



CHARTERED ACCOUNTANT

**University of Toronto at
Mississauga Students' Union
Non-Consolidated
Financial Statements**
April 30, 2013

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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, 2013, 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 and I was not able to determine whether any adjustments might be necessary to revenues, excess of expenditures over revenues, assets and fund balances.

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, 2013 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.

Comparative Information

Without modifying my opinion, I draw attention to Note 3 to the financial statements which describes that University of Toronto at Mississauga Students' Union adopted Canadian accounting standards for not-for-profit organizations on May 1, 2012 with a transition date of May 1, 2011. These standards were applied retrospectively by management on the comparative information in these financial statements, including the statements of financial position as at April 30, 2012 and May 1, 2011, and the statements of operations, changes in net assets and cash flows for the year ended April 30, 2012 and related disclosures. I was not engaged to report on the restated comparative information, and as such, it is unaudited.

Oakville, Canada
October 28, 2013

Chartered Professional 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,	2013	2012
Revenues		
Finance – Schedule A	\$ 1,423,967	\$ 1,441,400
Social Activities and Planning – Schedule B	264,039	269,382
Student Centre – Schedule C	340,359	333,342
Academic Societies Affairs Committee – Schedule D	52,856	53,050
WUSC – Schedule E	40,426	39,747
	<u>2,121,647</u>	<u>2,136,921</u>
Expenditures		
Finance – Schedule A	1,385,325	1,452,651
Social Activities and Planning – Schedule B	254,413	327,676
Student Centre – Schedule C	205,266	198,172
Academic Societies Affairs Committee – Schedule D	40,586	50,977
WUSC – Schedule E	31,085	39,755
	<u>1,916,675</u>	<u>2,069,231</u>
Excess of revenues over expenditures before other item	204,972	67,690
Other item		
Write-off of advances		(28,500)
Excess of revenues over expenditures	<u>\$ 204,972</u>	<u>\$ 39,190</u>
Net assets, beginning of year	\$ 704,393	\$ 665,203
Excess of revenues over expenditures	<u>204,972</u>	<u>39,190</u>
Net assets, end of year	<u>\$ 909,365</u>	<u>\$ 704,393</u>

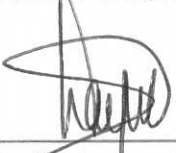
See accompanying notes to the non-consolidated financial statements.

University of Toronto at Mississauga Students' Union

Non-Consolidated Statement of Financial Position

April 30,	2013	2012	May 1, 2011
Assets			
Current			
Cash	\$ 28,143	\$ 81,673	\$ 222,640
Short term investments (Note 5)	851,567	541,187	387,605
Receivables	11,425		10,314
Due from The Blind Duck	12,539	36,000	8,000
Prepays	9,431	9,931	10,931
	<u>913,105</u>	<u>668,791</u>	<u>639,490</u>
Property and equipment (Note 6)	43,453	55,884	72,335
Investment in The Blind Duck	<u>1</u>	<u>1</u>	<u>1</u>
	<u>\$ 956,559</u>	<u>\$ 724,676</u>	<u>\$ 711,826</u>
Liabilities			
Current			
Payables and accruals	\$ 47,194	\$ 14,509	\$ 35,654
Current portion of capital lease obligation		5,774	5,195
	<u>47,194</u>	<u>20,283</u>	<u>40,849</u>
Capital lease obligation			5,774
	<u>47,194</u>	<u>20,283</u>	<u>46,623</u>
Net assets			
Unrestricted	<u>909,365</u>	<u>704,393</u>	<u>665,203</u>
	<u>\$ 956,559</u>	<u>\$ 724,676</u>	<u>\$ 711,826</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,

2013

2012

Cash derived from (applied to)

Operating

Excess of revenues over expenditures	\$ 204,972	\$ 39,190
Depreciation	13,309	17,286
Changes in non-cash operating working capital (below)	<u>45,221</u>	<u>(37,831)</u>
	<u>263,502</u>	<u>18,645</u>

Investing

Purchase of property and equipment	<u>(878)</u>	<u>(835)</u>
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Financing

Capital lease obligation	<u>(5,774)</u>	<u>(5,195)</u>
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Net increase in cash 256,850 12,615

Cash, beginning of year 622,860 610,245

Cash, end of year \$ 879,710 \$ 622,860

Cash includes the short term investments.

Changes in non-cash operating working capital

Receivables	\$ (11,425)	\$ 10,314
Due from The Blind Duck	23,461	(28,000)
Prepays	500	1,000
Payables and accruals	<u>32,685</u>	<u>(21,145)</u>
	<u>\$ 45,221</u>	<u>\$ (37,831)</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, 2013

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

University of Toronto at Mississauga Students' Union

Notes to the Non-Consolidated Financial Statements

April 30, 2013

2. Summary of significant accounting policies (continued)

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.

3. Adoption of Accounting Standards for Not-for-Profit Organizations

Effective May 1, 2012, the Students' Union adopted the requirements of the Canadian Institute of Chartered Accountants (CICA) Handbook – Accounting and has adopted Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO). This framework is in accordance with Canadian generally accepted accounting principles. These are the first financial statements prepared in accordance with this new framework which has been applied retrospectively. The accounting policies set out in the significant accounting policies note have been applied in preparing the financial statements for the year ended April 30, 2013, the comparative information presented in these financial statements for the year ended April 30, 2012 and in the preparation of an opening statement of financial position at May 1, 2011, which is the Students' Union's date of transition.

The Students' Union issued financial statements for the year ending April 30, 2012 using generally accepted accounting principles prescribed by CICA Handbook – Accounting XFI. The effect of the adoption of ASNPO has had no impact on the previously reported assets, liabilities and net assets of the Students' Union, and accordingly, no adjustments have been recorded in the comparative statements of financial position, statement of changes in net assets, statement of operations and statement of cash flows. Certain of the Students' Union's presentation and disclosure included in these financial statements reflect the new presentation and disclosure requirements of ASNPO.

4. 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 generally accepted accounting principles. 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.

5. Short term investments

Short term investments consist of redeemable and non-redeemable Guaranteed Investment Certificates with varying maturity dates up to October 2014, earning interest at rates between 1.25% and 1.8% (2012 – 1.20% and 1.80%).

University of Toronto at Mississauga Students' Union

Notes to the Non-Consolidated Financial Statements

April 30, 2013

6. Property and equipment

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>2013 Net Book Value</u>	<u>2012 Net Book Value</u>
Equipment, furniture and fixtures	\$ 114,152	\$ 84,394	\$ 29,758	\$ 36,320
Computer	<u>61,571</u>	<u>47,876</u>	<u>13,695</u>	<u>19,564</u>
	<u>\$ 175,723</u>	<u>\$ 132,270</u>	<u>\$ 43,453</u>	<u>\$ 55,884</u>
	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>2012 Net Book Value</u>	<u>May 1, 2011 Net Book Value</u>
Equipment, furniture and fixtures	\$ 113,274	\$ 76,954	\$ 36,320	\$ 45,400
Computer	<u>61,571</u>	<u>42,007</u>	<u>19,564</u>	<u>26,935</u>
	<u>\$ 174,845</u>	<u>\$ 118,961</u>	<u>\$ 55,884</u>	<u>\$ 72,335</u>

7. Incidental fees

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

	<u>2013</u>	<u>2012</u>
June	\$ 40,093	\$ 26,666
July	20,047	13,042
September	292,893	295,612
January	159,397	148,547
March	<u>46,278</u>	<u>44,706</u>
	<u>\$ 558,708</u>	<u>\$ 528,573</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
Schedule to the Non-Consolidated Statement of
Operations
Finance - Schedule A

Year Ended April 30,	2013	2012
Revenues		
Incidental fees	\$ 783,862	\$ 745,278
Blind Duck levy	80,935	79,283
ECSPERT levy	12,697	11,608
Locker income	24,160	21,350
Photocopier	175	4
Infobooth	277,930	339,270
Management fee	69,804	65,237
Services	152,466	187,453
Interest income	10,380	5,620
Other revenue	11,558	(13,703)
	<u>1,423,967</u>	<u>1,441,400</u>
Expenditures		
Blind Duck levy	80,935	79,283
Blind Duck equipment subsidy	11,455	
ECSPERT levy	12,697	11,608
Advertising	15,098	13,189
Wages - office	592,072	505,884
Professional fees	20,963	16,103
Telephone	9,282	6,962
Office and general	18,132	16,431
Insurance	10,578	10,817
Elections	13,519	12,027
Bank charges and interest	9,133	8,487
Depreciation	13,309	17,286
Photocopier	16,141	7,336
Clubs	93,668	80,025
Services	273,162	314,521
Infobooth	165,814	312,002
Meetings	26,843	33,873
Repairs and maintenance	2,524	6,817
	<u>1,385,325</u>	<u>1,452,651</u>
Excess of revenues over expenditures (expenditures over revenues)	<u>\$ 38,642</u>	<u>\$ (11,251)</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,	2013	2012
Revenues		
Ministries	\$ 32,900	\$ 90,439
Graduation formal	48,406	40,893
Orientation	182,733	138,050
	<u>264,039</u>	<u>269,382</u>
Expenditures		
Ministries	91,697	156,278
Graduation formal	47,301	32,974
Orientation	115,415	138,424
	<u>254,413</u>	<u>327,676</u>
Excess of revenues over expenditures (expenditures over revenues)	\$ 9,626	\$ (58,294)

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,	2013	2012
Revenues		
Student centre fee	\$ 330,279	\$ 323,262
Shuttle bus subsidy	5,080	5,080
Scotia Bank ABM	5,000	5,000
	<u>340,359</u>	<u>333,342</u>
Expenditures		
Wages - Info Booth	47,031	53,618
Management fee	69,804	65,237
Events and programming	13,532	58
Telephone	1,722	1,539
Repairs and maintenance	<u>73,177</u>	<u>77,720</u>
	<u>205,266</u>	<u>198,172</u>
Excess of revenues over expenditures	<u>\$ 135,093</u>	<u>\$ 135,170</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

Academic Societies Affairs Committee - Schedule D

Year Ended April 30,	2013	2012
Revenues		
Student levy	\$ 24,396	\$ 23,360
Dean's contribution	23,360	21,755
Grants and awards	5,100	7,935
	<u>52,856</u>	<u>53,050</u>
Expenditures		
UTM Anthropology Society	1,014	1,076
Erindale Biology Society	3,743	3,428
Erindale Chemistry and Physics Society	1,255	3,059
Undergraduate Economics Council	5,264	4,533
Student Association of Geography and Environment	2,186	2,326
UTM Historical Studies Society	2,987	4,367
CCIT Council	2,127	1,979
Student Management Association	1,010	530
Undergraduate Commerce Society	3,725	3,016
Mathematical and Computer Science Society	2,045	2,952
Political Science and Pre-Law Society	933	2,097
Psychology Association from Undergraduate Students of Erindale	3,663	
Sociology and Criminology Society	3,248	2,621
Philosophy Academic Society	1,190	1,647
UTM English and Drama Society	2,509	2,896
P.A.U.S.E.		3,010
Language Studies Academic Society	1,533	4,141
DVS Student Society	954	2,654
UTM Forensic Society	600	417
Concurrent Teacher Education Program	600	484
Academic Awards		3,744
	<u>40,586</u>	<u>50,977</u>
Excess of revenues over expenditures	\$ 12,270	\$ 2,073

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,	2013	2012
Revenues		
Student levy	\$ 40,426	\$ 39,747
Expenditures		
Services and programs	31,085	39,755
Excess of revenues over expenditures (expenditures over revenues)	\$ 9,341	\$ (8)

See accompanying notes to the non-consolidated financial statements.