
**VISIONS OF SCIENCE NETWORK
FOR LEARNING**

FINANCIAL STATEMENTS

DECEMBER 31, 2017

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, 2017, 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, 2017, 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.

Pennylegion Chung LLP

Chartered Professional Accountants
Licensed Public Accountants

July 9, 2018
Toronto, Ontario

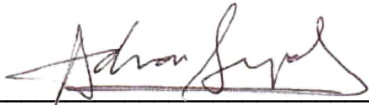
VISIONS OF SCIENCE NETWORK FOR LEARNING


STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2017

	2017	2016
ASSETS		
Current assets		
Cash	\$ 32,021	\$ 52,160
Amounts receivable	15,564	12,500
HST recoverable	10,537	4,126
Prepaid expenses	<u>5,861</u>	<u>1,276</u>
	<u>\$ 63,983</u>	<u>\$ 70,062</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable and accrued liabilities	\$ 6,179	\$ 844
Deferred contributions (note 3)	<u>52,500</u>	<u>66,812</u>
	<u>58,679</u>	<u>67,656</u>
Net assets		
Unrestricted	<u>5,304</u>	<u>2,406</u>
	<u>\$ 63,983</u>	<u>\$ 70,062</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, 2017

	2017	2016
REVENUE		
Contributions (note 4)	\$ 478,747	\$ 183,480
Events	22,439	14,674
Other	<u>919</u>	<u>6,110</u>
	<u>502,105</u>	<u>204,264</u>
EXPENSES		
Personnel	337,938	147,750
Program (note 5)	93,137	25,134
Office and general	20,226	3,289
Occupancy	18,747	7,910
Fundraising	14,872	10,425
Professional fees	12,226	6,863
Insurance	<u>2,061</u>	<u>1,299</u>
	<u>499,207</u>	<u>202,670</u>
EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR	2,898	1,594
Net assets, beginning of year	<u>2,406</u>	<u>812</u>
NET ASSETS, END OF YEAR	<u>\$ 5,304</u>	<u>\$ 2,406</u>

see accompanying notes

VISIONS OF SCIENCE NETWORK FOR LEARNING

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2017

	2017	2016
OPERATING ACTIVITIES		
Excess of revenue over expenses for the year	\$ 2,898	\$ 1,594
Net change in non-cash working capital items (see below)	<u>(23,037)</u>	<u>39,034</u>
NET CASH INCREASE (DECREASE) IN THE YEAR	(20,139)	40,628
Cash, beginning of year	<u>52,160</u>	<u>11,532</u>
CASH, END OF YEAR	<u>\$ 32,021</u>	<u>\$ 52,160</u>

Net change in non-cash working capital items:

Decrease (increase) in current assets-		
Amounts receivable	\$ (3,064)	\$ (8,987)
HST recoverable	(6,411)	(4,126)
Prepaid expenses	(4,586)	(1,276)
Increase (decrease) in current liabilities-		
Accounts payable and accrued liabilities	5,337	(9,223)
Deferred contributions	<u>(14,313)</u>	<u>62,646</u>
	<u>\$ (23,037)</u>	<u>\$ 39,034</u>

see accompanying notes

VISIONS OF SCIENCE NETWORK FOR LEARNING

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2017

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:

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. 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.

Allocation of expenses

The organization allocates personnel costs based on time spent.

2. FINANCIAL INSTRUMENTS

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.

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3. DEFERRED CONTRIBUTIONS

Deferred contributions are composed of the following:

	2017	2016
Amgen Canada	\$ 25,000	\$ -
Weston Foundation	25,000	25,000
Toronto Community Housing Corporation	-	13,200
Ontario Trillium Foundation	-	11,733
University of Toronto Mississauga	-	9,193
Other	<u>2,500</u>	<u>7,686</u>
	<u>\$ 52,500</u>	<u>\$ 66,812</u>

Continuity of deferred contributions for the year is as follows:

Deferred contributions, beginning of year	\$ 66,812	\$ 4,167
Add cash received from contributions in year	464,435	246,125
Less contribution revenue recognized in year (note 4)	<u>(478,747)</u>	<u>(183,480)</u>
Deferred contributions, end of year	<u>\$ 52,500</u>	<u>\$ 66,812</u>

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NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2017

4. CONTRIBUTIONS

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

	2017	2016
Government of Canada		
The Natural Sciences and Engineering Research Council of Canada (NSERC)	\$ 32,000	\$ 22,000
Employment and Social Development Canada	15,794	-
Municipal government		
City of Toronto	10,000	-
Toronto Arts Council		
ArtReach Toronto Program	8,900	4,167
Foundations and partnerships		
Toronto Pearson Airport	58,011	7,314
Toronto Community Housing Corporation	55,125	31,600
Ontario Trillium Foundation	54,033	37,967
Toronto Foundation	50,600	-
Counselling Foundation of Canada	40,000	-
Amgen Canada	25,000	-
Weston Foundation	25,000	-
University of Toronto Mississauga	19,193	15,807
University of Toronto Governing Council	11,375	-
E.W. Bickle Foundation	10,000	-
Galín Foundation	10,000	-
Catherine & Maxwell Meighen Foundation	5,000	-
Mozilla Foundation	5,000	-
Laidlaw Foundation	-	30,000
Johansen Larsen Foundation	-	10,000
Rotary Foundation	-	1,000
Social Venture Partners Toronto	-	10,000
Other	17,316	1,329
Donations		
Other	<u>26,400</u>	<u>12,296</u>
	<u>\$ 478,747</u>	<u>\$ 183,480</u>

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NOTES TO THE FINANCIAL STATEMENTS

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5. PROGRAM EXPENSES

The following are program expenses incurred in the year:

	2017	2016
Supplies and materials	\$ 33,351	\$ 9,795
Events	15,116	3,225
Travel	14,047	3,464
Community development	7,693	2,432
Staff development	7,288	68
Communications	6,744	3,389
Workshops	4,724	-
Rent	3,222	2,761
Program development	<u>952</u>	<u>-</u>
	<u>\$ 93,137</u>	<u>\$ 25,134</u>