

VISIONS OF SCIENCE NETWORK FOR LEARNING

Financial Statements

Year Ended December 31, 2015

VISIONS OF SCIENCE NETWORK FOR LEARNING

Index to Financial Statements

Year Ended December 31, 2015

	Page
INDEPENDENT AUDITORS' REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Operations	4
Statement of Changes in Net Assets	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 8

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of 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, 2015 and the statements of operations, 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 generally accepted accounting principles, 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.

Auditors' 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 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.

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

As described in note 3 to the financial statements, the organization, adopted Canadian accounting standards for not-for-profit organization, on January 1, 2015. The transition requirements of adopting Canadian accounting standards for not-for-profit organization requires the organization to present a statement of financial position as at January 1, 2014 and disclose the amount of adjustment, for each financial statements line item affect both in current period and the immediately preceding period. The organization has not presented the statement of financial position as at

(continues)

January 1, 2014 or provided the required disclosure.

Qualified Opinion

In our opinion, except for the 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, 2015 and the results of its operations and its cash flows for the year-ended December 31, 2015 in accordance with Canadian accounting standards for not-for-profit organizations.

Comparative Information

Without modifying our opinion, we draw attention to note 3 to the financial statements which describes that the organization adopted Canada accounting standards for not-for-profit organization on January 1, 2015 with the transition date of January 1, 2014. These standards were applied retrospectively by management to the comparative information in the financial statements, including the statement of financial position as at December 31, 2014, and the statements of operations, changes in net assets, and cash flows for the year ended and related disclosures. We were not engaged to report on the restated comparative information, and as such, it is unaudited.

SRJCAS Professional Corporation

SRJCAS Professional Corporation
Chartered Accountants
Licensed Public Accountants

Mississauga, Ontario
June 24, 2016

SRJ Chartered Accountants Professional Corporation is legally operating under SRJCA S Professional Corporation
28-2601 Matheson Blvd East, Mississauga, Ontario, L4W 5A8
T. 647.725.2537 - F. 416.981.7979 - www.srjca.com - info@srjca.com

VISIONS OF SCIENCE NETWORK FOR LEARNING

Statement of Financial Position

December 31, 2015

	2015	2014 <i>(Unaudited)</i>
ASSETS		
CURRENT		
Cash	\$ 11,532	\$ 7,723
Accounts receivable	3,513	2,460
	<u>\$ 15,045</u>	<u>\$ 10,183</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 10,066	\$ 5,604
Deferred contributions	4,167	-
	<u>14,233</u>	<u>5,604</u>
NET ASSETS		
Unrestricted	<u>812</u>	<u>4,579</u>
	<u>\$ 15,045</u>	<u>\$ 10,183</u>

ON BEHALF OF THE BOARD

_____ Director

_____ Director

The accompanying notes are an integral part of these financial statements

VISIONS OF SCIENCE NETWORK FOR LEARNING

Statement of Operations

Year Ended December 31, 2015

	2015	2014 <i>(Unaudited)</i>
REVENUE		
Individuals and community partners	\$ 31,039	\$ -
Government grants	17,261	15,000
Grant revenue	9,833	-
Program reimbursement	3,841	4,359
Fundraising	244	-
	<u>62,218</u>	<u>19,359</u>
EXPENDITURES		
Program activities and supplies	54,137	14,833
Professional fees	5,837	5,285
Management and administration fees	2,340	9,086
Insurance	1,248	1,248
Interest and bank charges	1,024	-
Office	701	725
Telephone	698	1,567
Advertising and promotion	-	189
Travel	-	2,847
	<u>65,985</u>	<u>35,780</u>
DEFICIENCY OF REVENUE OVER EXPENDITURES	\$ (3,767)	\$ (16,421)

The accompanying notes are an integral part of these financial statements

VISIONS OF SCIENCE NETWORK FOR LEARNING

Statement of Changes in Net Assets

Year Ended December 31, 2015

	2015	2014
		<i>(Unaudited)</i>
NET ASSETS - BEGINNING OF YEAR	\$ 4,579	\$ 21,000
Deficiency of revenue over expenditures	<u>(3,767)</u>	<u>(16,421)</u>
NET ASSETS - END OF YEAR	\$ 812	\$ 4,579

The accompanying notes are an integral part of these financial statements

VISIONS OF SCIENCE NETWORK FOR LEARNING

Statement of Cash Flows

Year Ended December 31, 2015

	2015	2014 <i>(Unaudited)</i>
Cash flows from operating activities		
Deficiency of revenue over expenditures	\$ (3,767)	\$ (16,421)
Changes in non-cash working capital:		
Accounts receivable	(1,053)	(1,175)
Accounts payable and accrued liabilities	4,462	2,104
Deferred contributions	4,167	-
	<u>3,809</u>	<u>(15,492)</u>
INCREASE (DECREASE) IN CASH FLOW DURING THE YEAR	3,809	(15,492)
CASH - BEGINNING OF YEAR	<u>7,723</u>	<u>23,215</u>
CASH - END OF YEAR	<u>\$ 11,532</u>	<u>\$ 7,723</u>

The accompanying notes are an integral part of these financial statements

VISIONS OF SCIENCE NETWORK FOR LEARNING

Notes to Financial Statements

Year Ended December 31, 2015

1. NATURE OF BUSINESS

Visions of Science Network for Learning (the "organization") is incorporated provincially under the Business Corporations Act of Ontario. 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNFPPO").

Use of estimates

The preparation of financial statements in accordance with ASNFPPO requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from these estimates. These estimates are reviewed periodically and as adjustments become necessary, they are reported in earnings in the period in which they become known.

Revenue recognition

The organization follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year related expenses are incurred. Unrestricted contributions are recognized in revenue when received. The grant revenues are recorded when there is a reasonable assurance that such grant will be received and all related conditions are complied with. Contributions are recorded as receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Contributed Services

Volunteers contribute a significant amount of their time each year. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

VISIONS OF SCIENCE NETWORK FOR LEARNING

Notes to Financial Statements

Year Ended December 31, 2015

3. FINANCIAL INSTRUMENTS

Adoption of Canadian accounting standards for not-for-profit organization

These are the organization's first financial statements prepared in accordance with ASNFPO. The accounting policies described in note 2 have been applied in preparing the financial statements for the year ended December 31, 2015 and the comparative information for the year ended December 31, 2014.

The organization's management determines that there were no items on the statement of financial position, as at December 31, 2014 and the statement of operations, which required any adjustment retrospectively.

ASNFPO 1501 requires presentation of statement of financial position as at January 1, 2014 and the disclosure of adjustments from adoption of ASNFPO for each prior periods presented for each financial statement line item which has not been presented on disclosed. The organization has not presented the statement of financial position as at January 1, 2014 or provided the required disclosure.

The organization is exposed to various risks through its financial instruments, without being exposed to concentrations of risk. The following analysis provides a measure of the organization's risk exposure at the end of December 31, 2015.

The organization's financial instruments consist of cash, accounts receivables, accounts payable, and accrued liabilities.

Credit risk

Credit risk is the risk of other parties' inability to discharge their financial obligation to the organization. The organization's credit risk derives from cash and accounts receivables. The organization manages its credit risk by keeping its cash at a reputed and high credit quality financial institution. The organization manages its audit risk associated with accounts receivable by reviewing the credit risk of the counterparty to the arrangement and make necessary provisions as needed.

Liquidity Risk

Liquidity risk is the risk that an organization will encounter difficulty in meeting obligations associated with financial liabilities. The organization manages exposure to liquidity risk through its normal operating and financing activities. The organization prepares budget and cash forecast to ensure it has sufficient funds to fulfill its obligations.

4. PROGRAM EXPENSES

All program expenses are paid by Visions of Science Network for Learning for the implementation of programs that are approved by the board members of the organization. Visions of Science Network for Learning is an approved charity by the government of Canada.