

Financial Statements

Kids Care Oncology Central West Ontario
(o/a Ronald McDonald House Charities South Central Ontario)

December 31, 2024

Independent auditor's report

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To the Board of Directors of
Kids Care Oncology Central West Ontario

Opinion

We have audited the financial statements of **Kids Care Oncology Central West Ontario** (o/a Ronald McDonald House Charities South Central Ontario) ("the Organization"), which comprise the statement of financial position as at December 31, 2024, and the statements of operations, changes in net assets 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 **Kids Care Oncology Central West Ontario** (o/a Ronald McDonald House Charities South Central Ontario) as at December 31, 2024, 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.

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. 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.

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.

Doane Grant Thornton LLP

Hamilton, Canada
April 30, 2025

Chartered Professional Accountants
Licensed Public Accountants

Kids Care Oncology Central West Ontario
STATEMENT OF FINANCIAL POSITION
Year ended Dec 31

	2024 \$	2023 \$
ASSETS		
Current assets		
Cash and cash equivalents	2,341,265	2,331,771
Term deposits (Note 3)	4,511,100	3,036,783
Accounts receivable	444,224	360,212
Prepaid expenses	8,050	8,928
Inventory	28,628	27,033
Total current assets	7,333,267	5,764,727
Cash surrender value of life insurance policy (Note 4)	2,948	-
Capital assets, net (Note 5)	10,966,204	10,626,652
Total assets	18,302,419	16,391,379
LIABILITIES AND FUND BALANCES		
Current liabilities		
Accounts payable and accrued liabilities	609,116	346,682
Deferred revenue	60,621	33,261
Current portion of capital lease obligations (Note 6)	3,281	3,281
Total current liabilities	673,018	383,224
Capital lease obligations (Note 6)	1,634	4,922
Deferred contributions (Note 7)	8,672,221	8,988,787
Total liabilities	9,346,873	9,376,933
FUND BALANCES		
General fund	1,382,973	2,282,227
Restricted fund (Note 8)	5,278,590	3,094,354
Capital asset fund	2,293,983	1,637,865
Total fund balances	8,955,546	7,014,446
Total liabilities and fund balances	18,302,419	16,391,379

On behalf of the Board:

_____ Director _____ Director

See accompanying notes to the financial statements.

Kids Care Oncology Central West Ontario
STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES

Year ended Dec 31

	<u>General</u>		<u>Restricted</u>		<u>Capital Asset</u>		<u>Total</u>	
	2024	2023	2024	2023	2024	2023	2024	2023
	\$	\$	\$	\$	\$	\$	\$	\$
REVENUES AND OTHER SUPPORT								
Contributions	3,176,175	2,641,764	843,835	161,386	316,566	316,566	4,336,576	3,119,716
Fundraising activities/events	1,293,041	1,183,667	-	-	-	-	1,293,041	1,183,667
RMH room donations/fees	137,175	131,062	2,839	2,392	-	-	140,014	133,454
Estate donation (Note 14)	-	929,583	-	-	-	-	-	929,583
Total revenues	4,606,391	4,886,076	846,674	163,778	316,566	316,566	5,769,631	5,366,420
EXPENSES								
Program	2,164,706	1,979,101	173,714	120,341	576,274	513,233	2,914,694	2,612,675
Management and general	415,293	394,239	11,365	-	-	-	426,658	394,239
Fundraising	703,512	603,488	-	-	-	-	703,512	603,488
Cost of direct benefits to donors	19,018	14,792	-	-	-	-	19,018	14,792
Total expenses	3,302,529	2,991,620	185,079	120,341	576,274	513,233	4,063,882	3,625,194
Excess (deficiency) of operating revenues over expenses	1,303,862	1,894,456	661,595	43,437	(259,708)	(196,667)	1,705,749	1,741,226
Investment income, net	236,318	205,771	-	-	-	-	236,318	205,771
Loss on disposal of capital assets	-	-	-	-	(967)	-	(967)	-
Excess (deficiency) of revenues over expenses	1,540,180	2,100,227	661,595	43,437	(260,675)	(196,667)	1,941,100	1,946,997
Fund balances, beginning of year	2,282,227	1,390,341	3,094,354	2,096,653	1,637,865	1,580,455	7,014,446	5,067,449
Transfers between funds (Note 9)	(2,439,434)	(1,208,341)	1,522,641	954,264	916,793	254,077	-	-
Fund balances, end of year	1,382,973	2,282,227	5,278,590	3,094,354	2,293,983	1,637,865	8,955,546	7,014,446

See accompanying notes to the financial statements.

Kids Care Oncology Central West Ontario
STATEMENT OF FUNCTIONAL EXPENSES

Year ended Dec 31, 2024

	Program Services			Supporting Services			Total Expenses
	Ronald McDonald House	Ronald McDonald Family Rooms	Total Program Services	Management and General	Fundraising	Cost of Direct Benefits to Donors	
	\$	\$	\$	\$	\$	\$	\$
Salaries and benefits	883,794	110,574	994,368	279,300	449,044	-	1,722,712
Amortization of capital assets	576,274	-	576,274	-	-	-	576,274
Communications	3,465	-	3,465	2,837	140,148	-	146,450
Donor and volunteer recognition	14,985	-	14,985	9,057	-	-	24,042
Education, training and meetings	-	-	-	32,720	-	-	32,720
Family support services & supplies	288,785	72,244	361,029	-	-	-	361,029
House security	101,937	-	101,937	-	-	-	101,937
Insurance	-	-	-	18,299	-	-	18,299
Interest and bank charges	-	-	-	33,114	-	-	33,114
Maintenance and repairs	370,051	-	370,051	-	-	-	370,051
Office supplies and postage	4,417	-	4,417	4,417	-	-	8,834
Special events	-	-	-	-	26,629	19,018	48,647
Professional fees	-	-	-	29,052	-	-	29,052
Technology and telephone	62,517	8,931	71,448	17,862	-	-	89,310
Utilities	130,251	-	130,251	-	-	-	130,251
Other expenses	286,049	-	286,469	-	84,691	-	371,160
Total expenses	2,722,945	191,749	2,914,694	426,658	703,512	19,018	4,063,882

See accompanying notes to the financial statements.

Kids Care Oncology Central West Ontario
STATEMENT OF FUNCTIONAL EXPENSES

Year ended Dec 31, 2023

	Program Services			Supporting Services			Total Expenses
	Ronald McDonald House	Ronald McDonald Family Rooms	Total Program Services	Management and General	Fundraising	Cost of Direct Benefits to Donors	
	\$	\$	\$	\$	\$	\$	\$
Salaries and benefits	952,022	104,937	1,056,959	265,934	427,514	-	1,750,407
Amortization of capital assets	513,233	-	513,233	-	-	-	513,233
Communications	8,185	-	8,185	4,027	69,773	-	81,985
Donor and volunteer recognition	5,634	-	5,634	9,903	-	-	15,537
Education, training and meetings	-	-	-	23,653	-	-	23,653
Family support services & supplies	204,834	54,035	258,869	-	-	-	258,869
House security	94,933	-	94,933	-	-	-	94,933
Insurance	-	-	-	15,229	-	-	15,229
Interest and bank charges	-	-	-	21,852	-	-	21,852
Maintenance and repairs	192,904	-	192,904	-	-	-	192,904
Office supplies and postage	4,630	-	4,630	4,630	-	-	9,260
Special events	-	-	-	-	25,630	14,792	40,422
Professional fees	-	-	-	29,300	-	-	29,300
Technology and telephone	68,989	9,856	78,845	19,711	-	-	98,556
Utilities	128,894	-	128,894	-	-	-	128,894
Other expenses	269,589	-	269,589	-	80,571	-	350,160
Total expenses	2,443,847	168,828	2,612,675	394,239	603,488	14,792	3,625,194

See accompanying notes to the financial statements.

Kids Care Oncology Central West Ontario
STATEMENT OF CASH FLOWS
Year ended Dec 31

	2024	2023
	\$	\$
OPERATING ACTIVITIES		
<i>Excess (deficiency) of revenue over expenses for the year</i>		
General funds	1,540,180	2,100,227
Restricted funds	661,595	43,437
Capital asset fund	(260,675)	(196,667)
<i>Add (deduct) items not involving cash</i>		
Amortization of capital assets	576,274	513,233
Amortization of deferred contributions	(316,566)	(316,566)
Accrued interest on term deposits	(138,502)	(134,760)
Change in cash surrender value of life insurance policy	(2,948)	-
Loss on disposal of capital assets	967	-
	2,060,325	2,008,904
Net change in non-cash working capital balances related to operations		
Accounts receivable	(84,012)	(71,121)
Prepaid expenses	878	2,694
Inventory	(1,595)	5,244
Accounts payable and accrued liabilities	262,434	41,200
Deferred revenue	27,360	(7,704)
	205,065	(29,687)
Cash provided by operating activities	2,265,390	1,979,217
INVESTING ACTIVITIES		
Purchase of term deposits	(4,500,000)	(3,000,000)
Proceeds from sale of term deposits	3,164,185	2,119,050
Purchase of capital assets	(916,793)	(254,077)
Cash used in investing activities	(2,252,608)	(1,135,027)
FINANCING ACTIVITIES		
Repayment of capital lease obligation	(3,288)	(3,282)
Repayment of bank loan	-	(40,000)
Cash used in financing activities	(3,288)	(43,282)
Net increase in cash and cash equivalents during the year	9,494	800,908
Cash and cash equivalents, beginning of year	2,331,771	1,530,863
Cash and cash equivalents, end of year	2,341,265	2,331,771

See accompanying notes to the financial statements.

**Kids Care Oncology Central West Ontario
(o/a Ronald McDonald House Charities South Central Ontario)**

Notes to the financial statements

Year ended December 31, 2024

1. NATURE OF THE ORGANIZATION

Organization

Kids Care Oncology Central West Ontario (o/a Ronald McDonald House Charities South Central Ontario) (the “Organization”) is an Ontario not for profit, charitable corporation formed in 1993. The mission of Ronald McDonald House Charities (RMHC) is to create, find and support programs that directly improve the health and well-being of children and their families. RMHC and the network of local Chapters, of which there are 14 in Canada, ascribe to five core values: we are focused on the critical needs of children, we lead with compassion, we celebrate the diversity of our people and our programs, we value our heritage and we operate with accountability and transparency.

In Canada, 13 Regional RMHC Chapters work collaboratively through the support of RMHC Canada, Canada’s national RMHC foundation, which is focused on contributing funding from McDonald’s Restaurants of Canada and other donors, to support the building and operations of Ronald McDonald Houses, Family Rooms and Ronald McDonald Care Mobiles to help enable the support of families with sick children.

We fulfill our mission through operation of sustainable programs that enable family-centered care, bridge access to quality health care, are a vital part of the health care continuum and strengthen families during difficult times. The following programs, operated by the Organization, represent the core functions of Ronald McDonald House Charities:

Ronald McDonald House

When children must travel long distances to access top medical care, accommodations and support for families can be expensive or not readily available. The Organization helps families stay close to their ill or injured child through the Ronald McDonald House program located in Hamilton, which provide temporary lodging, meals and other support to children and their families. The program provides families with emotional and physical comfort and increases the caregivers’ ability to spend more time with their child, to interact with their clinical care team and to participate in critical medical care decisions.

Ronald McDonald Family Room

When a child is critically ill, parents may be reluctant to leave the hospital. In order to provide comfort and support to their child, it is important that parents have an opportunity to rest, have a meal or have a moment of quiet. Located inside medical care facilities, the Ronald McDonald Family Room program in McMaster Children's Hospital serve as a place of respite, relaxation and privacy for family members, often just steps away from where their child is being treated. The Ronald McDonald Family Room program provides parents with an opportunity to remain close to their hospitalized child and to be an active member of their child’s health care team.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Part III of the Chartered Professional Accountants of Canada "CPA Canada" Handbook – Accounting, which sets out generally accepted accounting principles for not-for-profit organizations in Canada and includes the significant accounting policies summarized below.

Use of estimates

The preparation of financial statements in accordance 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 statement of financial position date, and the reported amount of revenue and expenses during the reporting period. Actual results could differ from those estimates.

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, the accounts of the Organization have been classified into the following funds:

The General fund reports unrestricted resources available for general operating activities.

The Restricted fund reports resources that are to be used for specific purposes as specified by the donor or the Board of Directors (the "Board"). Any funds internally restricted by the Board are recorded through a transfer to the respective fund.

The Capital Asset fund reports resources that are restricted to the Organization's capital asset purchases, replacements, or maintenance initiatives.

Revenue recognition

The Organization follows the restricted fund method of accounting for contributions.

Contributions, grants, and bequests are recorded in the appropriate funds when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Unrestricted contributions are recognized as revenue in the General fund when initially recorded in the accounts. Externally restricted contributions are recorded in the Restricted Fund or Capital Asset Fund when initially recognized in the accounts.

Revenue from fundraising is recognized as revenue in the corresponding fund as appropriate in the year received or receivable, if the amount can be reasonably estimated and collection is reasonably assured. The donation of a life insurance policy is recognized as revenue in the period in which legal ownership of the policy is transferred to the Organization, in the amount of cash surrender value at that time. Subsequent changes in the cash surrender value are recognized annually as they occur.

Fees are recognized when the services have been provided. Revenue from room payments is recognized as revenue in the General fund on an accrual basis when the amount to be received can be reasonably estimated and collection is reasonably assured.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue recognition (continued)

Investment income (loss) consists of interest, dividends, income distributions from pooled funds, and realized and unrealized gains and losses. Investment income earned on Restricted Fund or Capital Asset Fund resources that must be spent on donor-restricted activities is recognized as revenue of the respective fund. General investment income earned on Restricted Fund, Capital Asset Fund and General Fund resources is recognized as revenue of the General Fund. Investment losses are allocated in a manner consistent with investment income.

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the Statements of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Cash and cash equivalents

Cash and cash equivalents consist of cash on deposit and short-term investments with a short-term to maturity of approximately three months or less from the date of purchase unless they are held for investment rather than liquidity purposes, in which case they are classified as investments.

Financial instruments

Investments are recorded at fair value. Transactions are recorded on a trade date basis and transaction costs are expensed as incurred.

Other financial instruments, including accounts receivable and accounts payable, are initially recorded at their fair value and are subsequently measured amortized cost, net of any provisions for impairment.

Long-term debt

Long-term debt is initially measured at fair value, net of transaction costs and financing fees. It is subsequently measured at amortized cost. Transaction costs and financing fees are amortized using the straight-line method.

Contributed materials and services

Donated materials and services are recorded in the financial statements at fair market value when fair market value can be reasonably estimated. Because of the difficulty in determining the fair value of volunteer time, these services are not recognized in the financial statements.

Kids Care Oncology Central West Ontario
(o/a Ronald McDonald House Charities South Central Ontario)
Notes to the financial statements
Year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Capital assets

Purchased capital assets are recorded at acquisition cost. Contributed capital assets are recorded at fair value at the date of the contribution. Capital assets are amortized to estimated residual values at the following annual rates over the estimated useful lives of the related assets:

Land	n/a
Building	40 years straight line
Building improvements	10 years straight line
Computer hardware	45% declining balance
Computer software	30% declining balance
Equipment	30% declining balance
Serenity garden	15 years straight line
Family room	10 years straight line
Website	50% declining balance

Interest is capitalized during the period in which the capital assets are being constructed.

Impairment of long-lived assets

Long-lived assets are tested for impairment when events of changes in circumstances indicate that their carrying value may not be recoverable. An impairment loss is recognized when the carrying value exceeds the total undiscounted cash flows expected from their use and eventual disposition. The amount of the impairment loss is determined as the excess of the carrying value of the asset over its residual value.

3. TERM DEPOSITS

	2024	2023
	\$	\$
Term deposits	4,511,100	3,036,783
	4,511,100	3,036,783

Term deposits consist of a \$4,500,000 one-year term GIC bearing interest at 4.10%. In the prior year, term deposits consisted of a \$1,500,000 six-month term GIC bearing interest at 5.50% and a \$1,500,000 one-year term GIC bearing interest at 5.55%.

Kids Care Oncology Central West Ontario
(o/a Ronald McDonald House Charities South Central Ontario)
Notes to the financial statements
Year ended December 31, 2024

4. CASH SURRENDER VALUE OF LIFE INSURANCE POLICY

The Organization is the owner and irrevocable beneficiary of a life insurance policy with a cash surrender value totaling \$2,948 as at December 31, 2024. The cash surrender value represents the funds that the Organization would receive if the policy is terminated before the insured event occurs.

5. CAPITAL ASSETS

Capital assets consist of the following:

	2024		
	Cost	Accumulated	Net book
	\$	amortization	value
	\$	\$	\$
Land	9,181	—	9,181
Building and building improvements	15,735,181	5,806,228	9,928,953
Computer hardware	128,955	109,150	19,805
Computer software	66,921	61,841	5,080
Equipment	158,325	132,890	25,435
Furniture and fixtures	495,838	365,839	129,999
Serenity garden	238,011	159,762	78,249
Family room	853,724	108,339	745,385
Website	32,156	8,039	24,117
	17,718,292	6,752,088	10,966,204

Capital assets consist of the following:

	2023		
	Cost	Accumulated	Net book
	\$	amortization	value
	\$	\$	\$
Land	9,181	—	9,181
Building and building improvements	15,579,561	5,334,684	10,244,877
Computer hardware	119,997	99,920	20,057
Computer software	66,921	59,662	7,259
Equipment	131,569	127,481	4,088
Furniture and fixtures	485,281	351,781	133,500
Serenity garden	238,011	143,894	94,117
Family room	170,999	59,087	111,912
Website	17,696	16,035	1,661
	16,819,196	6,192,544	10,626,652

Kids Care Oncology Central West Ontario
(o/a Ronald McDonald House Charities South Central Ontario)
Notes to the financial statements
Year ended December 31, 2024

6. OBLIGATION UNDER CAPITAL LEASE

The Organization has the following future minimum capital lease payments with respect to equipment:

	\$
2025	3,281
2026	<u>1,634</u>
	4,915
Less: current portion	<u>(3,281)</u>
Total long-term obligation	<u>1,634</u>

7. DEFERRED CONTRIBUTIONS

Deferred contributions represent the unamortized amounts of restricted grants and net donations received for the expansion of the house and serenity garden. Changes in the deferred contributions balance are as follows:

Deferred contributions – building:	2024	2023
	\$	\$
Balance, beginning of year	8,910,603	9,207,632
Amount recognized as revenue during the year	(297,020)	(297,020)
	<u>8,613,583</u>	<u>8,910,603</u>
Deferred contributions – serenity garden:	2024	2023
	\$	\$
Balance, beginning of year	78,184	97,730
Amount recognized as revenue during the year	(19,546)	(19,546)
	<u>58,638</u>	<u>78,184</u>
Balance, end of year	<u>8,672,221</u>	<u>8,988,787</u>

Kids Care Oncology Central West Ontario
(o/a Ronald McDonald House Charities South Central Ontario)
Notes to the financial statements
Year ended December 31, 2024

8. RESTRICTED FUND BALANCE

The Restricted fund balance consists of the following:

	2024 \$	2023 \$
Restricted Fund		
Externally restricted	28,590	94,354
Internally restricted	5,250,000	3,000,000
	5,278,590	3,094,354

The purpose of the internally restricted fund is to meet future capital expenditures for major replacements, repairs of property components, and to ensure continuation of House operations due to unforeseeable events.

9. INTERFUND TRANSFERS

Transfers between funds during the year consist of the following:

	<u>General Fund</u>		<u>Restricted Fund</u>		<u>Capital Asset Fund</u>	
	2024 \$	2023 \$	2024 \$	2023 \$	2024 \$	2023 \$
Transfers for purchase of capital assets	(198,117)	(254,077)	(718,676)	—	916,793	254,077
Transfers internally restricted by Board of Directors	(2,250,000)	(962,032)	2,250,000	962,032	—	—
Transfers for family stays	8,683	7,768	(8,683)	(7,768)	—	—
	(2,439,434)	(1,208,341)	1,522,641	954,264	916,793	254,077

10. FINANCIAL INSTRUMENTS

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

Credit risk

The Organization is exposed to credit risk in connection with its accounts receivable and its short-term and fixed income investments because of the risk that one party to the financial instrument may cause a financial loss for the other party by failing to discharge an obligation.

Liquidity risk

The Organization is exposed to the risk that it will encounter difficulty in meeting obligations associated with its financial liabilities. The Organization considers that it has sufficient funds available to meet its obligations as they come due.

Kids Care Oncology Central West Ontario
(o/a Ronald McDonald House Charities South Central Ontario)
Notes to the financial statements
Year ended December 31, 2024

11. RELATED PARTY TRANSACTIONS

Ronald McDonald House Charities (RMHC) is a system of independent, separately registered public benefit organizations, referred to as “Chapters” within the global organization. The Organization is an independent operating Chapter within the RMHC system. Each Chapter is licensed by McDonald’s Corporation and Ronald McDonald House Charities, Inc. to use RMHC related trademarks in conjunction with fundraising activities and the operation of its programs; the License Agreement also sets standards of operations for programs, governance, finance, branding and reporting.

During the year ended December 31, 2024, the Organization received from Ronald McDonald House Charities, Inc. \$202,665 (2023 - \$5,593); and the Organization received \$615,927 (2023 - \$306,300) from Ronald McDonald House Charities, Canada.

12. BENEFICIAL USE OF LAND

In April 1992, the Organization entered into an agreement of purchase and sale with the City of Hamilton (the “City”) whereby the Organization would purchase certain land owned by the City for \$2. In September 2010, the Organization entered into a similar agreement for additional land at a cost of \$1. Both agreements require that the Organization transfer the land back to the City at cost should the Organization cease to operate for charitable purposes. This agreement also restricts the Organization’s ability to sell the property.

13. DONATED GOODS AND SERVICES

The fair value of donated goods and services included as contributions in the financial statements and the corresponding expense categories for the years ended December 31, 2024 and 2023 are as follows:

	2024 \$	2023 \$
Other expenses	298,035	286,093
	298,035	286,093

14. CONCENTRATIONS

Contribution totaling \$929,583, was received from a single donor, the Estate of LeeAnn MacMillan, during the year ended December 31, 2023 which represented 19% total public support for that year.

15. SUBSEQUENT EVENTS

Management evaluated subsequent events through April 30, 2025, the date the financial statements were available to be issued. There were no material subsequent events that required recognition or additional disclosure in the financial statements.