ANOVA

Year End Reporting Package
March 31, 2025

Davis Martindale
London - 785 Wonderland Road South, Suite 220, ON N6K 1M6
Toronto - 20 Bay Street, Suite 1100, ON M5J 2N8

ANOVA

FINANCIAL STATEMENTS

MARCH 31, 2025

ANOVA

INDEX TO AUDITED FINANCIAL STATEMENTS

MARCH 31, 2025

London: 519.673.3141
785 Wonderland Road S.
Suite 220, ON N6K 1M6

Toronto: 416.840.8050
20 Bay Street
Suite 1100, ON M5J 2N8

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of:
ANOVA

Qualified Opinion

We have audited the accompanying financial statements of ANOVA, which comprise the statement of financial position as at March 31, 2025, the statements of operations and fund balances and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of ANOVA as at March 31, 2025, and its financial performance and its cash flows for the year ended March 31, 2025 in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

As described in Note 2 of the financial statements, the Organization's amortization policy for the Second Stage Housing building is based on the amount of mortgage principal repaid during the year. In this respect, the financial statements are not in accordance with Canadian accounting standards for the not-for-profit organizations. The use of this policy results in an understatement of the net book value of the building by approximately $433,519 at March 31, 2025 and an understatement of amortization expense by approximately $18,865 for the year ended March 31, 2025.

In common with many not-for-profit organizations, the organization derives revenue from donations and fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of donation and fundraising revenues, in the fiscal year ending March 31, 2025 and the fiscal year ending March 31, 2024 was limited to the amounts recorded in the records of the organization. Therefore, we are unable to determine whether any adjustments for unrecorded amounts might be necessary to revenues, excess of deficiency of revenues over expenditures and net assets.

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

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the organization or to cease operations, or has no realistic alternative but to do so.

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

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. In carrying out an audit, we also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the organization's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management’s use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the organization’s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor’s report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor’s report. However, future events or conditions may cause the organization to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- 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.

Davis Martindale LLP

London, Ontario
September 29, 2025

Chartered Professional Accountants
Licensed Public Accountants

ANOVA

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2025

ASSETS

	2025	2024
Current Assets		
Cash	$ 140,348	$ 271,451
Restricted cash	280,250	273,959
Restricted investments (note 3)	3,341,423	3,034,281
Accounts receivable	292,397	43,697
HST receivable	100,860	42,510
Prepaid expenses	35,891	43,091
Government remittances receivable	17,792	707
	4,208,961	3,709,696
Tangible Capital Assets (note 4)	3,384,004	2,988,229
	$ 7,592,965	$ 6,697,925

LIABILITIES AND NET ASSETS

	2025	2024
Current Liabilities		
Accounts payable and accrued liabilities	$ 541,737	$ 290,942
Deferred revenues	38,035	47,567
Current portion of long-term debt (note 6)	-	14,075
	579,772	352,584
Deferred Capital Contributions (note 7)	881,926	375,601
	1,461,698	728,185
Contingency (note 11)		
Commitment (note 12)		
Net Assets		
Operating fund	7,519	62,949
Special fund	3,049,618	2,947,986
Replacement reserve fund	572,055	360,254
Capital asset fund	2,502,075	2,598,551
	6,131,267	5,969,740
	$ 7,592,965	$ 6,697,925

APPROVED ON BEHALF OF THE BOARD:

Signed by: Rachel Pringle
0E5998263C0F451...
Director

Signed by: D. Delgarde
650600F75A45435...
Director

The attached Independent Auditor's Report and notes form an integral part of these audited financial statements.

ANOVA

STATEMENT OF OPERATIONS AND FUND BALANCES

FOR THE YEAR ENDED MARCH 31, 2025

	Operating Fund		Special Fund		Replacement Reserve Fund		Capital Asset Fund		Total	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Revenues										
City of London	$ 528,500	$ 445,683	$ -	$ -	$ -	$ -	$ -	$ -	$ 528,500	$ 445,683
Donations and special events	860,664	860,569	865	23,307	-	-	-	-	861,529	883,876
Housing charges	89,842	81,999	-	-	-	-	-	-	89,842	81,999
Interest	-	-	7,744	8,566	1,410	1,969	-	-	9,154	10,535
Ministry of Children, Community and Social Services (note 8)	4,403,837	4,362,175	-	-	-	-	-	-	4,403,837	4,362,175
Other revenue and grants	81,621	239,175	-	-	7,979	1,707	-	-	89,600	240,882
Retail store sales (schedule 1)	218,279	199,221	-	-	-	-	-	-	218,279	199,221
	6,182,743	6,188,822	8,609	31,873	9,389	3,676	-	-	6,200,741	6,224,371
Expenses										
Administrative	506,597	365,157	-	-	-	-	-	-	506,597	365,157
Interest on long-term debt	912	7,516	-	-	-	-	-	-	912	7,516
Operating costs (properties)	707,897	669,418	-	-	-	-	-	-	707,897	669,418
Program costs	183,078	368,119	7,504	13,932	-	-	-	-	190,582	382,051
Retail store (schedule 1)	177,034	158,646	-	-	-	-	-	-	177,034	158,646
Salaries and benefits	4,631,841	4,438,378	-	-	-	-	-	-	4,631,841	4,438,378
	6,207,359	6,007,234	7,504	13,932	-	-	-	-	6,214,863	6,021,166
Excess (Deficiency) of Revenues Over Expenses Before Non-Cash Items	(24,616)	181,588	1,105	17,941	9,389	3,676	-	-	(14,122)	203,205
Non-Cash Items										
Unrealized gain on investments	-	-	265,228	208,614	17,257	8,185	-	-	282,485	216,799
Amortization of capital assets	-	-	-	-	-	-	(142,784)	(119,389)	(142,784)	(119,389)
Amortization of deferred capital contributions (note 7)	-	-	-	-	-	-	35,948	15,148	35,948	15,148
	$ -	$ -	$ 265,228	$ 208,614	$ 17,257	$ 8,185	$ (106,836)	$ (104,241)	$ 175,649	$ 112,558

The attached Independent Auditor's Report and notes form an integral part of these audited financial statements.

ANOVA

STATEMENT OF OPERATIONS AND FUND BALANCES

FOR THE YEAR ENDED MARCH 31, 2025

	Operating Fund		Special Fund		Replacement Reserve Fund		Capital Asset Fund		Total	
	2025	**2024**	**2025**	**2024**	**2025**	**2024**	**2025**	**2024**	**2025**	**2024**
Excess (Deficiency) of Revenues Over Expenses Before Transfers	$ (24,616)	$ 181,588	$ 266,333	$ 226,555	$ 26,646	$ 11,861	$ (106,836)	$ (104,241)	$ 161,527	$ 315,763
Inter-Fund Transfer										
Transfer to/from operating fund (note 10)	-	-	(164,701)	(253,729)	185,155	24,658	10,360	358,880	30,814	129,809
Transfer from special fund	164,701	253,729	-	-	-	-	-	-	164,701	253,729
Transfer to capital asset fund	(10,360)	(358,880)	-	-	-	-	-	-	(10,360)	(358,880)
Transfer to replacement fund	(185,155)	(24,658)	-	-	-	-	-	-	(185,155)	(24,658)
	(30,814)	(129,809)	(164,701)	(253,729)	185,155	24,658	10,360	358,880	-	-
Excess (Deficiency) of Revenues Over Expenses	(55,430)	51,779	101,632	(27,174)	211,801	36,519	(96,476)	254,639	161,527	315,763
Balance, Beginning of Year	62,949	11,170	2,947,986	2,975,160	360,254	323,735	2,598,551	2,343,912	5,969,740	5,653,977
Balance, End of Year	$ 7,519	$ 62,949	$ 3,049,618	$ 2,947,986	$ 572,055	$ 360,254	$ 2,502,075	$ 2,598,551	$ 6,131,267	$ 5,969,740

The attached Independent Auditor's Report and notes form an integral part of these audited financial statements.

ANOVA

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED MARCH 31, 2025

	2025	2024
Cash Flows from Operating Activities		
Excess of revenues over expenses	$ 161,527	$ 315,763
Items not requiring an outlay of cash:		
Unrealized gain on investment	(282,485)	(216,799)
Amortization of capital assets	142,784	119,389
Amortization of deferred capital contributions	(35,948)	(15,148)
	(14,122)	203,205
Changes in non-cash working capital:		
Accounts receivable	(248,700)	(35,368)
HST receivable	(58,350)	19,513
Prepaid expenses	7,200	(6,077)
Accounts payable and accrued liabilities	250,795	(62,013)
Government remittances receivable	(17,085)	(171)
Deferred revenues	(9,532)	(52,230)
	(75,672)	(136,346)
Net Cash Provided by (Used in) Operating Activities	(89,794)	66,859
Cash Flows from Financing Activities		
Repayment of long-term debt	(14,075)	(162,288)
Increase in deferred capital contributions	542,273	99,900
Net Cash Provided by (Used in) Financing Activities	528,198	(62,388)
Cash Flows from Investing Activities		
Purchase of tangible capital assets	(538,558)	(296,493)
Decrease (increase) in portfolio investments	(24,658)	227,122
Increase in restricted cash	(6,291)	(35,345)
Net Cash Used in Investing Activities	(569,507)	(104,716)
Net Decrease in Cash	(131,103)	(100,245)
Cash, Beginning of Year	271,451	371,696
Cash, End of Year	$ 140,348	$ 271,451

The attached Independent Auditor's Report and notes form an integral part of these audited financial statements.

1. Purpose of the Organization

ANOVA (the "Organization") is incorporated provincially without share capital under the Corporations Act of Ontario and is a registered charity under the Income Tax Act. Operating in the City of London, the Organization strives to provide affordable and secure housing alternatives and related services to women and their children who have been emotionally, physically or sexually abused or have experienced other forms of abuse in their lives. The Organization also liaises with other charitable, non-profit, community and governmental agencies and organizations to develop programs to assist such women and their children.

2. Significant Accounting Policies

(a) Basis of Preparation

The financial statements of the Organization have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations.

(b) Fund Accounting

To ensure observance of limitations and restrictions placed on the use of the resources available to the organization, the accounts are maintained in accordance with the principles of Fund Accounting. Under these principles, resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified. Separate accounts are maintained for each fund.

Operating Fund

Accounts for the organization's general operational and administrative activities and reports unrestricted resources available for immediate purposes.

Special Fund

Included in this fund are amounts received from life insurance proceeds, estates and other one-time sources of funds as received from time to time. The use of these funds must be approved by the Board of Directors.

Replacement Reserve Fund

These funds are set aside by the Board of Directors for the renewal or replacement of each property.

Capital Asset Fund

The fund reports all capital transactions, deferred capital contribution transactions, and related debt of the organization.

(c) Restricted Assets

Restricted assets are internally restricted by the organization for use by the Replacement Reserve and Special Fund.

2. Significant Accounting Policies (continued)

(d) Revenue Recognition

The organization follows the deferral method of accounting for contributions. Under this method, restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount can be reasonably estimated and collection is reasonably assured.

Funding from the Ministry of Children, Community and Social Services (MCCSS), and from the City of London are recorded as revenue when earned based on the approved funding, on an annual basis.

Contributions and government funding received for the purchase of capital assets are recorded as deferred capital contributions and amortized into revenue on the same terms as the related capital asset.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

Retail store sales are recognized as revenue in the period in which the goods are sold.

Other sources of revenue such as donations, special events, and housing charges are recorded as revenue when received or when the amount to be received can be reasonable estimated and collections is reasonable assured.

(e) Contributed Services

Volunteers contribute many hours per year to assist the organization in carrying out its activities. Because of the difficulty in determining fair value, contributed services are not recognized in the financial statements.

The organization derives its retail store sales from the sale of donated clothing received from the general public. The contributed materials are not reflected as inventory in the financial statements and consequently no donation revenue is recognized upon receipt of the goods.

(f) Use of Estimates

The preparation of the financial statements of the organization, 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, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of the revenues and expenditures during the reporting period. Actual results could differ from those estimates.

2. Significant Accounting Policies (continued)

(g) Tangible Capital Assets and Amortization

Purchased tangible capital assets are recorded at cost. Contributed tangible capital assets are recorded at the fair value at the date of contribution. Amortization methods and rates of capital assets are disclosed in note 4, other than the amortization on the Second Stage Housing (SSH) building. Amortization on the SSH building is required by the City of London to be recorded at a rate equal to the annual principal reduction of the mortgage on the property.

(h) Financial Instruments

The organization's financial instruments consist of cash, restricted cash, restricted investments, accounts receivable, and accounts payable and accrued liabilities. The organization initially recognizes these financial instruments at fair value and subsequently at amortized cost, except for restricted investments. Restricted investments are subsequently measured at fair value.

3. Restricted Investments

	2025	2024
Worldsource Financial		
Short-term bond fund	$ 304,643	$ 262,728
Canada Life		
Canadian equity fund	894,989	753,522
Canadian bond index fund	1,213,752	955,902
Global equity fund	889,321	758,866
Canadian money market fund	38,718	53,263
	3,036,780	2,521,553
Guaranteed investment certificate, at 5.05% due August 2024	-	250,000
	$ 3,341,423	$ 3,034,281

4. Tangible Capital Assets

		Cost	Accumulated Amortization	Net 2025	Net 2024
Land - Clarke Road		$ 291,136	$ -	$ 291,136	$ 291,136
Land - SSH		218,458	-	218,458	218,458
Land - Wellington Road		293,450	-	293,450	293,450
Building - Clarke Road	4% D.B.	2,414,668	1,339,528	1,075,140	1,119,938
Buildings - SSH	Note 2(g)	2,277,447	2,258,216	19,231	19,231
Buildings - Wellington Road	4% D.B.	2,448,991	1,455,728	993,263	922,548
Roof replacment - SSH	10% D.B.	344,656	17,233	327,423	-
Computer hardware	30% D.B.	492,651	461,591	31,060	44,371
Equipment - Clarke Road	20% D.B.	502,017	421,873	80,144	11,368
Equipment - Mine 101	20% D.B.	10,865	10,069	796	995
Equipment - SSH	20% D.B.	164,706	153,975	10,731	7,625
Equipment - Wellington Road	20% D.B.	665,445	651,082	14,363	17,953
Automobiles	30% D.B.	69,170	40,361	28,809	41,156
		$10,193,660	$ 6,809,656	$ 3,384,004	$ 2,988,229

5. Bank Indebtedness

The organization has available a line of credit in the amount of $420,000. Interest is charged on any funds utilized at prime plus 2% per annum. The amount of the line of credit outstanding at March 31, 2025 was $NIL (2024 - $NIL). The line of credit is secured by a general security agreement.

6. Long-Term Debt

	2025	2024
Mortgage payable, 6.117%, repayable in blended monthly installments of principal and interest of $14,510, repaid during the year. Secured by land and building at Second Stage Housing location.	$ -	$ 14,075
Less: current portion	-	14,075
	$ -	$ -

7. Deferred Capital Contributions

Deferred capital contributions represent contributed tangible capital assets and restricted contributions used to purchase buildings, renovations, furniture and fixtures, vehicles, computer hardware and computer software. These contributions are being amortized into excess of revenues over expenditures on the same basis as the related tangible capital assets. The changes in the deferred contributions balance for the year are as follows:

	2025	2024
Balance, beginning of year	$ 375,601	$ 290,849
Less: amortization of deferred contributions	(35,948)	(15,148)
Add: contributions received for capital purposes	542,273	99,900
Balance, end of year	$ 881,926	$ 375,601

8. Ministry of Children, Community and Social Services

The organization has a Service contract/CFSA Approval with the Ministry of Children, Community and Social Services ("MCCSS"). The organization prepared a transfer payment annual reconciliation report which summarizes by service, all revenue and expenditures and identifies any resulting surplus or deficit that relates to the Service contract/CFSA Approval.

Some of the funding received relates to items of a capital nature and therefore has been deferred to match the treatment of the expenditure of the funds.

The total funding received from MCCSS as reported in the financial statements is comprised of the following:

	2025	2024
Violence Against Women Programs	$ 3,740,996	$ 3,746,173
Victim Services Programs	578,451	-
Anti-Human Trafficking Community Supports	37,670	36,800
Broader Public Sector Other Services	30,970	30,250
Sexual Assault Centre Program	-	436,452
Family Court Support Worker Program	-	112,500
Total revenue recognized in the year	$ 4,388,087	$ 4,362,175

9. Canada-Ontario Community Housing Initiative

The organization has a contract with the Canada-Ontario Community Housing Initiative (COCHI). Under the contract, a maximum of $356,187 will be received to be spent on capital repairs that preserve and extend the functional lifespan of the social housing supply. During the year, $344,656 (2024 - $NIL) has been spent on the roofing project.

10. Inter-Fund Transfers

During the year, $10,360 (2024 - $358,880) was transferred to the Capital Asset Fund from the Operating Fund due to the payment of long-term debt.

During the year, $185,155 (2024 - $24,658) was transferred to the Replacement Reserve Fund from the Operating Fund, as approved by the Board of Directors.

During the year, $(164,701) (2024 - $(253,729)) was transferred from the Special Fund to the Operating Fund, as approved by the Board of Directors.

11. Contingent Liability

Contingent liabilities represent significant items that, as at March 31, 2025, are not recognized in the balance sheet because there is significant uncertainty at that date as to the necessity for the organization to receive or make payments in respect to them.

In 2020, a third party commenced a civil action seeking $4,050,000 in damages against the organization. The Organization disagrees with the claim. At this time, the outcome of these proceedings cannot be determined. No amounts have been included in these statements other than legal fees incurred to March 31, 2025.

12. Lease Commitments

The organization has entered into operating leases for their office facilities. Annual lease repayment terms are:

Year ending	March 31, 2026	$ 132,473
	March 31, 2027	111,121
	March 31, 2028	44,063
	March 31, 2029	40,391
		$ 328,048

13. Financial Instruments

The organization is exposed to various financial risks through transactions in financial instruments.

Credit Risk

During the normal course of business, the organization is exposed to credit risk in the event of non-performance by customers in connection with its accounts receivable. The organization mitigates this risk by monitoring customer accounts on a continual basis and by dealing with what management believes to be financially sound customers. The organization determines, on a continuing basis, the probable uncollectible amounts and sets up provisions for these debts based on estimated realizable value. Management does not anticipate significant loss for non-performance.

13. Financial Instruments (continued)

Market Risk

The organization's investments in publicly-traded securities exposes the organization to price risks as equity investments are subject to price changes in an open market. The organization does not use derivative financial instruments to alter the effects of this risk.

Interest Rate Risk

A portion of the organization's bank indebtedness has a variable interest rate. Changes in the bank's prime lending rate can cause fluctuations in interest payments and cash flows. The organization does not use derivative financial instruments to alter the effects of this risk.

ANOVA

SCHEDULE OF MINE 101 OPERATIONS

FOR THE YEAR ENDED MARCH 31, 2025

	2025	2024
Revenue		
Retail store sales	$ 218,279	$ 199,221
Expenses		
Salaries and benefits	103,360	93,756
Rent	45,799	41,754
Telephone and utilities	9,944	8,763
Repairs and maintenance	6,931	2,172
Insurance	4,776	4,247
Miscellaneous - store	4,054	3,374
Bank charges	1,209	2,775
Office and administration	961	1,805
	177,034	158,646
Excess of Revenue Over Expenses Before Non-Cash Items	41,245	40,575
Non-Cash Items		
Amortization of capital assets	213	269
Excess of Revenue Over Expenses	$ 41,032	$ 40,306