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**VISIONS OF SCIENCE NETWORK  
FOR LEARNING**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2016**

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## INDEPENDENT AUDITOR'S REPORT

To the Members,  
Visions of Science Network for Learning

We have audited the accompanying financial statements of Visions of Science Network for Learning, which comprise the statement of financial position as at December 31, 2016, and the statements of operations and changes in net assets 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 from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the organization'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 organization'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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

### *Basis for Qualified Opinion*

In common with many not-for-profit organizations, the organization derives revenue from donations and fundraising, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, verification of this revenue was limited to the amounts recorded in the records of the organization, and we were not able to determine whether any adjustments might be necessary to donation and fundraising revenue, excess of revenue over expenses for the year, assets and net assets.

### *Qualified Opinion*

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Visions of Science Network for Learning as at December 31, 2016, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### *Other Matter*

The financial statements of Visions of Science Network for Learning as at and for the year ended December 31, 2015 were audited by another auditor who expressed an unqualified opinion on those financial statements on June 24, 2016.



Chartered Professional Accountants  
Licensed Public Accountants

May 12, 2017  
Toronto, Ontario

**VISIONS OF SCIENCE NETWORK FOR LEARNING**


**STATEMENT OF FINANCIAL POSITION**

**AS AT DECEMBER 31, 2016**

	<b>2016</b>	<b>2015</b>
<b>ASSETS</b>		
Current assets		
Cash	\$ 52,160	\$ 11,532
Amounts receivable	12,500	3,513
HST recoverable	4,126	-
Prepaid expenses	<u>1,276</u>	<u>-</u>
	<u>\$ 70,062</u>	<u>\$ 15,045</u>
<b>LIABILITIES AND NET ASSETS</b>		
Current liabilities		
Accounts payable and accrued liabilities	\$ 844	\$ 10,066
Deferred contributions (note 2)	<u>66,812</u>	<u>4,167</u>
	<u>67,656</u>	<u>14,233</u>
Net assets		
Unrestricted	<u>2,406</u>	<u>812</u>
	<u>\$ 70,062</u>	<u>\$ 15,045</u>

Approved on behalf of the Board:

  
\_\_\_\_\_, Director

  
\_\_\_\_\_, Director

see accompanying notes

**VISIONS OF SCIENCE NETWORK FOR LEARNING**  
**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED DECEMBER 31, 2016**

	<b>2016</b>	<b>2015</b>
<b>REVENUE</b>		
Contributions (note 3)	\$ 183,480	\$ 58,133
Events	14,674	244
Other	<u>6,110</u>	<u>3,841</u>
	<u>204,264</u>	<u>62,218</u>
<b>EXPENSES</b>		
Personnel	147,750	41,584
Program (note 5)	25,134	12,553
Fundraising	10,425	-
Occupancy	7,910	-
Professional fees	6,863	5,837
Office and general	3,289	4,763
Insurance	<u>1,299</u>	<u>1,248</u>
	<u>202,670</u>	<u>65,985</u>
<b>EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR</b>	1,594	(3,767)
Net assets, beginning of year	<u>812</u>	<u>4,579</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 2,406</u>	<u>\$ 812</u>

see accompanying notes

# VISIONS OF SCIENCE NETWORK FOR LEARNING

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>2016</u>	<u>2015</u>
<b>OPERATING ACTIVITIES</b>		
Excess of revenue over expenses for the year	\$ 1,594	\$ (3,767)
Net change in working capital items (see below)	<u>39,034</u>	<u>7,576</u>
<b>NET CASH INCREASE IN THE YEAR</b>	40,628	3,809
Cash, beginning of year	<u>11,532</u>	<u>7,723</u>
<b>CASH, END OF YEAR</b>	<u>\$ 52,160</u>	<u>\$ 11,532</u>

Net change in non-cash working capital items:

Decrease (increase) in current assets-		
Amounts receivable	\$ (8,987)	\$ (1,053)
HST recoverable	(4,126)	-
Prepaid expenses	(1,276)	-
Increase (decrease) in current liabilities-		
Accounts payable and accrued liabilities	(9,223)	4,462
Deferred contributions	<u>62,646</u>	<u>4,167</u>
	<u>\$ 39,034</u>	<u>\$ 7,576</u>

see accompanying notes

# VISIONS OF SCIENCE NETWORK FOR LEARNING

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2016

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Visions of Science Network for Learning (the organization) is incorporated without share capital in the Province of Ontario. The organization is exempt from income tax in Canada as a registered charitable organization under the Income Tax Act (Canada).

The organization aims to advance the educational achievements and career ambitions of socially and economically marginalized youth, within the fields of science, technology, engineering, and mathematics (STEM). The objective of the organization is to increase exposure of the socially underrepresented youth to a hands-on learning environment, to increase engagement by these youth within the disciplines, to foster further growth and to develop future scholars in STEM fields.

The organization has agreements with local community establishments that offer direct support for the cause of the organization. The agreements outline the expectations set-forth by the donor organizations, which require the organization to prepare end of term reports, and to establish and maintain record-keeping controls. The organization maintains complete direction, control and supervision over the correct application of these funds.

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Management is responsible for the preparation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations. Outlined below are those policies considered particularly significant:

#### **Capital assets**

Capital assets are recorded at cost. Amortization is provided annually at rates calculated to write-off capital assets over estimated useful lives.

#### **Revenue recognition**

The principal sources of revenue and recognition of these revenues for financial statement purposes are as follows:

##### *Contributions*

The organization follows the deferral method of revenue recognition for contributions.

Externally restricted contributions, including grants and restricted donations, related to current expenses are recognized as revenue in the current year. Externally restricted contributions received in the year for expenses to be incurred in the following year are recorded as deferred revenue. Externally restricted contributions related to the purchase of capital assets are recorded as revenue in the same period, and on the same basis, as the related capital assets are amortized.

Unrestricted contributions, including donations and amounts received from fundraising, is recorded when received.

##### *Contributed materials and services*

Contributed materials and services which are normally purchased by the organization are not recorded in the accounts.

##### *Event revenue*

Event revenue is recognized in the period in which the event takes place.

##### *Interest income*

Interest income is recognized as revenue when earned.

# VISIONS OF SCIENCE NETWORK FOR LEARNING

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2016

### 2. DEFERRED CONTRIBUTIONS

Deferred contributions is composed of the following:

	2016	2015
Weston Foundation	\$ 25,000	\$ -
Toronto Community Housing Corporation	13,200	-
Ontario Trillium Foundation	11,733	-
University of Toronto Mississauga	9,193	-
Other	<u>7,686</u>	<u>4,167</u>
Deferred contributions, end of year	<u>\$ 66,812</u>	<u>\$ 4,167</u>

Continuity of deferred contributions for the year is as follows:

Deferred contributions, beginning of year	\$ 4,167	\$ -
Add cash received from contributions in year	246,125	62,300
Less contributions recognized in year (note 3)	<u>(183,480)</u>	<u>(58,133)</u>
Deferred contributions, end of year	<u>\$ 66,812</u>	<u>\$ 4,167</u>

### 3. CONTRIBUTIONS

Contributions recognized in the year were from the following sources:

	2016	2015
<b>Government of Canada</b>		
The Natural Sciences and Engineering Research Council of Canada (NSERC)	\$ 22,000	\$ -
Employment and Social Development Canada	-	17,261
<b>Toronto Arts Council</b>		
ArtReach Toronto Program	4,167	5,000
<b>Foundations and partnerships</b>		
Ontario Trillium Foundation	37,967	-
Toronto Community Housing Corporation	31,600	-
Laidlaw Foundation	30,000	-
University of Toronto Mississauga	15,807	-
Johansen Larsen Foundation	10,000	-
Social Venture Partners Toronto	10,000	-
Toronto Pearson Airport	7,314	-
Rotary Foundation	1,000	1,500
Other	1,329	333
<b>Donations</b>		
Other	<u>12,296</u>	<u>34,039</u>
	<u>\$ 183,480</u>	<u>\$ 58,133</u>

# VISIONS OF SCIENCE NETWORK FOR LEARNING

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2016

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### 4. FINANCIAL INSTRUMENTS AND RELATED FINANCIAL RISKS

The organization's financial instruments include cash, amounts receivable, accounts payable and accrued liabilities. Amounts receivable, accounts payable and accrued liabilities are initially recorded at fair value and are subsequently recorded net of any provisions for impairment in value.

It is management's opinion that the organization's financial instruments are not exposed to significant financial risks and that existing cash balances and cash flows generated from operations are sufficient to meet the organization's financial liabilities. The organization minimizes the likelihood of uncollected revenue by regularly monitoring amounts receivable.

### 5. PROGRAM EXPENSES

The following program expenses were incurred in the year:

	2016	2015
Supplies and materials	\$ 9,863	\$ 11,348
Travel	3,464	-
Communications	3,389	-
Events	3,225	1,205
Rent	2,761	-
Community development	<u>2,432</u>	<u>-</u>
	<u>\$ 25,134</u>	<u>\$ 12,553</u>