

Toronto Foundation for Student Success

Financial Statements

For the Year Ended July 31, 2025

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Toronto Foundation for Student Success

Opinion

We have audited the financial statements of Toronto Foundation for Student Success (the "Foundation"), which comprise the statement of financial position as at July 31, 2025, and the statements of operations and changes in fund balances, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at July 31, 2025, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Foundation 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 - Restated Comparative Information

We draw attention to Note 2 of the financial statements, which explains that certain comparative information for the year ended July 31, 2024 has been restated. Our opinion is not modified in respect of this matter.

Other Matter

The financial statements of the Foundation for the year ended July 31, 2024, were audited by another auditor (prior to the adjustments that were applied to restate certain comparative information as explained in Note 2) who expressed an unmodified opinion on those statements on December 10, 2024.

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 Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.



Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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 Foundation'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 Foundation'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 Foundation 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.

RSM Canada LLP

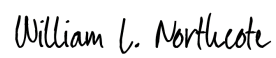
Chartered Professional Accountants
Licensed Public Accountants
December 15, 2025
Toronto, Ontario

Toronto Foundation for Student Success
Statement of Financial Position
As at July 31, 2025


	Administration	Student Nutrition Programs	Beyond 3:30	Vision and Hearing	Emergency Fund	Other Restricted Activities	Sight Initiative	Undesignated and Fundraising	Total 2025	Total 2024
(Restated - Note 2)										
Assets										
Current										
Cash	\$ 1,605,349	\$ 26,123,817	\$ 2,246,894	\$ 208,079	-	\$ 34,752	-	\$ -	\$ 30,218,891	\$ 12,807,409
Marketable securities (Note 4)	75,000	2,772,159	-	-	-	-	-	-	2,847,159	2,421,380
Other receivables	265,028	37,104	-	35,655	-	-	-	-	337,787	105,078
Prepaid expenses	55,604	-	-	-	-	-	-	-	55,604	54,255
Inventory	-	15,540	-	-	-	-	-	-	15,540	15,920
Scholarship funds	-	-	-	-	-	47,387	-	-	47,387	46,127
	2,000,981	28,948,620	2,246,894	243,734	-	82,139	-	-	33,522,368	15,450,169
Capital assets (Note 6)	153,453	-	330,000	-	-	-	-	-	483,453	440,000
	\$ 2,154,434	\$ 28,948,620	\$ 2,576,894	\$ 243,734	-	\$ 82,139	-	\$ -	\$ 34,005,821	\$ 15,890,169
Liabilities										
Current										
Accounts payable and accrued liabilities	\$ 169,196	\$ 123,096	\$ 28,446	\$ 7,040	-	\$ 500	-	\$ -	\$ 328,278	\$ 305,111
Deferred contributions (Note 7)	191,832	25,213,505	1,913,871	179,728	-	112,635	-	-	27,611,571	10,233,427
Interfund balances (Note 5)	986,519	2,983,203	304,577	172,385	-	(30,996)	-	(4,415,688)	-	-
	1,347,547	28,319,804	2,246,894	359,153	-	82,139	-	(4,415,688)	27,939,849	10,538,538
Deferred capital contributions (Note 8)	153,453	-	330,000	-	-	-	-	-	483,453	440,000
	1,501,000	28,319,804	2,576,894	359,153	-	82,139	-	(4,415,688)	28,423,302	10,978,538
Fund Balances										
Unrestricted	-	-	-	-	-	-	-	4,415,688	4,415,688	3,744,800
Restricted	653,434	628,816	-	(115,419)	-	-	-	-	1,166,831	1,166,831
	653,434	628,816	-	(115,419)	-	-	-	4,415,688	5,582,519	4,911,631
	\$ 2,154,434	\$ 28,948,620	\$ 2,576,894	\$ 243,734	-	\$ 82,139	-	\$ -	\$ 34,005,821	\$ 15,890,169

Commitments and contingencies (Note 10)

Approved by the Board of Directors:

Signed by:


 Director

Signed by:


 Director

Toronto Foundation for Student Success
Statement of Operations and Changes in Fund Balances
Year Ended July 31, 2025

	Administration	Student Nutrition Programs	Beyond 3:30	Vision and Hearing	Emergency Fund	Other Restricted Activities	Sight Initiative	Undesignated and Fundraising	Total 2025	Total 2024
										(Restated - Note 2)
Revenues										
City of Toronto	\$ -	\$ 16,000,341	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16,000,341	\$ 13,202,515
Ministry of Children, Community and Social Services	822,419	12,573,271	-	-	-	-	-	-	13,395,690	10,217,660
Fundraising and donations (Notes 3 and 6)	131,549	2,202,491	1,534,780	176,050	250,779	662,868	-	503,621	5,462,138	6,544,950
Interest and investment income	-	-	-	-	-	-	-	1,182,003	1,182,003	1,410,925
Ministry of Tourism, Culture and Sport	-	-	693,940	-	-	-	-	-	693,940	693,940
Toronto District School Board	400,000	-	-	34,000	-	-	-	-	434,000	434,000
Fee for service income	-	-	-	-	-	-	65,065	-	65,065	85,864
	1,353,968	30,776,103	2,228,720	210,050	250,779	662,868	65,065	1,685,624	37,233,177	32,589,854
Expenditures										
Program expenses (Note 3)	214,713	28,743,078	304,206	11,659	250,779	662,868	686	412,238	30,600,227	25,851,982
Salaries and benefits (Note 9)	1,140,894	1,992,437	1,798,959	239,101	-	-	117,508	359,861	5,648,760	5,278,612
Amortization	65,766	-	110,000	-	-	-	-	-	175,766	110,000
Professional services	80,093	22,597	11,040	-	-	-	-	-	113,730	124,511
Travel	1,098	17,991	4,515	-	-	-	-	202	23,806	21,078
	1,502,564	30,776,103	2,228,720	250,760	250,779	662,868	118,194	772,301	36,562,289	31,386,183
Excess (deficiency) of revenues over expenditures	(148,596)	-	-	(40,710)	-	-	(53,129)	913,323	670,888	1,203,671
Interfund transfers	148,596	-	-	40,710	-	-	53,129	(242,435)	-	-
Fund balance, beginning of year (Restated, Note 2)	653,434	628,816	-	(115,419)	-	-	-	3,744,800	4,911,631	3,707,960
Fund balance, end of year	\$ 653,434	\$ 628,816	\$ -	\$ (115,419)	\$ -	\$ -	\$ -	\$ 4,415,688	\$ 5,582,519	\$ 4,911,631

Toronto Foundation for Student Success
Statement of Cash Flows
Year Ended July 31, 2025

	Administration	Student Nutrition Programs	Beyond 3:30	Vision and Hearing	Emergency Fund	Other Restricted Activities	Sight Initiative	Undesignated and Fundraising	Total 2025	Total 2024
										(Restated - Note 2)
Operating activities										
Excess (deficiency) of revenues over expenditures	\$ (148,596)	\$ -	\$ -	\$ (40,710)	\$ -	\$ -	\$ (53,129)	\$ 913,323	\$ 670,888	\$ 1,203,671
Amortization	65,766	-	110,000	-	-	-	-	-	175,766	110,000
Amortization of deferred capital contributions	(65,766)	-	(110,000)	-	-	-	-	-	(175,766)	(110,000)
Accrued interest on scholarship funds	-	-	-	-	-	(1,260)	-	-	(1,260)	(903)
Contributed capital assets	-	-	-	-	-	-	-	-	-	(550,000)
Unrealized gain on marketable securities	-	(401,094)	-	-	-	-	-	-	(401,094)	(484,525)
	(148,596)	(401,094)	-	(40,710)	-	(1,260)	(53,129)	913,323	268,534	168,243
Decrease (increase) in other receivables	(231,579)	(37,104)	69,394	(33,420)	-	-	-	-	(232,709)	171,578
Increase in prepaid expenses	(1,349)	-	-	-	-	-	-	-	(1,349)	(26,337)
Decrease in inventory	-	380	-	-	-	-	-	-	380	141,443
Increase (decrease) in accounts payable and accrued liabilities	7,026	16,866	1,781	(1,949)	-	(557)	-	-	23,167	(116,455)
Increase (decrease) in deferred contributions	(15,663)	17,276,750	93,608	2,844	-	20,605	-	-	17,378,144	(5,424,779)
Increase (decrease) in deferred capital contributions	219,219	-	-	-	-	-	-	-	219,219	110,000
Cash flows provided by (used in) operating activities	(170,942)	16,855,798	164,783	(73,235)	-	18,788	(53,129)	913,323	17,655,386	(4,976,307)
Financing activity										
Interfund transfers	(344,107)	1,172,784	31,216	137,660	-	(137,359)	53,129	(913,323)	-	-
Cash flows provided by (used in) financing activities	(344,107)	1,172,784	31,216	137,660	-	(137,359)	53,129	(913,323)	-	-
Investing activities										
Purchase of capital assets	(219,219)	-	-	-	-	-	-	-	(219,219)	(75,000)
Purchase of investments	-	(24,685)	-	-	-	-	-	-	(24,685)	-
Cash flows provided by (used in) investing activities	(219,219)	(24,685)	-	-	-	-	-	-	(243,904)	(75,000)
Net change in cash	(734,268)	18,003,897	195,999	64,425	-	(118,571)	-	-	17,411,482	(5,051,307)
Cash - beginning of year	2,339,617	8,119,920	2,050,895	143,654	-	153,323	-	-	12,807,409	17,858,716
Cash - end of year	\$ 1,605,349	\$ 26,123,817	\$ 2,246,894	\$ 208,079	\$ -	\$ 34,752	\$ -	\$ -	\$ 30,218,891	\$ 12,807,409

Toronto Foundation for Student Success

Notes to Financial Statements

July 31, 2025

1. ORGANIZATION AND PURPOSE

Toronto Foundation for Student Success (the "Foundation"), is a charitable foundation incorporated as a not-for-profit organization under the laws of Canada. The primary purpose of the Foundation is to raise and disburse funds in support of educational and enrichment activities within the City of Toronto. The Foundation is a registered charity within the meaning of the Income Tax Act (Canada) under paragraph 149(1)(f) and, as such, is exempt from income taxes.

2. PRIOR YEAR RESTATEMENT

In prior years, the Foundation initially recorded unrestricted donations as deferred contributions in the Undesignated and Fundraising fund, accounting for them as restricted contributions; however, under the deferral method of accounting for contributions, unrestricted contributions should be recognized in revenue as received or receivable when the amount can be estimated and collection is reasonably assured.

The 2024 comparative figures have been restated as follows:

	As Previously Stated	Adjustment due to Recognition of Undesignated Contributions as Deferred Revenue	Restated
Liabilities			
Deferred capital contributions	\$ -	\$ 440,000	\$ 440,000
Deferred contributions - total	12,298,282	(2,064,855)	10,233,427
Total liabilities	12,603,393	(1,624,855)	10,978,538
Fund balances			
Unrestricted	2,119,945	1,624,855	3,744,800
Total fund balance	3,286,776	1,624,855	4,911,631
Statement of operations			
Revenues			
Fundraising and donations	5,872,986	671,964	6,544,950
Total revenues	31,917,890	671,964	32,589,854
Excess (deficiency) of revenue over expenses	531,707	671,964	1,203,671
Statement of changes in fund balances			
Fund balances, beginning of year	2,755,069	952,891	3,707,960
Statement of cash flows			
Excess (deficiency) of revenues over expenses	531,707	671,964	1,203,671
Increase (decrease) in deferred contributions	4,752,815	671,964	5,424,779

Toronto Foundation for Student Success

Notes to Financial Statements

July 31, 2025

3. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Foundation are prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Management Estimates

The preparation of these financial statements in conformity 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 the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. The significant estimates used in the preparation of these financial statements are the determination of accrued liabilities and useful lives of capital assets. Estimates are reviewed periodically and adjustments are made in the year they become known.

Revenue Recognition

The Foundation follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred or the restrictions are met, if the amount to be received can be reasonably estimated and collection is reasonably assured. Restricted contributions for which the related expenses are not yet incurred or restrictions not yet met are reported in the statement of financial position as deferred contributions. Restricted contributions for capital assets are recorded as deferred capital contributions and taken into revenue over the expected useful life of the related asset.

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

Interest and investment income earned is recognized as revenue of the Undesignated and Fundraising fund on a time proportion basis, if the amount to be received can be reasonably estimated and collection is reasonably assured.

Fee for service income earned is recognized as services are provided, if the amount to be received can be reasonably estimated and collection is reasonably assured.

Fund Accounting

The accounts of the Foundation are maintained in accordance with the principles of fund accounting. Resources received and expenses incurred are classified for accounting and reporting purposes into the following funds according to activities taken on by the Foundation:

(a) Administration

This fund tracks the revenues and expenditures related to the general operations of the Foundation, which includes, for example, salaries and benefits of administration personnel, insurance, and office and general.

(b) Student Nutrition Programs ("SNP")

This fund tracks the revenues and expenditures related to student nutrition programs across Toronto, including food and equipment costs.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Fund Accounting (Cont'd)

(c) Beyond 3:30

This fund tracks the revenues and expenditures related to an after school program in "at risk" inner city communities in the City of Toronto for middle school children between the hours of 3:30 pm and 6:30 pm in their local schools. Programs focus on healthy lifestyles including physical activities, food preparation training and nutrition studies.

(d) Vision and Hearing

This fund tracks the revenue and expenditures related to the Vision and Hearing Screening Clinics, which are conducted in various schools across Toronto. These clinics help determine whether students need vision and hearing assistance, in order to allow them to achieve greater success in school.

(e) Emergency Fund

The Emergency Fund provides students with support for urgent needs, and in emergency situations. This may be a warm coat, a pair of boots that don't leak, or any other essential items that will help a student in need get to school and participate to the best of their ability.

(f) Other Restricted Activities

This fund tracks all the revenues and expenditures for smaller programs where contributions are designated for a specific purpose or fundraising event, campaign or initiative, the proceeds of which also help support the Foundation's various programs. Included in this fund are the School Opportunity Fund, Scholarships and other donor designated donations i.e. direct donations to schools or community based programs which are received solely for this purpose

(g) Sight Initiative

This fund tracks the revenue and expenditures related to the Fees for Service Initiative, which is conducted in certain schools across Toronto. This initiative works to bring eye care services into priority school communities. As the program is a fee for service program, the fund is unrestricted.

(h) Undesignated and Fundraising

This fund tracks the revenues and expenditures related to general fund raising activities and other undesignated contributions.

Inventory

Inventory, which consists primarily of undistributed gift cards, is measured at the lower of cost and net realizable value. Cost is determined using the specific identification method. For gift cards, net realizable value represents the face value. The total gift cards recognized as an expense during the year was \$133,180 (2024 - \$129,725).

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Capital Assets

Capital assets are stated at cost less accumulated amortization. Amortization is recorded over the estimated useful life of the asset as follows:

Computer equipment	-	straight line over 5 years
Vehicles	-	30% declining balance

When conditions indicate a tangible capital asset's carrying value is impaired, it will be written down to its fair value or replacement cost, with the write-down recorded as an expense. Write-downs are not reversed.

Cloud Computing Costs

During the year, the Foundation adopted Accounting Guideline 20, Customer's Accounting for Cloud Computing Arrangements, which is effective for fiscal years beginning on or after January 1, 2024. The guideline was adopted retrospectively and there was no material impact on the adoption of this guideline. The Foundation has elected to apply the simplification approach, whereby software service fees and other expenses relating to cloud computing costs are expensed as incurred. During the year, the following expenses were recorded as cloud computing costs under program expenses - \$14,094 in the Administration fund, \$25,920 in the Student Nutrition Programs fund, and \$26,089 in the Undesignated and Fundraising fund.

Contributed Services

The Foundation would not be able to carry out its programs without the services of many volunteers who donate a considerable number of hours. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

The Toronto District School Board donates a portion of administrative office space occupied by the Foundation. Because of the difficulty of determining its fair value, contributed occupancy costs are not recognized in the financial statements.

Gifts in Kind

The Foundation records gifts in kind at the fair value of the assets or services received when fair value can be reasonably estimated, they are used in the normal course of operations, and would otherwise be purchased. The Foundation received \$374,782 (2024 - \$605,035) of gifts in kind, which have been included in fundraising and donations revenue.

Allocation of Expenses

The costs of each program include the costs of personnel, funding distributions and other expenses that are directly related to providing the program. The Foundation also incurs general support and program co-ordination salaries and benefits expenses that are common to the administration of the Foundation and each of its programs.

Toronto Foundation for Student Success
Notes to Financial Statements
July 31, 2025

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

The Foundation allocates certain of its general support and program co-ordination salaries and benefits expenses by estimating the time certain employees spend on the administration of each program.

Financial Instruments

The Foundation initially measures its financial instruments at fair value. All financial instruments are subsequently measured at amortized cost, except for marketable securities, which are subsequently measured at fair value with changes in fair value recognized in the statement of operations.

Financial assets subsequently measured at amortized cost include cash, scholarship funds, and other receivables. Financial liabilities subsequently measured at amortized cost include accounts payable and accrued liabilities and interfund balances.

4. MARKETABLE SECURITIES

Marketable securities consist of the following:

	2025			2024		
	Administration	Student Nutrition Program	Total	Administration	Student Nutrition Program	Total
Cash and high interest savings	\$ -	\$ 58,986	\$ 58,986	\$ -	\$ 40,786	\$ 40,786
GICs and term deposits	75,000	451,671	526,671	75,000	427,922	502,922
Canadian equities	-	864,293	864,293	-	748,749	748,749
Foreign equities	-	1,397,209	1,397,209	-	1,128,923	1,128,923
	\$ 75,000	\$ 2,772,159	\$ 2,847,159	\$ 75,000	\$ 2,346,380	\$ 2,421,380

Subsequent to year end, the Foundation reduced its foreign equities holdings, and increased its Canadian equities holdings.

5. INTERFUND BALANCES AND INTERFUND TRANSFERS

Interfund Balances

Interfund balances are receivables or payables between the Foundation's funds. Any amount outstanding are non-interest bearing and have no fixed terms of repayment.

Toronto Foundation for Student Success
Notes to Financial Statements
July 31, 2025

5. INTERFUND BALANCES AND INTERFUND TRANSFERS (Cont'd)

Interfund Transfers

During the year, cash of \$148,596 (2024 - \$139,980) was transferred from the Undesignated and Fundraising fund to the Administration fund, cash of \$40,710 (2024 - \$119,466) was transferred from the Undesignated and Fundraising fund to the Vision and Hearing fund and cash of \$53,129 (2024 - \$9,047) was transferred from the Undesignated and Fundraising fund to the Vision and Hearing fund. These transfers were to cover cash shortfalls within the respective funds.

6. TANGIBLE CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2025	Net 2024
Computer equipment	\$ 550,000	\$ 220,000	\$ 330,000	\$ 440,000
Vehicles	219,219	65,766	153,453	-
	\$ 769,219	\$ 285,766	\$ 483,453	\$ 440,000

In the current year, the Foundation received \$180,000 in funding for vehicles, and allocated \$39,219 from undesignated funds, for a vehicle purchase. In the prior year, the Foundation received contributed computer equipment which had a fair value of \$550,000 at the date of contribution.

These contributions are being recognized over the life of the related capital assets in fundraising and donation revenues in the Administration fund \$65,766 (2024 - \$Nil) and Beyond 3:30 \$110,000 (2024 - \$110,000) respectively in the statement of operations.

7. DEFERRED CONTRIBUTIONS

	2025	2024
Deferred contributions - beginning of year	\$ 10,233,427	\$ 16,097,407
Add: contributions during year		
Contributions received/receivable from government sources	43,974,503	17,568,523
Contributions received/receivable from non-government sources	9,052,653	8,652,328
Less: amounts recognized as revenue during year		
Revenue from government sources	(29,866,318)	(24,114,115)
Revenue from non-government sources	(5,782,694)	(7,970,716)
Deferred contributions - end of year	\$ 27,611,571	\$ 10,233,427

Toronto Foundation for Student Success
Notes to Financial Statements
July 31, 2025

7. DEFERRED CONTRIBUTIONS (Cont'd)

	Administration	Student Nutrition Programs	Beyond 3:30
Deferred contributions - beginning of year	\$ 207,495	\$ 7,936,755	\$ 1,820,265
Add: contributions during year	454,624	49,444,473	2,107,119
Less: amounts recognized as revenue during year	(470,287)	(32,167,724)	(2,013,513)
Deferred contributions - end of year	\$ 191,832	\$ 25,213,504	\$ 1,913,871

	Vision and Hearing	Other Restricted Activities
Deferred contributions - beginning of year		
or	\$ 176,884	\$ 92,027
Add: contributions during year	172,843	848,096
Less: amounts recognized as revenue during year	(170,000)	(827,487)
Deferred contributions - end of year	\$ 179,727	\$ 112,636

8. DEFERRED CAPITAL CONTRIBUTIONS

	Administration	Beyond 3:30	2025	2024
Deferred capital contributions - beginning of year	\$ -	\$ 440,000	\$ 440,000	\$ -
Received during the year	219,219	-	219,219	550,000
Recognized in revenue	(65,766)	(110,000)	(175,766)	(110,000)
Deferred capital contributions - end of year	\$ 153,453	\$ 330,000	\$ 483,453	\$ 440,000

Toronto Foundation for Student Success
Notes to Financial Statements
July 31, 2025

9. ALLOCATION OF EXPENSES

General support and program coordination salaries and benefits have been allocated as follows:

	2025	2024
Salaries and benefits allocated to:		
Administration	\$ 1,140,894	\$ 1,195,442
Student Nutrition Programs	1,015,530	768,457
Beyond 3:30	252,546	246,203
Undesignated and fundraising	57,606	88,879
Vision and hearing	99,602	107,039
Sight initiative	90,215	69,055
Total salaries allocated	\$ 2,656,393	\$ 2,475,075

10. COMMITMENTS

The Foundation has a service contract with the Ministry of Children, Community & Social Services to administer the student nutrition program grant (detail code A513) for purchasing nutritious food items and/or community development. The contract is renewed for the 2026 fiscal year. Under the prior year's Ministry of Children, Community & Social Services contract, there was no surplus or deficit.

The Foundation is contingently liable for all or a portion of grants received for expenditures should it not use the grant funds as set out in the funding agreement(s). The amount of any such repayments are not currently anticipated or determinable. Repayment of a grant will be recorded if and when it becomes anticipated and determinable.

11. FINANCIAL INSTRUMENTS

In management's opinion, the Foundation is exposed to the following risks through its financial instruments:

Market Risk

Market risk is the risk that the fair value or future cash flows of the Foundation's financial instruments will fluctuate because of changes in market prices. The Foundation is exposed to market risk as a result of its investments in equity instruments included in the Foundation's marketable securities. Management does not believe the Foundation's investments in equity instruments are high risk

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 Foundation is exposed to credit risk in the event of non-performance by its funders, but does not anticipate such non-performance. The maximum credit risk is the carrying value of its other receivables.

11. FINANCIAL INSTRUMENTS AND RISK EXPOSURE (Cont'd)

Liquidity Risk

Liquidity risk is the risk that the Foundation will encounter difficulty in meeting its obligations associated with its financial liabilities. The Foundation is exposed to this risk mainly in respect of its accounts payable and accrued liabilities. Management does not anticipate a risk in meeting its current obligations as the Foundation has a sufficient working capital balance.