

**300 WEST 23RD STREET OWNERS CORP.**

**FINANCIAL STATEMENTS**

**AND**

**SUPPLEMENTARY INFORMATION**

**DECEMBER 31, 2024 AND 2023**

**300 WEST 23RD STREET OWNERS CORP.**

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**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors and Shareholders  
300 WEST 23RD STREET OWNERS CORP.

**Opinion**

We have audited the accompanying financial statements of 300 WEST 23RD STREET OWNERS CORP., which comprise the balance sheets as of December 31, 2024 and 2023, and the related statements of operations, changes in stockholders' equity, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of 300 WEST 23RD STREET OWNERS CORP. as of December 31, 2024 and 2023, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

**Basis for Opinion**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 required to be independent of 300 WEST 23RD STREET OWNERS CORP. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Responsibilities of Management for the Financial Statements**

The Board of Directors and managing agent (collectively "Management") are responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about 300 WEST 23RD STREET OWNERS CORP.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

**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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. 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. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- 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 300 WEST 23RD STREET OWNERS CORP.'s internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about 300 WEST 23RD STREET OWNERS CORP's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

#### Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedules of Capital Improvements and Repairs and Maintenance are presented for the purpose of additional analysis and are not a required part of the financial statements. Such information is the responsibility of the Board of Directors and management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

#### Omission of Required Supplementary Information about Future Major Repairs and Replacements

The Corporation has not presented supplementary information about future major repairs and replacements to common property that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Financial Accounting Standards Board, which considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Pelham, New York  
May 9, 2025

A handwritten signature in black ink, appearing to read "Numa Y. CPA, PLLC". The signature is written in a cursive, flowing style.

300 WEST 23RD STREET OWNERS CORP.

BALANCE SHEETS

December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
<b>ASSETS</b>		
Current assets:		
Cash, operating account	\$ 122,605	\$ 138,304
Cash and cash equivalents, interest bearing	1,163,251	1,625,665
Cash designated for real estate taxes	500,144	487,037
Receivables from tenant-shareholders	65,138	26,413
Other prepaid expenses	7,337	3,989
Prepaid common charges	<u>503,314</u>	<u>339,096</u>
Total current assets	<u>2,361,789</u>	<u>2,620,504</u>
Real property, at cost:		
Land	3,663,078	3,663,078
Building	14,652,312	14,652,312
Building improvements	<u>9,218,308</u>	<u>8,540,207</u>
	27,533,698	26,855,597
Less accumulated depreciation	<u>17,657,884</u>	<u>17,114,685</u>
Net real property	<u>9,875,814</u>	<u>9,740,912</u>
Other assets:		
Security deposit account	<u>108,433</u>	<u>111,421</u>
Total assets	<u>\$ 12,346,036</u>	<u>\$ 12,472,837</u>

See Accompanying Notes to Financial Statements

**300 WEST 23RD STREET OWNERS CORP.**

**BALANCE SHEETS**

December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 154,044	\$ 33,490
Contractors payable for capital improvements	-	129,066
Accrued interest payable	28,646	28,646
Maintenance revenue received in advance	60,346	47,450
Tax abatements and credits due to tenant-shareholders	<u>118,205</u>	<u>125,057</u>
Total current liabilities	<u>361,241</u>	<u>363,709</u>
Other liabilities:		
Mortgage note payable, net of unamortized debt acquisition costs of \$162,927 and \$187,995 in 2024 and 2023, respectively	12,337,073	12,312,005
Refundable security deposits	<u>288,872</u>	<u>269,001</u>
Total liabilities	<u>12,987,186</u>	<u>12,944,715</u>
Commitments and Contingencies - Note 8		
<b>STOCKHOLDERS' EQUITY</b>		
Common stock, 40,000 shares of \$1 par value authorized, 37,575 shares issued, 37,397 shares outstanding	37,575	37,575
Additional paid-in capital	13,699,943	13,699,943
Additional paid-in capital, treasury stock	75,025	75,025
Treasury stock, 178 shares, at cost	(485,526)	(485,526)
Accumulated deficit	<u>(13,968,167)</u>	<u>(13,798,895)</u>
Total stockholders' equity	<u>(641,150)</u>	<u>(471,878)</u>
Total liabilities and stockholders' equity	\$ <u><u>12,346,036</u></u>	\$ <u><u>12,472,837</u></u>

See Accompanying Notes to Financial Statements

300 WEST 23RD STREET OWNERS CORP.  
STATEMENT OF OPERATIONS  
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
<b>Revenues:</b>		
Maintenance charges	\$ 4,440,880	\$ 4,253,716
Maintenance assessments	384,576	360,002
Late fees	16,100	4,200
Sublet fees	7,826	7,985
Move-in fees	4,600	3,900
Laundry	19,800	21,600
Transfer fees	4,620	17,390
Storage bins	47,970	47,650
Other income	6,959	3,305
	<u>4,933,331</u>	<u>4,719,748</u>
<b>Expenses:</b>		
Common charges, operating expenses	1,107,423	1,207,006
Excess condominium expenses - Note 7	594,275	514,945
Gas, laundry room	3,173	4,010
Repairs and maintenance	119,215	126,166
Water and sewer charges	53,579	63,240
Insurance	9,928	8,977
Debt servicing costs	368,820	368,820
Real estate taxes	2,261,916	2,087,868
Professional fees	44,938	33,840
Real estate tax certiorari	425	425
Corporation taxes	6,135	3,924
Administrative and telephone	26,104	32,916
Other	3,267	9,620
	<u>4,599,198</u>	<u>4,461,757</u>
<b>Income from operations before other revenue and expense items</b>	334,133	257,991
<b>Other revenue and expense items:</b>		
Interest income	39,794	76,540
Depreciation of building and improvements	(543,199)	(546,487)
<b>Net loss for the year</b>	<u>\$ (169,272)</u>	<u>\$ (211,956)</u>

See Accompanying Notes to Financial Statements

**300 WEST 23RD STREET OWNERS CORP.**  
**STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY**  
For the Years Ended December 31, 2024 and 2023

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	<u>2024</u>	<u>2023</u>
<b><u>Common Stock</u></b>		
Balance, beginning of year	\$ 37,575	\$ 37,575
Transactions during the year	<u>-</u>	<u>-</u>
Balance, end of year	<u>\$ 37,575</u>	<u>\$ 37,575</u>
<b><u>Additional Paid-In Capital</u></b>		
Balance, beginning of year	\$ 13,699,943	\$ 13,699,943
Transactions during the year	<u>-</u>	<u>-</u>
Balance, end of year	<u>\$ 13,699,943</u>	<u>\$ 13,699,943</u>
<b><u>Additional Paid-In Capital, Treasury Stock</u></b>		
Balance, beginning of year	\$ 75,025	\$ 75,025
Transactions during the year	<u>-</u>	<u>-</u>
Balance, end of year	<u>\$ 75,025</u>	<u>\$ 75,025</u>
<b><u>Treasury Stock</u></b>		
Balance, beginning of year	\$ (485,526)	\$ (485,526)
Transactions during the year	<u>-</u>	<u>-</u>
Balance, end of year	<u>\$ (485,526)</u>	<u>\$ (485,526)</u>
<b><u>Accumulated Deficit</u></b>		
Balance, beginning of year	\$ (13,798,895)	\$ (13,586,939)
Net loss for the year	<u>(169,272)</u>	<u>(211,956)</u>
Balance, end of year	<u>\$ (13,968,167)</u>	<u>\$ (13,798,895)</u>

See Accompanying Notes to Financial Statements



**300 WEST 23RD STREET OWNERS CORP.**

**STATEMENT OF CASH FLOWS**

For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
<b><u>Cash Flows From Operating Activities</u></b>		
Net loss for the year	\$ (169,272)	\$ (211,956)
Adjustments to reconcile net loss for the year to net cash provided by operating activities:		
Non-cash: depreciation of building and improvements	543,199	546,487
Non-cash: amortization of debt issuance costs with interest expense	25,068	25,068
<u>(Increase) decrease in assets:</u>		
Receivables from tenant-shareholders	(38,725)	(6,751)
Other prepaid expenses	(3,348)	2,378
Prepaid common charges	(164,218)	(320,605)
Security deposit account	2,988	8,357
<u>Increase (decrease) in liabilities:</u>		
Accounts payable and accrued expenses	52,594	21,259
Contractors payable for capital improvements	(61,106)	129,066
Maintenance revenue received in advance	12,896	(21,705)
Tax abatements and credit due to tenant-shareholders	(6,852)	(8,593)
Refundable security deposits	<u>19,871</u>	<u>7,644</u>
<b><u>Net Cash Provided By Operating Activities</u></b>	<u>213,095</u>	<u>170,649</u>
<b><u>Cash Flows From Investing Activities</u></b>		
Additions to building improvements	<u>(678,101)</u>	<u>(1,047,533)</u>
<b><u>Net Cash Used In Investing Activities</u></b>	<u>(678,101)</u>	<u>(1,047,533)</u>
Net decrease in cash and cash equivalents	(465,006)	(876,884)
Cash and cash equivalents, beginning of year	<u>2,251,006</u>	<u>3,127,890</u>
Cash and cash equivalents, end of year	<u>\$ 1,786,000</u>	<u>\$ 2,251,006</u>

**Supplemental Disclosure of Cash Flow Information**

Cash used for interest	\$ <u>343,752</u>	\$ <u>343,752</u>
Cash used for franchise taxes	\$ <u>9,400</u>	\$ <u>1,500</u>

See Accompanying Notes to Financial Statements

**300 WEST 23RD STREET OWNERS CORP.**  
**NOTES TO FINANCIAL STATEMENTS**

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**1. Nature of Organization**

300 WEST 23RD STREET OWNERS CORP. (the "Corporation") is a qualified cooperative housing corporation organized under Section 216(b)(1) of the Internal Revenue Code. The Corporation was formed to operate and maintain the residential unit of the 300 WEST 23RD STREET CONDOMINIUM (the "Condominium") located at 300 West 23<sup>rd</sup> Street, New York, New York. The residential unit comprises the 220 residential apartments in the building.

The financial statements of 300 WEST 23RD STREET CONDOMINIUM should be read in conjunction with these financial statements.

**2. Date of Management's Review**

In preparing the financial statements, the Corporation has evaluated events and transactions for potential recognition or disclosure through May 9, 2025, the date the financial statements were first available to be issued.

**3. Summary of Significant Accounting Policies**

**Basis of Presentation** – The financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) as detailed in the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC). The Corporation has determined that it meets the definition of a Common Interest Realty Association (CIRA) for accounting purposes and therefore follows the CIRA accounting guidance in ASC 972.

**Use of Estimates** – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures in the financial statements. Accordingly, actual results could differ from those estimates.

**Cash Equivalents** – For purposes of the statement of cash flows, the Corporation considers all temporary cash investments with original maturities of three months or less, and certificates of deposit that do not contain significant early withdrawal penalties, to be cash equivalents.

**Depreciation** – Building and building improvements are stated at cost. The building and improvements are depreciated over their estimated useful lives using the straight-line method. Expenditures for repairs and maintenance are charged to operations as incurred.

**Maintenance Fees and Assessments** – Tenant-shareholders are subject to monthly maintenance fees based on an annual budget determined by the Board of Directors to provide funds for the Corporation's operating expenses. Maintenance fee revenue is recognized as the related performance obligations are satisfied at transaction amounts expected to be collected. The Corporation's performance obligations related to its maintenance fees are satisfied over time on a daily pro-rata basis using the input method. The Corporation levies capital assessments to replenish capital reserves for monies previously spent and to provide funding for current and future capital improvement projects. The performance obligations related to capital assessments are satisfied when those funds are expended for their designated purpose.

Accounts receivable at the balance sheet date are stated at the amounts expected to be collected from outstanding maintenance fees and assessments from tenant shareholders. It is the Corporation's policy to retain legal counsel and place liens on the stock of tenant-shareholders whose maintenance fees and capital assessments are in arrears after all reasonable collection methods are exhausted. Any excess maintenance fees at year-end are retained by the Corporation for use in the succeeding year.

The Corporation treats uncollectible maintenance fees and assessments as credit losses. Methods, inputs, and assumptions used to evaluate when maintenance fees and assessments are considered uncollectible include consideration of past experience and susceptibility to factors outside the Corporation's control. Amounts receivable from tenant-shareholders as of the beginning and end of the year were \$26,413 and \$65,138, respectively.

**Contract Liabilities (Assessments Received in Advance)** – The Corporation recognizes revenue from tenant-shareholders as the related performance obligations are satisfied. A contract liability (assessments received in advance) is recorded when the Corporation has the right to receive payments in advance of the satisfaction of performance obligations related to a capital assessment. As of the beginning and end of the year there were no contract liabilities (assessments received in advance).

**300 WEST 23RD STREET OWNERS CORP.**  
**NOTES TO FINANCIAL STATEMENTS**

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3. **Summary of Significant Accounting Policies (Continued)**

**Income Taxes** – The Corporation is subject to Federal income tax as a cooperative association pursuant to Subchapter T of the Internal Revenue Code. The Corporation is also subject to New York State franchise tax and New York City general corporation tax at prevailing tax rates and methods. The Corporation's tax filings are subject to audit by various taxing authorities for the years 2022 through 2024. In evaluating the Corporation's tax provisions and accruals, the Corporation believes that its estimates are appropriate based on current facts and circumstances.

The Corporation has incurred cumulative net operating losses for tax purposes which are available to be carried forward to future tax periods. It is not likely that the Corporation will benefit from any deferred tax benefits resulting from prior losses and, accordingly, no deferred tax assets have been recognized in these financial statements. The Corporation has available net operating loss carryforwards of approximately \$10,459,000.

The Corporation has adopted Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 740 – Accounting for Uncertainty in Income Taxes. The Corporation will record a liability for uncertain tax positions when it is more likely than not that a tax position would not be sustained if examined by the taxing authorities. The Corporation continually evaluates changes in the tax law and new authoritative rulings. At present, there are no uncertain tax positions recorded that would have a material impact on the financial statements.

**Treasury Stock** – Shares of stock allocated to apartments acquired by the Corporation have been recorded as treasury stock at the total cost incurred by the Corporation in acquiring those shares.

4. **Concentration of Credit Risk**

The Corporation maintains deposit accounts at high-quality financial institutions in New York City. From time to time, deposits in these accounts may exceed federally insured limits (FDIC). As of December 31, 2024, there was no uninsured cash. As of December 31, 2023, the Corporation had uninsured cash deposits of approximately \$39,000. The Corporation has not experienced any losses in these accounts and does not deem them to be at risk.

5. **Mortgage Note Payable and Line of Credit**

During June 2021, the Corporation refinanced its existing mortgage with a new first mortgage in the principal amount of \$12,500,000 payable to Citizens Bank. The mortgage note requires monthly payments of interest only at a fixed annual rate of 2.75% for a period of ten years. The mortgage note matures May 1, 2031, and may only be prepaid, subject to penalty, as defined in the mortgage documents. Notwithstanding the foregoing, once each loan year the Corporation may prepay up to 10% of the then outstanding principal balance of the note without penalty. Following any such pay down, the remaining monthly payments will be adjusted to reflect the reduced principal sum.

In addition to the new first mortgage, Citizens Bank extended the Corporation an unsecured revolving line of credit in the maximum amount of \$350,000. The terms of the credit line require monthly payments of interest only on any outstanding balance at a variable rate consisting of the Prime Rate (as defined in the loan agreement) plus 1.00%; however, in no event shall the rate be less than 4.50% per annum. No amounts have been drawn under this credit facility.

In connection with its June 2021 refinancing transaction, the Corporation incurred fees of \$115,054 that are being amortized over the ten-year term of the mortgage. Unamortized debt issuance costs (included as a reduction of long-term debt per ASU 2015-03) as of December 31, 2024 and 2023 were \$162,927 and \$187,995, respectively. Amortization of debt issuance costs is now reported together with interest expense in the statement of operations as Debt Servicing Costs. Interest expense for each of the years ending December 31, 2024 and 2023 was \$343,752, respectively.

As a condition to extending financing, the Corporation is required to maintain a reserve account with Citizens Bank throughout the term of the first mortgage. The residential unit of the 300 WEST 23RD STREET CONDOMINIUM is pledged as collateral for the mortgage and credit line.

**300 WEST 23RD STREET OWNERS CORP.  
NOTES TO FINANCIAL STATEMENTS**

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**6. Funding for Future Major Repairs and Replacements**

The Corporation has not conducted a formal study to determine the remaining useful lives of all the components of common property and current estimates of costs of major repairs and replacements that may be required in the future. The study is not required by governing law or the By-laws of the Corporation. The Board of Directors reviews the condition of various building systems on a recurrent basis and intends to repair or replace elements of the common property as the need arises.

The Corporation's governing documents do not require the accumulation of funds in advance of major repairs and replacements to common property. The Board of Directors has established separate accounts to accumulate funds for repairs and replacements to common property. When additional funds are needed to meet future needs for major repairs and replacements, the Corporation has the right to increase regular maintenance, authorize special assessments, borrow, or delay non-essential major repairs and replacements until funds are available. The effect on future maintenance assessments has not been determined at this time.

**7. Excess Condominium Expense Reimbursements**

In May 1996, the Condominium Association and the retail unit owner entered into an agreement wherein certain revisions were made to the operating budget of the Condominium with respect to the common elements and allocation of common expenses. Pursuant to the agreement, the Corporation, as the residential unit owner, is to reimburse the Condominium Association for certain expenses in excess of its residential common charges.

Expenses in excess of residential unit common charges for the years ended December 31, 2024, and 2023 consisted of the following:

	<u>2024</u>	<u>2023</u>
Wages	\$ 154,003	\$ 143,975
Payroll tax expense	11,816	6,632
Employee union benefits	191,346	161,854
Electricity	237,110	202,484
Totals	<u>\$ 594,275</u>	<u>\$ 514,945</u>

**8. Commitments and Contingencies**

In general, the Corporation is subject to various legal proceedings and claims, either asserted or unasserted, that arise in the ordinary course of business. In any instance we would immediately notify our insurance carrier. Although the outcome of legal proceedings and claims cannot be predicted with certainty, the Board of Directors and management estimate that any such matters would be resolved without a material adverse effect on the Corporation's future financial position or results of operations.

During 2022 and 2021, the Corporation entered into separate contracts for mandatory façade restoration pursuant to the New York City FISP program. The first contract was entered into during August 2021 in the amount of \$239,327 and was completed during 2022. The second contract was entered into during October 2022 in the adjusted amount of \$1,320,331. As of December 31, 2024, the project was still in progress with approximately \$131,000 remaining to be paid to the contractor; \$64,555 of which is recorded in contractors payable on the balance sheet.

During 2022, the Corporation entered into a contract in the adjusted amount of \$298,356 exclusive of architectural and engineering fees, for the laundry room upgrades. The project was completed during 2023 and the contractor paid in full.

**300 WEST 23RD STREET OWNERS CORP.**  
**NOTES TO FINANCIAL STATEMENTS**

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**9. Real Estate Tax Abatements and Tax Certiorari**

The Corporation receives property tax credits for the benefit of tenant-shareholders eligible for such credits pursuant to the State's cooperative and condominium abatement program as well as STAR, Veteran, Senior Citizen, and other credits. Abatements and credits are generally rebated to tenant-shareholders during the period received.

During June 2021, the New York State Legislature extended the real estate tax abatement program for cooperatives and condominiums in New York City to June 30, 2023. The abatements are restricted to apartment owners who use at least one apartment in the building as their primary residence. Abatements for apartment owners who did not meet the qualifications for primary residence were phased out through the period ending June 30, 2015. During 2023, the New York State Legislature extended the program through June 30, 2027.

The Corporation annually protests the assessed valuation of its land and building for property tax purposes. Tax reduction benefits are generally received in the form of credits on account for prior years' reductions, cash refunds for current periods and tax savings going forward.

**10. Adjustments to Tenant-Shareholder Stock Basis**

Maintenance fees contributed for the reduction of mortgage principal, as well as special assessments levied for capital improvement projects, are considered contributions to the capitalization of the corporation for income tax purposes. These amounts may be added by tenant-shareholders to their individual basis of investment in their apartments. Shareholders should consult their personal tax advisors as to their specific treatment.

Recent capital contributions per-share approximated the following:

2024	\$	-	2019	\$	7.48
2023		-	2018		7.21
2022		-	2017		6.96
2021		3.30	2016		5.02
2020		7.75	2015		5.71

**11. Recent Accounting Pronouncement**

On December 14, 2023, the FASB issued ASU 2023-09, Income Taxes (Topic 740): Improvements to Income Tax Disclosures. The amendments in ASU 2023-09 require greater disaggregation of income tax disclosures related to the income tax rate reconciliation and income taxes paid. In addition, the amendments require: (1) disclosure of income (or loss) from continuing operations before income tax expenses (or benefit) disaggregated between domestic and foreign; and (2) disclosure of income tax expense (or benefit) from continuing operations disaggregated by federal (national), state, and foreign. There are also disclosure requirements that are to be eliminated upon adoption of the amendments. For entities other than public business entities, the amendments are effective for annual periods beginning after December 15, 2025 (i.e. calendar year ending December 31, 2026). Early adoption is permitted for annual financial statements that have not yet been issued or made available for issuance. The amendments are to be applied on a prospective basis and retrospective application is permitted.

The Board of Directors and management are currently evaluating the effect that these updates will have on the financial statements.

**12. Subsequent Event**

The Board of Directors approved a 2.95% maintenance increase, effective January 1, 2025, to maintain a balanced operating budget.

**SUPPLEMENTARY INFORMATION**

**300 WEST 23RD STREET OWNERS CORP.**  
**SCHEDULES OF CAPITAL IMPROVEMENTS, REPAIRS AND MAINTENANCE**  
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
<b><u>Capital Improvements</u></b>		
Façade masonry restoration	\$ 665,523	\$ 725,129
Laundry room upgrade	<u>12,578</u>	<u>322,404</u>
Totals	<u>\$ 678,101</u>	<u>\$ 1,047,533</u>
 <b><u>Repairs and Maintenance</u></b>		
Plumbing	\$ 42,284	\$ 52,671
Janitorial supplies and materials	27,302	40,444
Intercom and electrical	12,830	5,778
Water treatment	8,380	2,959
Painting, plastering, carpentry, glazing	7,491	-
Flooring, carpeting	6,913	10,620
Door, locks, carpentry	4,632	-
Exterminating	4,299	6,329
Cleaning and sanitation	4,257	925
Miscellaneous	581	685
Equipment purchase and maintenance	210	5,755
Grounds, flowers	<u>36</u>	<u>-</u>
Totals	<u>\$ 119,215</u>	<u>\$ 126,166</u>