
**VISIONS OF SCIENCE NETWORK
FOR LEARNING**

FINANCIAL STATEMENTS

DECEMBER 31, 2021

INDEPENDENT AUDITOR'S REPORT

To the Members of Visions of Science Network for Learning,

Opinion

We have audited the financial statements of Visions of Science Network for Learning (the organization), which comprise the statement of financial position as at December 31, 2021, and the statements of operations and changes in net assets 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 financial statements present fairly, in all material respects, the financial position of Visions of Science Network for Learning as at December 31, 2021 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.

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 *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the organization in accordance with the ethical requirements that are relevant to our audit of the 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 Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the organization'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 the organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the organization's financial reporting process.

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 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.

INDEPENDENT AUDITOR'S REPORT (continued)

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 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 the organization'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 the organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw your attention in our auditor's report to the related disclosures in the 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 auditor's report. However, future events or conditions may cause the organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the 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.

Pemylegion Chung LLP

Chartered Professional Accountants
Licensed Public Accountants

April 6, 2022
Toronto, Ontario

VISIONS OF SCIENCE NETWORK FOR LEARNING


STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2021

	2021	2020
ASSETS		
Current assets		
Cash	\$ 1,799,052	\$ 610,253
Amounts receivable	20,528	47,110
Canada Emergency Wage Subsidy receivable	87,936	50,302
HST rebate recoverable	10,911	11,894
Prepaid expenses	<u>9,241</u>	<u>4,633</u>
	1,927,668	724,192
Capital assets (note 2)	<u>-</u>	<u>11,587</u>
	<u>\$ 1,927,668</u>	<u>\$ 735,779</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable and accrued liabilities	\$ 43,288	\$ 12,373
Deferred contributions (note 4)	<u>227,915</u>	<u>199,815</u>
	271,203	212,188
Deferred capital grants (note 5)	<u>-</u>	<u>11,587</u>
	<u>271,203</u>	<u>223,775</u>
Net assets		
Unrestricted	<u>1,656,465</u>	<u>512,004</u>
	<u>\$ 1,927,668</u>	<u>\$ 735,779</u>

Approved on behalf of the Board:

Keddone Dias , Director

Tosin Akinwekomi , Director

see accompanying notes

VISIONS OF SCIENCE NETWORK FOR LEARNING
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2021

	2021	2020
REVENUE		
Contributions (note 5)	\$ 2,211,136	\$ 1,248,387
Canada Emergency Wage Subsidy (CEWS)	208,965	65,653
Events	4,328	-
Interest and other	<u>4,064</u>	<u>749</u>
	<u>2,428,493</u>	<u>1,314,789</u>
EXPENSES		
Personnel	906,935	722,095
Program (note 6)	128,107	127,690
Fundraising	78,508	5,409
Occupancy	63,016	58,707
Professional fees	44,898	17,056
Office and general	44,858	24,231
Insurance	6,123	4,643
Amortization	<u>11,587</u>	<u>23,365</u>
	<u>1,284,032</u>	<u>983,196</u>
EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR	1,144,461	331,593
Net assets, beginning of year	<u>512,004</u>	<u>180,411</u>
NET ASSETS, END OF YEAR	<u>\$ 1,656,465</u>	<u>\$ 512,004</u>

see accompanying notes

VISIONS OF SCIENCE NETWORK FOR LEARNING

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2021

	2021	2020
OPERATING ACTIVITIES		
Excess of revenue over expenses for the year	\$ 1,144,461	\$ 331,593
Add back (deduct) non-cash items-		
Amortization of capital assets	11,587	23,365
Capital grant recognized	(11,587)	(23,365)
Net change in non-cash working capital items (see below)	<u>44,338</u>	<u>14,148</u>
NET INCREASE IN CASH FOR THE YEAR	1,188,799	345,741
Cash, beginning of year	<u>610,253</u>	<u>264,512</u>
CASH, END OF YEAR	<u><u>\$ 1,799,052</u></u>	<u><u>\$ 610,253</u></u>
Net change in non-cash working capital items:		
Decrease (increase) in current assets-		
Amounts receivable	\$ 26,582	\$ (2,040)
Canada Emergency Wage Subsidy receivable	(37,635)	(50,302)
HST rebate recoverable	983	1,949
Prepaid expenses	(4,608)	1,776
Increase (decrease) in current liabilities-		
Accounts payable and accrued liabilities	30,916	(7,921)
Deferred contributions	<u>28,100</u>	<u>70,686</u>
	<u><u>\$ 44,338</u></u>	<u><u>\$ 14,148</u></u>

see accompanying notes

VISIONS OF SCIENCE NETWORK FOR LEARNING

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2021

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.

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 as follows:

Vehicle - straight-line basis over 6 years

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 contributions. CEWS revenue is recognized in the period to which it relates. 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 year in which the event takes place.

Interest income

Interest income is recognized as revenue when earned.

Allocation of expenses

The organization allocates personnel costs based on time spent and rent expense based on space used.

VISIONS OF SCIENCE NETWORK FOR LEARNING

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2021

2. CAPITAL ASSETS

Capital assets are as follows:

	Cost	Accumulated Amortization	2021 Net	2020 Net
Vehicle	<u>\$ 70,000</u>	<u>\$ (70,000)</u>	<u>\$ -</u>	<u>\$ 11,587</u>

3. FINANCIAL INSTRUMENTS

The organization's financial instruments include cash, amounts receivable (including CEWS 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.

4. DEFERRED CONTRIBUTIONS

Deferred contributions are composed of the following:

	2021	2020
LesLois Shaw Foundation	\$ 153,100	\$ 150,000
The Natural Sciences and Engineering Research Council of Canada (NSERC)	55,000	-
Greater Toronto Airport Authority	-	25,000
Other	<u>19,815</u>	<u>24,815</u>
	<u>\$ 227,915</u>	<u>\$ 199,815</u>

Continuity of deferred contributions for the year is as follows:

Deferred contributions, beginning of year	\$ 199,815	\$ 129,129
Add cash received from contributions in year	2,239,236	1,319,073
Less contribution revenue recognized in year (note 5)	<u>(2,211,136)</u>	<u>(1,248,387)</u>
Deferred contributions, end of year	<u>\$ 227,915</u>	<u>\$ 199,815</u>

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5. CONTRIBUTIONS

Contributions recognized as revenue in the year were from the following sources:

	2021	2020
Government of Canada		
The Natural Sciences and Engineering Research Council of Canada (NSERC)	\$ 90,000	\$ 90,000
Employment and Social Development Canada	74,919	22,827
Foundations and partnerships		
LesLois Shaw Foundation	171,900	168,854
Toronto Foundation	58,278	96,993
Ontario Trillium Foundation		
STEM Community Leaders (SCL) program	44,700	89,000
Capital funding recognized	11,587	23,365
Community STEM Clubs (CSC) program	-	207,660
Counselling Foundation of Canada	50,000	50,000
The Flanagan Foundation	50,000	-
Amgen Canada	45,000	55,000
Daniels Corporation	26,000	25,000
Dynacare	25,000	-
Greater Toronto Airport Authority	25,000	25,000
E.W. Bickle Foundation	20,000	-
Beutel Goodman Charitable Foundation	15,000	-
AMD ATI Technologies	12,500	-
Benevity	7,961	-
The Acapella Foundation	5,360	-
AECON Group Inc.	5,000	-
The Gairdner Foundation	5,000	-
The Give Foundation	1,386	4,686
TD Bank	-	60,000
Gerry Egan Children's Charity	-	40,000
RBC Foundation	-	30,000
The Ralph M. Barford Foundation	-	25,000
Weston Foundation	-	25,000
Interac Corporation	-	20,000
The Lawson Foundation	-	10,000
Barrick Gold Corporation	-	5,000
S.M. Blair Foundation	-	3,000
J.W. McConnell Family Foundation	-	2,500
Youth and Philanthropy Initiative Canada	-	1,767
Other	55,864	160,251
Individual donations	<u>1,410,681</u>	<u>7,484</u>
	<u>\$ 2,211,136</u>	<u>\$ 1,248,387</u>

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6. PROGRAM EXPENSES

The following are program expenses incurred in the year:

	2021	2020
Supplies and materials	\$ 41,393	\$ 82,085
Community development	40,552	5,742
Workshops	26,716	14,551
Travel	9,451	10,550
Communications	9,250	8,285
Rent	745	3,677
Staff development	-	1,854
Events	-	946
	<u>\$ 128,107</u>	<u>\$ 127,690</u>

7. LEASE COMMITMENT

The organization leases office space in Toronto, Canada. Minimum lease payments over the term of the lease, which expires on August 31, 2024, are as follows:

2022	\$ 70,800
2023	70,800
2024	47,200