Corporations Act. The application was approved in May 2013 and the Corporation is now known as March of Dimes Canada Non-Profit Housing Corporation ("NPHC"). NPHC is classified as a registered charity under the Income Tax Act (Canada) and, as such, is exempt from income taxes.

NPHC owns and operates five properties in the Province of Ontario: Jean and Howard Caine Apartments, located in Oakville; Jason's House, located in Hamilton; Standing Oaks, located in Sarnia; and Wade Hampton House and Bishop Alexander Carter House, located in Sudbury.

2. Significant accounting policies:

(a) Basis of presentation:

These financial statements have been prepared in accordance with the prescribed accounting policies to comply with Section 80(2) of the Housing Services Act and guidance in its application issued by the Housing and Residential Services Division of the Regional Municipality of Halton (the "Halton Region"). The basis of accounting used in these financial statements materially differs from Canadian accounting standards for not-for-profit organizations ("ASNPOs") as follows:

(i) Capital reserve funds:

Under the terms of the operating agreement with Halton Region, NPHC is required to establish capital reserve funds for the purpose of funding major asset repairs and replacement. Grant subsidies designated for the capital reserve funds are initially recorded in the statement of operations and then transferred to the capital reserve fund. Expenses made from capital reserve funds are reported within these funds and not in the statement of operations.

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Notes to Financial Statements (continued)

Year ended March 31, 2025

2. Significant accounting policies (continued):

Interest income earned and unrealized losses and gains on capital reserve funds are recorded directly to the capital reserve funds and are not reported on the statement of operations.

The cash and investments of the capital reserve fund for the Jean and Howard Caine Apartments that are funded under the Housing Services Act are restricted and can only be used for capital expenses, as defined in the Halton Region's Guide to the Annual Information Return.

Additional capital reserve funds have been established for the other properties by the Board of Directors. These pooled capital reserve funds are restricted in that they may only be used for purpose of funding major asset repairs and replacement, but no specific amounts are designated for individual properties, except for the Bishop Alexander Carter House, located in Sudbury, Ontario, which is contributing to the capital reserve fund separately based on Canada Mortgage and Housing Corporation ("CMHC") requirements.

(ii) Amortization:

Amortization on the Jean and Howard Caine Apartments is recognized in an amount equal to the principal repayment on the mortgage (which is financing both the land and the building).

(b) Capital assets:

Buildings are stated at cost less accumulated amortization.

Amortization on Jason's House, Wade Hampton House, Standing Oaks and Bishop Alexander Carter House building is recognized over a period of 40 years using the straight-line method.

Furniture and equipment are being amortized over a period of 5 to 10 years using the straight-line method.

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Notes to Financial Statements (continued)

Year ended March 31, 2025

2. Significant accounting policies (continued):

(c) Revenue recognition:

NPHC follows the deferral method of recognizing rental revenue and grant subsidies.

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

Capital contributions are deferred and amortized over the life of the related capital asset. Capital contributions that relate to expenses not capitalized are recognized as revenue when the expense is incurred.

Contributed services are not recognized in the financial statements.

Investment income is recognized on the accrual basis.

(d) Financial instruments:

Cash and restricted cash and restricted investments are measured at fair value. Changes in fair value of restricted cash and investments held for capital reserve funds are recorded directly in the capital reserve funds and not on the statement of operations, as described in note 2(a)(i). Accounts receivable, accounts payable and accrued liabilities, due to MODC, and mortgage payable are measured at amortized cost.

Investments are detailed in note 3.

It is management's opinion that NPHC is not exposed to significant interest, currency, market, or credit risks arising from financial instruments.

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Notes to Financial Statements (continued)

Year ended March 31, 2025

2. Significant accounting policies (continued):

(e) Use of estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the statement of financial position date and the reported amounts of revenue and expenses during the year. Future actual results may differ from such estimates. Balances which require some degree of estimation include investments, accrued liabilities, amortization of capital assets and deferred capital contributions.

3. Restricted cash and restricted investments:

	2025	2024
Capital reserve funds	\$ 590,184	\$ 571,806
Tenant deposits (included in accounts payable)	24,683	23,648
Deferred capital contributions, unspent (note 7)	387,947	282,819
Restricted obligations	\$ 1,002,814	\$ 878,273

The following balances comprise restricted assets related to the above obligations:

	2025	2024
Restricted cash	\$ 540,424	\$ 405,474
Restricted investments:		
Pooled investments funds:		
Social Housing Canadian Short-Term Bond Fund Series	343,004	337,721
Social Housing Canadian Bond Fund Series A	119,386	116,487
	462,390	454,208
Total funds available	\$ 1,002,814	\$ 859,682
Deficiency of funds to meet restricted reserve requirements	\$ —	\$ (18,591)

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Notes to Financial Statements (continued)

Year ended March 31, 2025

4. Capital assets:

			2025	2024
	Cost	Accumulated amortization	Net book value	Net book value
Jean Howard Caine Apartments:				
Land	\$ 1,790,603	\$ –	\$ 1,790,603	\$ 1,790,603
Building	6,481,791	6,110,643	371,148	742,711
Furniture and equipment	609,823	227,900	381,923	200,910
Work in progress	41,329	–	41,329	–
	8,923,546	6,338,543	2,585,003	2,734,224
Jason's House:				
Building	35,199	21,933	13,266	4,781
Furniture and equipment	11,810	4,013	7,797	–
	47,009	25,946	21,063	4,781
Standing Oaks:				
Building	782,443	414,043	368,400	387,961
Building expansion	944,257	149,559	794,698	818,479
Furniture and equipment	52,760	4,199	48,561	11,284
	1,779,460	567,801	1,211,659	1,217,724
Wade Hampton House:				
Land	200,631	–	200,631	200,631
Building	2,264,145	767,962	1,496,183	1,536,040
Furniture and equipment	377,948	377,948	–	–
	2,842,724	1,145,910	1,696,814	1,736,671
Bishop Alexander Carter House:				
Building	5,820,714	661,542	5,159,172	5,306,576
	\$ 19,413,453	\$ 8,739,742	\$ 10,673,711	\$ 10,999,976

As of March 31, 2025, \$41,329 was recorded for elevator modernization at the Jean and Howard Caine Apartments. As this project is not yet complete, the costs have been recorded as work in progress. The project is expected to be completed in the next fiscal year.

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Notes to Financial Statements (continued)

Year ended March 31, 2025

5. March of Dimes Canada:

MODC is a national registered charity committed to championing equity, empowering ability, and creating real change that will help the more than eight million people living with disabilities across the country unlock the richness of their lives. MODC is a registered charity under the Income Tax Act (Canada) and, as such, is exempt from income taxes.

MODC appoints all members of the Board of Directors of NPHC and, as such, exercises control over NPHC. MODC provides NPHC with financial and administrative services, including governance support. Additionally, MODC's oversight is provided on property management tenant relations, direct community and public relations, and coordination of legal, audit and insurance.

(a) Related party transaction during the year include the following:

- (i) Included in property management, administration and audit expenses are fees of \$8,736 (2024 - \$8,736) paid to MODC for services provided in connection with properties other than the Jean and Howard Caine Apartments. MODC is not reimbursed for the value of the services provided for the Jean and Howard Caine Apartments.
- (ii) MODC rents a portion of NPHC premises and pays rent to NPHC. The total charges were \$56,748 (2024 - \$83,917).
- (iii) Included in Miscellaneous income is \$117,813 (2024 - nil) of funding received from MODC for utility expenses incurred by the Corporation.

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Notes to Financial Statements (continued)

Year ended March 31, 2025

5. March of Dimes Canada (continued):

(b) Related party amounts due to MODC consists of the following:

	2025	2024
In 2018, NPHC signed a promissory note with MODC for a loan in the amount of \$75,000 to support the expansion of the Standing Oaks building in Sarnia. The loan is repayable on demand and bears interest at the prime rate plus 1% per annum, the principal and accrued interest are due no later than March 31, 2034	\$ 51,050	\$ 57,000
In 2010, NPHC signed a promissory note with MODC for a loan in the amount of \$251,000 to acquire the land and building in Sudbury, Ontario. The loan is repayable on demand and bears interest at the prime rate plus 1% per annum the principal and accrued interest are due no later than March 31, 2034	93,783	106,621
Interest payable on the above promissory note	13,955	13,955
Rent receivable	—	(53,600)
Amounts receivable to MODC for miscellaneous expenses	13,300	(2,238)
	\$ 172,088	\$ 121,738

6. Mortgage payable:

The mortgage payable is secured by the land and building of the Jean and Howard Caine Apartments and is guaranteed by CMHC. The mortgage balance of \$2,091,235 (2024 - \$2,457,504) is being repaid over a 22-year amortization period, with a five-year term. The interest rate for the five-year term ending March 1, 2028 is 4.41% calculated semi-annually. Monthly blended repayments of principal and interest are \$38,862 (2024 - \$38,862).

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Notes to Financial Statements (continued)

Year ended March 31, 2025

6. Mortgage payable (continued):

Principal repayments until the maturity date are as follows:

2026	\$ 382,592
2027	399,643
2028	417,453
Thereafter	891,547
	<u>\$ 2,091,235</u>

7. Deferred capital contributions:

Deferred capital contributions represent contributions received for capital purposes. The changes in the deferred capital contributions balance for the year are as follows:

	2025	2024
Balance, beginning of year	\$ 8,328,771	\$ 8,448,534
Received during the year	445,538	170,219
	<u>8,774,309</u>	<u>8,618,753</u>
Less amounts amortized to revenue:		
Capital contributions related to expenses not capitalized	31,435	18,498
Amortization of deferred capital contributions	288,070	271,484
	<u>319,505</u>	<u>289,982</u>
Balance, end of year	<u>\$ 8,454,804</u>	<u>\$ 8,328,771</u>

As at March 31, 2025, \$387,947 of deferred capital contributions have been received but not spent (2024 - \$282,819). Therefore, the amount of deferred capital contributions spent during the year is \$340,410 (2024 - \$101,365).

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Notes to Financial Statements (continued)

Year ended March 31, 2025

7. Deferred capital contributions (continued)

Forgivable loan:

On August 22, 2017, NPHC entered into a Service Manager Contribution Agreement (the "SMCA") and received a forgivable loan of \$1,750,000 from the City of Greater Sudbury ("City") through the Rental Housing Component of the 2016 Social Infrastructure Fund Investment in Affordable Housing in Ontario program. The forgivable loan of \$1,750,000 was recognized as a deferred capital contribution. The loan was used to partially finance the purchase of the Bishop Alexander Carter House located in Sudbury, Ontario.

The terms of the forgivable loan are detailed in the SMCA. The term of the loan is 20 years. The loan is secured by a charge/mortgage of land, assignment of rents, and a security agreement (chattels). Interest is payable on an annual basis to the City calculated at the higher of (a) the average posted rate offered by major Canadian lending institutions for a commercial first mortgage having a five term, plus 2%, or (b) the interest rate applicable to the first mortgage registered against title to the property, plus 2%.

At each anniversary date, the City of Greater Sudbury will forgive 1/20th (5% per year) of the loan until it is fully forgiven. Annual interest is also fully forgivable provided NPHC has fulfilled all of the requirements of the SMCA. During the term of the loan, if NPHC violates any condition in the SMCA, the City has the right to demand repayment of the unforgivable portion of the loan from NPHC.

As at March 31, 2025, the outstanding forgivable loan is \$1,283,333 (2024 - \$1,370,833), which is included in deferred capital contributions. The interest forgiven related to the year ended March 31, 2025 is \$118,303 (2024 - \$128,042).

8. Grant subsidy:

During the year, NPHC paid \$18,647 (2024 - nil) to the Halton Region which includes \$2,862 for the FY23-24 and \$15,785 for the FY22-23 subsidy as per the Annual Information Return. Additionally, a receivable of \$8,686 (payable of \$2,862 in 2024) was recorded for the current year's subsidy adjustment. This amount has been included in accounts receivable on the statement of financial position (included in accounts payable and accrued liabilities in 2024).

MARCH OF DIMES CANADA NON-PROFIT HOUSING CORPORATION

Notes to Financial Statements (continued)

Year ended March 31, 2025

9. Commitments:

NPHC has a contract with a property management firm for property management services that requires payments of \$165,171 (2024 - \$164,350) per year. This contract includes an additional amount of \$4,158 per month (April 2024 to January 2025) and \$4,283 from (February 2025 to March 2025) for a live-in Superintendent. The contract is renewable on month-by-month basis.

10. Capital Repair Funding - Canada-Ontario Community Housing Initiative ("COCHI"):

During the year, NPHC received \$127,088 out of a total approved funding of \$141,209 under the COCHI program for the boiler replacement at the Jean and Howard Caine Apartments. The project was completed by March 31, 2025. The remaining balance of \$14,121 of the approved funding was received in April 2025, subsequent to year end.

Additionally, COCHI is supporting a new capital project for elevator modernization at the same property, with anticipated completion by September 2025. NPHC received \$92,000 out of the total approved funding of \$460,000.