



CHARTERED ACCOUNTANT

**University of Toronto at
Mississauga Students' Union
Non-Consolidated
Financial Statements**
April 30, 2015

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CHARTERED ACCOUNTANT

Independent Auditor's Report

To the Members of
University of Toronto at Mississauga Students' Union

Report on the Financial Statements

I have audited the accompanying non-consolidated financial statements of University of Toronto at Mississauga Students' Union, which comprise the non-consolidated statement of financial position as at April 30, 2015, and the non-consolidated statements of changes in net assets, operations and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility 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 of material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.



CHARTERED ACCOUNTANT

Basis for Qualified Opinion

In common with many non-profit organizations, the organization derives social activities revenue from sources the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of these revenues was limited to amounts recorded in the records of the organization. Therefore I was not able to determine whether as at and for the years ended April 30, 2015 and April 30, 2014, any adjustments might be necessary to revenues, excess of revenues over expenditures, cash flow from operations, assets and fund balances. This caused me to qualify my audit opinion on the financial statements as at and for the year ended April 30, 2014.

Qualified Opinion

In my opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraph, the non-consolidated financial statements present fairly, in all material respects, the financial position of University of Toronto at Mississauga Students' Union as at April 30, 2015 and of its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Oakville, Canada
October 31, 2015

Chartered Professional Accountant
Chartered Accountant
Licensed Public Accountant
License No. 1-12080

University of Toronto at Mississauga Students' Union **Non-Consolidated Statements of Operations and** **Changes in Net Assets**

Year Ended April 30,	2015	2014
Revenues		
Finance – Schedule A	\$ 1,600,865	\$ 1,509,501
Social Activities and Planning – Schedule B	345,837	336,402
Student Centre – Schedule C	370,600	351,032
Academic Societies Affairs Committee – Schedule D	65,634	59,778
WUSC – Schedule E	47,110	46,289
	<u>2,430,046</u>	<u>2,303,002</u>
Expenditures		
Finance – Schedule A	1,476,978	1,312,226
Social Activities and Planning – Schedule B	382,768	317,069
Student Centre – Schedule C	208,695	372,989
Academic Societies Affairs Committee – Schedule D	48,504	46,018
WUSC – Schedule E	41,136	34,872
	<u>2,158,081</u>	<u>2,083,174</u>
Excess of revenues over expenditures	<u>\$ 271,965</u>	<u>\$ 219,828</u>
Net assets, beginning of year	\$ 1,154,011	\$ 909,365
Net assets of amalgamating association		24,818
Excess of revenues over expenditures	<u>271,965</u>	<u>219,828</u>
Net assets, end of year	<u>\$ 1,425,976</u>	<u>\$ 1,154,011</u>

See accompanying notes to the non-consolidated financial statements.

University of Toronto at Mississauga Students' Union

Non-Consolidated Statement of Financial Position

April 30,

2015

2014

Assets

Current

Cash		\$ 5,286
Short term investments (Note 4)	\$ 1,416,426	1,111,684
Receivables	11,591	
Due from The Blind Duck	37,068	24,000
Prepays	10,398	13,053
	<u>1,475,483</u>	<u>1,154,023</u>

Property and equipment (Note 5) 55,568 33,392

Investment in The Blind Duck 1 1

\$ 1,531,052 \$ 1,187,416

Liabilities

Current

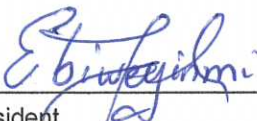
Bank overdraft	\$ 39,276	
Payables and accruals (Note 6)	47,954	\$ 33,405
Current portion of capital lease obligation (Note 7)	<u>4,448</u>	<u>33,405</u>
	91,678	

Capital lease obligation (Note 7) 13,398 33,405
105,076

Net assets

Unrestricted	<u>1,425,976</u>	<u>1,154,011</u>
	<u>\$ 1,531,052</u>	<u>\$ 1,187,416</u>

On behalf of the Board


 President


 Vice-President Internal & Services

See accompanying notes to the non-consolidated financial statements.

University of Toronto at Mississauga Students' Union

Non-Consolidated Statement of Cash Flows

Year Ended April 30,

2015

2014

Cash derived from (applied to)

Operating

Excess of revenues over expenditures	\$ 271,965	\$ 219,828
Depreciation	11,941	10,061
Changes in non-cash operating working capital (below)	<u>(7,453)</u>	<u>(17,447)</u>
	<u>276,453</u>	<u>212,442</u>

Investing

Purchase of property and equipment	(34,119)	
Funds received on amalgamation		24,818
	<u>(34,119)</u>	<u>24,818</u>

Financing

Capital lease obligation	<u>17,846</u>	
Net increase in cash	260,180	237,260
Cash, beginning of year	<u>1,116,970</u>	<u>879,710</u>
Cash, end of year	<u>\$ 1,377,150</u>	<u>\$ 1,116,970</u>

Cash includes the short term investments, net of bank overdraft

Changes in non-cash operating working capital

Receivables	\$ (11,591)	\$ 11,425
Due from The Blind Duck	(13,068)	(11,461)
Prepays	2,655	(3,622)
Payables and accruals	<u>14,551</u>	<u>(13,789)</u>
	<u>\$ (7,453)</u>	<u>\$ (17,447)</u>

See accompanying notes to the non-consolidated financial statements.

University of Toronto at Mississauga Students' Union

Notes to the Non-Consolidated Financial Statements

April 30, 2015

1. Form of organization

The University of Toronto at Mississauga Students' Union ("Students' Union") was incorporated without share capital under the laws of Ontario on August 2, 1983 and operates exclusively as a representative in promoting the welfare and interests of the full-time undergraduate students of the University of Toronto at Mississauga. Under the provisions of the Income Tax Act, the organization has tax exempt status.

2. Summary of significant accounting policies

Use of estimates

The preparation of the 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, revenues and expenditures and disclosure of contingent assets and liabilities. Significant areas requiring the use of significant judgement include rates and basis of depreciation of property and equipment and the amounts included in prepaids and payables and accruals. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in the future periods could be significant.

Accrual basis of accounting

Revenue and expenses are recorded on the accrual basis, whereby they are reflected in the accounts in the period in which they have been earned and incurred respectively, whether or not such transactions have been finally settled by the receipt or payment of money.

Financial instruments

The Students' Union financial instruments are initially measured at fair value. All financial instruments are subsequently measured at amortized cost, adjusted by transaction costs, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in revenue as investment income.

Depreciation

Rates and basis of depreciation applied to write off the cost of property and equipment over their estimated lives is as follows:

Equipment, furniture and fixtures	20%, declining balance
Computer	30%, declining balance

Investment in The Blind Duck

The Blind Duck, an operating division, is accounted for by the cost method whereby the investment is recorded at its original cost.

University of Toronto at Mississauga Students' Union

Notes to the Non-Consolidated Financial Statements

April 30, 2015

3. Non-Consolidated Financial Statements

These financial statements are prepared on the basis of accounting for the investment in The Blind Duck using the cost method instead of on a consolidated basis and in this respect are not, and are not intended to be in accordance with accounting standards for not-for-profit organizations. This basis of accounting is considered appropriate because the directors have access to all pertinent information concerning the resources and results of operations of the Pub and have consented to the preparation of non-consolidated financial statements for management purposes. As these financial statements have not been prepared for general purposes, some users may require further information.

4. Short term investments

Short term investments consist of redeemable and non-redeemable Guaranteed Investment Certificates with varying maturity dates up to March 2018, earning interest at rates between 1.20% and 2.25% (2014 – 1.55% and 2.25%).

5. Property and equipment

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>2015 Net Book Value</u>	<u>2014 Net Book Value</u>
Equipment, furniture and fixtures	\$ 130,423	\$ 96,734	\$ 33,689	\$ 23,806
Computer	<u>79,417</u>	<u>57,538</u>	<u>21,879</u>	<u>9,586</u>
	<u>\$ 209,840</u>	<u>\$ 154,272</u>	<u>\$ 55,568</u>	<u>\$ 33,392</u>

6. Payables and accruals

	<u>2015</u>	<u>2014</u>
Trade payables and accruals	\$ 35,810	\$ 33,405
Government remittance	<u>12,144</u>	<u> </u>
	<u>\$ 47,954</u>	<u>\$ 33,405</u>

University of Toronto at Mississauga Students' Union

Notes to the Non-Consolidated Financial Statements

April 30, 2015

7. Capital lease obligation

The capital lease obligation is for computers, purchased in the year totalling \$17,846 and is included in property and equipment. Depreciation and accumulated depreciation recorded during the year was \$2,676.

The lease is secured by the computers and bears interest at 2.4%. Future minimum lease payments required under the capital lease are subject to harmonized sales tax and are as follows:

2015	\$ 4,732
2016	4,732
2017	4,732
2018	<u>4,578</u>
	18,774
Less: amount represent interest	<u>928</u>
	17,846
Less: current portion	<u>4,448</u>
	<u>\$ 13,398</u>

8. Incidental fees

Incidental fees received from the University of Toronto were received according to the following individual payments:

	<u>2015</u>	<u>2014</u>
June	\$ 102,684	\$ 43,456
July	51,342	21,728
September	379,338	308,345
January	160,551	197,162
March	<u>55,207</u>	<u>53,952</u>
	<u>\$ 749,122</u>	<u>\$ 624,643</u>

The above levy has been recorded in several different revenue accounts in the accounting records of the Students' Union. As such, the above amount is included in the following revenue line items in the schedules to the financial statements: Incidental fees (Schedule A), Blind Duck levy (Schedule A), ECSPERT levy (Schedule A), Services (Schedule A), Student levy (Schedule D) and Student levy (Schedule E).

University of Toronto at Mississauga Students' Union

Notes to the Non-Consolidated Financial Statements

April 30, 2015

9. Financial instruments

Interest rate risk

The interest rate risk is the risk to the Organization's operations that arises from fluctuations in interest rates and the degree of volatility of these rates. The Organization's excess cash are temporarily invested in cashable GICs bearing interest at current rates of approximately 1.20% to 2.25% per annum at April 30, 2015. The exposure to risk associated with fluctuation of the interest rates is minimal.

University of Toronto at Mississauga Students' Union
Schedule to the Non-Consolidated Statement of
Operations
Finance - Schedule A

Year Ended April 30,	2015	2014
Revenues		
Incidental fees	\$ 975,001	\$ 855,823
Blind Duck levy	105,847	88,263
ECSPERT levy	16,874	13,850
Locker income	22,025	24,320
Photocopier	138	121
Infobooth	231,854	249,249
Management fee	76,226	72,596
Services	142,449	160,455
Interest income	19,058	15,220
Other revenue	11,393	29,604
	<u>1,600,865</u>	<u>1,509,501</u>
Expenditures		
Blind Duck levy	105,805	88,256
ECSPERT levy	16,875	13,850
Advertising	7,836	12,151
Wages - office	650,597	598,093
Professional fees	20,708	32,608
Telephone	10,009	9,977
Office and general	34,551	16,281
Insurance	12,423	11,667
Elections	29,430	24,626
Bank charges and interest	9,311	8,469
Depreciation	11,941	10,061
Photocopier	13,720	7,992
Clubs	101,650	80,640
Services	197,773	206,991
Infobooth	189,023	153,094
Meetings	51,582	37,470
Repairs and maintenance	1,600	
EHT expense	12,144	
	<u>1,476,978</u>	<u>1,312,226</u>
Excess of revenues over expenditures	<u>\$ 123,887</u>	<u>\$ 197,275</u>

See accompanying notes to the non-consolidated financial statements.

University of Toronto at Mississauga Students' Union
Schedule to the Non-Consolidated Statement of
Operations
Social Activities and Planning - Schedule B

Year Ended April 30,	2015	2014
Revenues		
Ministries	\$ 67,800	\$ 61,761
Graduation formal	46,830	66,187
Orientation	<u>231,207</u>	<u>208,454</u>
	<u>345,837</u>	<u>336,402</u>
Expenditures		
Ministries	163,437	128,657
Graduation formal	32,833	35,433
Orientation	<u>186,498</u>	<u>152,979</u>
	<u>382,768</u>	<u>317,069</u>
Excess of (expenditures over revenues)		
revenues over expenditures	<u>\$ (36,931)</u>	<u>\$ 19,333</u>

See accompanying notes to the non-consolidated financial statements.

University of Toronto at Mississauga Students' Union
Schedule to the Non-Consolidated Statement of
Operations
Student Centre - Schedule C

Year Ended April 30,	2015	2014
Revenues		
Student centre fee	\$ 360,520	\$ 340,952
Shuttle bus subsidy	5,080	5,080
Scotia Bank ABM	5,000	5,000
	<u>370,600</u>	<u>351,032</u>
Expenditures		
Wages - Info Booth	73,863	61,950
Management fee	76,226	72,596
Events and programming	9,315	7,979
Telephone	860	1,478
Repairs and maintenance	48,431	228,986
	<u>208,695</u>	<u>372,989</u>
Excess of revenues over expenditures (expenditures over revenues)	\$ 161,905	\$ (21,957)

See accompanying notes to the non-consolidated financial statements.

University of Toronto at Mississauga Students' Union
Schedule to the Non-Consolidated Statement of
Operations

Academic Societies Affairs Committee - Schedule D

Year Ended April 30, 2015 2014

Revenues		
Student levy	\$ 32,507	\$ 26,863
Dean's contribution	26,863	24,396
Grants and awards	6,264	8,519
	<u>65,634</u>	<u>59,778</u>
Expenditures		
UTM Anthropology Society	1,244	965
Erindale Biology Society	3,767	3,464
Erindale Chemistry and Physics Society	2,504	1,331
Undergraduate Economics Council	6,976	5,495
Student Association of Geography and Environment	2,598	2,038
UTM Historical Studies Society	270	3,006
CCIT Council	2,266	2,145
Student Management Association	1,495	855
Undergraduate Commerce Society	3,708	3,765
Mathematical and Computer Science Society	1,645	2,289
Political Science and Pre-Law Society	1,105	943
Psychology Association from Undergraduate Students of Erindale	4,073	3,513
Sociology and Criminology Society	4,622	3,641
Philosophy Academic Society	1,608	944
UTM English and Drama Society	2,139	2,204
Language Studies Academic Society	349	1,427
DVS Student Society	495	1,344
UTM Forensic Society	600	600
Concurrent Teacher Education Program	360	600
Academic Awards	6,680	5,449
	<u>48,504</u>	<u>46,018</u>
Excess of revenues over expenditures	\$ <u>17,130</u>	\$ <u>13,760</u>

See accompanying notes to the non-consolidated financial statements.

University of Toronto at Mississauga Students' Union
Schedule to the Non-Consolidated Statement of
Operations
WUSC - Schedule E

Year Ended April 30,	2015	2014
Revenue		
Student levy	\$ 47,110	\$ 46,289
Expenditure		
Services and programs	41,136	34,872
Excess of revenues over expenditures	\$ 5,974	\$ 11,417

See accompanying notes to the non-consolidated financial statements.