

NON-CONSOLIDATED FINANCIAL STATEMENTS
UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION
APRIL 30, 2023

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION

APRIL 30, 2023

INDEX

Independent Auditors' Report	1 - 2
Non-Consolidated Statement of Financial Position	3
Non-Consolidated Statement of Changes in Net Assets	4
Non-Consolidated Statement of Operations	5
Non-Consolidated Statement of Cash Flows	6
Notes to Non-Consolidated Financial Statements	7 - 10
Schedules to Non-Consolidated Financial Statements	11 - 16

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of:
University of Toronto Mississauga Students' Union

Opinion

We have audited the accompanying non-consolidated financial statements of **University of Toronto Mississauga Students' Union**, which comprise the non-consolidated statement of financial position as at April 30, 2023, and the non-consolidated statements of changes in net assets, operations 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 non-consolidated financial statements present fairly, in all material respects, the financial position of **University of Toronto Mississauga Students' Union** as at April 30, 2023, and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Non-Consolidated Financial Statements* section of our report. We are independent of **University of Toronto Mississauga Students' Union** in accordance with the ethical requirements that are relevant to our audit of the non-consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the non-consolidated 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 non-consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the non-consolidated financial statements, management is responsible for assessing **University of Toronto Mississauga Students' Union'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 **University of Toronto Mississauga Students' Union** or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing **University of Toronto Mississauga Students' Union's** financial reporting process.

Auditors' Responsibilities for the Audit of the Non-Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the non-consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 non-consolidated 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 **University of Toronto Mississauga Students' Union'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 **University of Toronto Mississauga Students' Union's** ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the non-consolidated 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 auditors' report. However, future events or conditions may cause **University of Toronto Mississauga Students' Union** to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the non-consolidated financial statements, including the disclosures, and whether the non-consolidated 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.

Yale PGC LLP

Chartered Professional Accountants
Licensed Public Accountants

Toronto, Ontario
November 17, 2023

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION
NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT APRIL 30, 2023

	<u>2023</u>	<u>2022</u>
A S S E T S		
CURRENT		
Cash	\$ 7,558,681	\$ 7,699,039
Short-term investment (note 3)	2,325,322	2,301,984
Accounts receivable	116,258	75,349
Inventory	11,758	8,897
Prepaid expenses	7,346	12,088
Renovation deposits (note 4)	1,233,459	-
Loan to The Blind Duck (note 5)	<u>18,613</u>	<u>53,491</u>
	11,271,437	10,150,848
PROPERTY AND EQUIPMENT (note 6)	<u>163,337</u>	<u>196,404</u>
TOTAL ASSETS	<u>\$ 11,434,774</u>	<u>\$ 10,347,252</u>

LIABILITIES AND NET ASSETS

CURRENT		
Accounts payable and accrued liabilities	\$ 123,550	\$ 72,053
Health and dental premiums payable	<u>649,016</u>	<u>908,443</u>
TOTAL LIABILITIES	<u>772,566</u>	<u>980,496</u>
NET ASSETS		
Internally restricted	5,410,024	4,754,716
Unrestricted	<u>5,252,184</u>	<u>4,612,040</u>
	10,662,208	9,366,756
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 11,434,774</u>	<u>\$ 10,347,252</u>

APPROVED ON BEHALF OF THE BOARD

_____ Director

_____ Director

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION
NON-CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED APRIL 30, 2023

	<u>Unrestricted</u>	<u>Internally Restricted Health and Dental fund</u>	<u>Internally Restricted Wheelchair Accessibility Fund</u>	<u>2023</u>	<u>2022</u>
Net assets, beginning of year	\$ 4,612,040	\$ 4,213,402	\$ 541,314	\$ 9,366,756	\$ 7,514,873
Excess of revenue over expenditure for year	1,295,452	-	-	1,295,452	1,851,883
Inter-fund transfers (note 7)	<u>(655,308)</u>	<u>655,308</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 5,252,184</u>	<u>\$ 4,868,710</u>	<u>\$ 541,314</u>	<u>\$ 10,662,208</u>	<u>\$ 9,366,756</u>

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION
NON-CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED APRIL 30, 2023

	<u>2023</u>	<u>2022</u>
REVENUES		
Finance (Schedule A)	\$ 2,517,781	\$ 2,369,697
Student centre (Schedule B)	418,478	442,974
Social activities and planning (Schedule C)	385,696	93,467
Academic societies affairs committee (Schedule D)	86,837	93,199
World university service of Canada (Schedule E)	63,455	64,499
Duck Stop (Schedule F)	<u>18,916</u>	<u>3,386</u>
	<u>3,491,163</u>	<u>3,067,222</u>
EXPENSES		
Finance (Schedule A)	1,900,383	1,739,635
Student centre (Schedule B)	174,410	119,060
Social activities and planning (Schedule C)	607,148	275,284
Academic societies affairs committee (Schedule D)	84,808	78,455
World university service of Canada (Schedule E)	30,188	17,593
Duck Stop (Schedule F)	<u>20,380</u>	<u>12,766</u>
	<u>2,817,317</u>	<u>2,242,793</u>
EXCESS OF REVENUES OVER EXPENSES BEFORE OTHER ITEMS	673,846	824,429
OTHER INCOME (EXPENSES)		
Other levies (note 7)	655,308	1,034,702
Write off of advances to The Blind Duck (note 5)	<u>(33,702)</u>	<u>(7,248)</u>
	<u>621,606</u>	<u>1,027,454</u>
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 1,295,452</u>	<u>\$ 1,851,883</u>

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION
NON-CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED APRIL 30, 2023

	<u>2023</u>	<u>2022</u>
CASH PROVIDED BY (USED IN)		
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 1,295,452	\$ 1,851,883
Non-cash item:		
Accrued interest income	(22,293)	(6,317)
Amortization	42,335	36,280
Write off of advances to The Blind Duck	<u>33,702</u>	<u>7,248</u>
	1,349,196	1,889,094
Non-cash working capital:		
Increase in accounts receivable	(40,910)	(39,667)
Increase in inventory	(2,861)	(8,897)
Decrease (increase) in prepaid expenses	4,742	(367)
Increase in renovation deposits	(1,233,459)	-
Decrease (increase) in loan due from The Blind Duck	1,176	(44,399)
Increase (decrease) in accounts payable and accrued liabilities	51,497	(32,698)
Increase (decrease) in health and dental premiums payable	<u>(259,427)</u>	<u>8,201</u>
	(130,046)	1,771,267
INVESTING ACTIVITIES		
Maturity of short-term investments	762,507	2,271,094
Purchase of short-term investments	(763,552)	(2,295,667)
Purchase of property and equipment	<u>(9,267)</u>	<u>(147,262)</u>
	<u>(10,312)</u>	<u>(171,835)</u>
NET CHANGE IN CASH	(140,358)	1,599,432
CASH, Beginning of year	<u>7,699,039</u>	<u>6,099,607</u>
CASH, End of year	<u>\$ 7,558,681</u>	<u>\$ 7,699,039</u>

See accompanying notes

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

APRIL 30, 2023

1. PURPOSE OF THE ORGANIZATION

The University of Toronto Mississauga Students' Union (the "Students' Union") was incorporated without share capital under the laws of Ontario on August 2, 1983 as a not-for-profit organization and is exempt from tax under the Income Tax Act.

The Students' Union operates exclusively as a representative in promoting the welfare and interest of the full-time undergraduate students of the University of Toronto at Mississauga.

2. SIGNIFICANT ACCOUNTING POLICIES

These non-consolidated financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies.

Revenue recognition

The Students' Union follows the deferral method of accounting for contributions. Restricted contributions, in the form of health and dental levies and contributions to the wheelchair accessibility fund are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when they are received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

All levies, fees, grants and awards and interest revenues are recognized as revenue in the fiscal period in which they are earned.

Infobooth, photocopier, lockers, services and other revenues are recognized as revenue when received.

All social activities and planning revenues, including graduation formal, ministries and orientation, are recognized as revenue when the event takes place.

All Duck Stop sales revenue is recognized as revenue when the sale occurs.

Use of estimates

The preparation of the non-consolidated 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 and disclosure of contingent assets and liabilities at the date of the non-consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Inventory

Inventory primarily consists of movie admission and other tickets. It is valued at the lower of cost and net realizable value on a first-in first-out (FIFO) basis.

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

APRIL 30, 2023

2. **SIGNIFICANT ACCOUNTING POLICIES** (continued)

Property and equipment

Purchased property and equipment are recorded at acquisition cost. Contributed property and equipment are recorded at their fair value at the date of contribution. Amortization is recorded in the accounts at rates intended to write off the cost of the assets over their estimated useful life using the declining balance method at the following rates:

Furniture and fixtures	20%
Computer equipment	30%

Presentation of controlled organization

The Students' Union is the sole member of The Blind Duck which represents a restaurant located in The University of Toronto Mississauga Student Centre. The financial statements for this organization have not been consolidated, see note 9.

The restaurant is a not-for-profit organization that operates as an on-campus restaurant that also hosts events organized by the various clubs within The University of Toronto Mississauga.

Volunteer time

The value of volunteer time of board members and other volunteer services is not reflected in these non-consolidated financial statements due to the difficulty in determining of the fair market value.

Financial instrument measurement

The Students' Union initially measures its financial assets and financial liabilities at fair value. It subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets subsequently measured at amortized cost include cash, short-term investment, accounts receivable and loan to The Blind Duck. Financial liabilities measured at amortized cost include the accounts payable and accrued liabilities and health and dental premiums payable.

3. **SHORT-TERM INVESTMENTS**

The various term deposits bear an interest rate ranging from 0.85% to 3.40% with maturities ranging from 12 months to 18 months.

4. **COMMITMENT**

During the year, the Students' Union agreed to cover the costs associated with a full roof replacement of the University of Toronto Mississauga (UTM) Student Centre. The construction is being managed by UTM. The total budgeted amount of \$1,257,466 was transferred to the University, from which payments will be made. As at April 30, 2023, \$24,008 of these funds had been spent on the renovations to date. Should the cost of the replacement exceed the amount advanced to the University, the Students' Association will be responsible for the additional cost.

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

APRIL 30, 2023

5. LOAN TO BLIND DUCK

Advances to The Blind Duck are non-interest bearing, unsecured and are due on demand.

6. PROPERTY AND EQUIPMENT

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	
			<u>2023</u>	<u>2022</u>
Furniture and fixtures	\$ 413,528	\$ 265,707	\$ 147,821	\$ 174,238
Computer equipment	<u>116,415</u>	<u>100,899</u>	<u>15,516</u>	<u>22,166</u>
	<u>\$ 529,943</u>	<u>\$ 366,606</u>	<u>\$ 163,337</u>	<u>\$ 196,404</u>

7. LEVIES

	<u>2023</u>	<u>2022</u>
<u>Health and Dental Fund</u>		
Opening balance	\$ 4,213,402	\$ 3,178,700
Health and dental funds received	5,243,600	5,437,728
Health and dental funds spent	<u>(4,588,292)</u>	<u>(4,403,026)</u>
Ending balance	<u>\$ 4,868,710</u>	<u>\$ 4,213,402</u>
<u>Wheelchair Accessibility Fund</u>		
Opening balance	\$ 541,314	\$ 541,314
Wheelchairs accessibility funds received	-	-
Wheelchairs accessibility funds spent	<u>-</u>	<u>-</u>
Ending balance	<u>\$ 541,314</u>	<u>\$ 541,314</u>
Total restricted levies	<u>\$ 5,410,024</u>	<u>\$ 4,754,716</u>

Starting in 2019-2020, the Students' Union started its' own health and dental plan which is funded through the "Health and Dental" levy collected by the University of Toronto on behalf of the Students' Union. The students have the ability to opt-out of this plan, and the cost of the opt-out clause is captured in "health and dental funds spent".

8. FINANCIAL INSTRUMENTS

It is management's opinion that the Student Union is not subject to significant risks with respect to its financial instruments.

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

APRIL 30, 2023

9. CONTROLLED ORGANIZATION

The Blind Duck

	<u>2023</u>	<u>2022</u>
<u>Statement of Financial Position</u>		
Total assets	\$ <u>139,309</u>	\$ <u>170,399</u>
Total liabilities	71,233	69,184
Net assets	<u>68,076</u>	<u>101,215</u>
Total liabilities and net assets	\$ <u>139,309</u>	\$ <u>170,399</u>
 <u>Statement of Operations</u>		
Total revenues	\$ 752,183	\$ 366,900
Total expenses	<u>785,322</u>	<u>396,396</u>
Deficiency of revenues over expenses	\$ <u>(33,139)</u>	\$ <u>(29,496)</u>
 <u>Statement of Cash Flows</u>		
Cash provided by (used in) operating activities	\$ (26,510)	\$ 12,896
Cash used in investing activities	<u>(1,630)</u>	<u>(22,480)</u>
Net change in cash	\$ <u>(28,140)</u>	\$ <u>(9,584)</u>

10. COMPARATIVE FIGURES

Certain figures for the year ending April 30, 2022 have been reclassified to conform to the presentation adopted in 2023.

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION

SCHEDULE A - FINANCE

FOR THE YEAR ENDED APRIL 30, 2023

	<u>2023</u>	<u>2022</u>
<u>FINANCE</u>		
REVENUES		
Incidental fees	\$ 1,965,675	\$ 1,836,779
Services	174,743	139,506
The Blind Duck levy	122,393	127,815
Management fee	80,000	80,000
Infobooth	64,955	29,546
Interest	48,466	53,885
Subsidies and miscellaneous	24,479	61,213
ECSPERT levy	22,752	23,056
Lockers	7,882	1,965
UPASS Levy	3,299	13,302
Donations	<u>3,137</u>	<u>2,630</u>
	<u>2,517,781</u>	<u>2,369,697</u>
EXPENSES		
Wages - office	828,386	734,073
Designated levies	379,263	404,915
Services	210,052	178,702
The Blind Duck levy	122,393	127,815
Clubs	75,894	37,942
Meetings	49,593	22,159
Elections	43,610	68,043
Amortization	42,335	36,280
Professional fees	40,973	22,450
Infobooth	32,625	13,231
Office and general	31,748	44,494
ECSPERT levy	22,752	23,056
Insurance	10,832	17,503
Bank charges and interest	5,361	2,788
Telephone	3,321	3,354
Photocopier	1,245	2,368
Advertising	<u>-</u>	<u>462</u>
	<u>1,900,383</u>	<u>1,739,635</u>
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 617,398</u>	<u>\$ 630,062</u>

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION

SCHEDULE B - STUDENT CENTRE

FOR THE YEAR ENDED APRIL 30, 2023

	<u>2023</u>	<u>2022</u>
<u>STUDENT CENTRE</u>		
REVENUES		
Student Centre fee	\$ 408,398	\$ 436,281
Scotiabank ABM	5,000	5,000
Shuttle bus subsidy	<u>5,080</u>	<u>1,693</u>
	<u>418,478</u>	<u>442,974</u>
EXPENSES		
Repairs and maintenance	44,107	4,720
Management fee	80,000	80,000
Wages-Infobooth	<u>50,303</u>	<u>34,340</u>
	<u>174,410</u>	<u>119,060</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	<u>\$ 244,068</u>	<u>\$ 323,914</u>

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION
SCHEDULE C - SOCIAL ACTIVITIES AND PLANNING
FOR THE YEAR ENDED APRIL 30, 2023

	<u>2023</u>	<u>2022</u>
<u>SOCIAL ACTIVITIES AND PLANNING</u>		
REVENUES		
Orientation	\$ 292,302	\$ 60,047
Others	37,340	33,420
Ministries	<u>56,054</u>	<u>-</u>
	<u>385,696</u>	<u>93,467</u>
EXPENSES		
Orientation	462,208	154,345
Ministries	105,067	97,446
Others	<u>39,873</u>	<u>23,493</u>
	<u>607,148</u>	<u>275,284</u>
DEFICIENCY OF REVENUES OVER EXPENSES	<u>\$ (221,452)</u>	<u>\$ (181,817)</u>

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION
SCHEDULE D - ACADEMIC SOCIETIES AFFAIRS COMMITTEE
FOR THE YEAR ENDED APRIL 30, 2023

	<u>2023</u>	<u>2022</u>
<u>ACADEMIC SOCIETIES AFFAIR COMMITTEE</u>		
REVENUES		
Deans' contribution	\$ 37,212	\$ 47,985
Student levy	44,375	44,844
Grants and awards	<u>5,250</u>	<u>370</u>
	<u>86,837</u>	<u>93,199</u>
EXPENSES		
Academic societies	76,261	69,538
Administration fees	8,547	8,547
Academic awards	<u>-</u>	<u>370</u>
	<u>84,808</u>	<u>78,455</u>
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 2,029</u>	<u>\$ 14,744</u>

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION
SCHEDULE E - WORLD UNIVERSITY SERVICE OF CANADA
FOR THE YEAR ENDED APRIL 30, 2023

	<u>2023</u>	<u>2022</u>
<u>WORLD UNIVERSITY SERVICE OF CANADA</u>		
REVENUES		
Student levy	\$ <u>63,455</u>	\$ <u>64,499</u>
EXPENSES		
Services and programs	<u>30,188</u>	<u>17,593</u>
EXCESS OF REVENUES OVER EXPENSES	\$ <u>33,267</u>	\$ <u>46,906</u>

UNIVERSITY OF TORONTO MISSISSAUGA STUDENTS' UNION

SCHEDULE F - DUCK STOP

FOR THE YEAR ENDED APRIL 30, 2023

	<u>2023</u>	<u>2022</u>
<u>DUCK STOP</u>		
REVENUES		
Food	\$ 35,229	\$ 8,202
Beverages	16,517	4,689
Stationery	1,435	606
Sundries	<u>1,636</u>	<u>706</u>
	54,817	14,203
Cost of sales	<u>35,901</u>	<u>10,817</u>
Gross Profit	<u>18,916</u>	<u>3,386</u>
EXPENSES		
Wages	19,731	12,500
Flex charges	<u>649</u>	<u>266</u>
	<u>20,380</u>	<u>12,766</u>
DEFICIENCY OF REVENUES OVER EXPENSES	<u>\$ (1,464)</u>	<u>\$ (9,380)</u>