

**CALUMET COLLEGE COUNCIL**

**FINANCIAL STATEMENTS**

**APRIL 30, 2019**



**David Burkes, B. Com, CPA, CA•IFA, CFF**

**CALUMET COLLEGE COUNCIL**

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INDEPENDENT AUDITOR'S REPORT

To the Members of  
Calumet College Council  
Report on the Audit of the Financial Statements

*Opinion*

I have audited the financial statements of Calumet College Council ("the Organization"), which comprise the statement of financial position as at April 30, 2019, the statement of operations and changes in net assets, and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the accompanying financial statements present fairly, in all material respects, the financial position of Calumet College Council as at April 30, 2019, 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 Qualified Opinion*

In common with many charitable organizations, the organization derives revenue from social functions and orientation ticket sales, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of these amounts was limited to the amounts recorded in the organization's accounting records and I was not able to determine whether any adjustments might be necessary to the social functions and orientation revenue.

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Organization in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

*Responsibilities of Management and Those Charged with Governance 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.

In preparing these 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.



## INDEPENDENT AUDITOR'S REPORT (Continued)

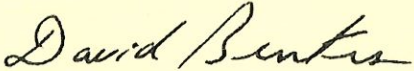
### *Auditor's Responsibilities for the Audit of the Financial Statements*

My 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 my 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, I exercise professional judgement and maintain professional skepticism throughout the audit. I 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 my 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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 than achieves fair presentation.

I communicated 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 I identify during my audit.

Richmond Hill, Ontario  
July 17, 2019

  
Chartered Professional Accountant  
Licensed Public Accountant

David Burkes, B. Com, CPA, CA•IFA, CFF



CALUMET COLLEGE COUNCIL

STATEMENT OF FINANCIAL POSITION

AS AT APRIL 30, 2019

ASSETS

	<u>2019</u>	<u>2018</u> (Note 8)
<u>CURRENT</u>		
Cash	\$ 159,513	\$ 69,691
Accounts Receivable	-	67,847
	<u>159,513</u>	<u>137,538</u>
<u>CAPITAL ASSETS (Note 3)</u>	<u>2,281</u>	<u>2,870</u>
	<u>\$ 161,794</u>	<u>\$ 140,408</u>

LIABILITIES AND NET ASSETS

<u>CURRENT</u>		
Accounts Payable and Accrued Liabilities (Note 4)	\$ 7,500	\$ 9,111
Due to York University	3,587	12,642
	<u>11,087</u>	<u>21,753</u>
<u>NET ASSETS</u>	<u>150,707</u>	<u>118,655</u>
	<u>\$ 161,794</u>	<u>\$ 140,408</u>

APPROVED BY THE BOARD:

\_\_\_\_\_ Director

\_\_\_\_\_ Director

*(See Accompanying Notes)*





CALUMET COLLEGE COUNCIL

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED APRIL 30, 2019

	<u>2019</u>	<u>2018</u> (Note 8)
<b><u>REVENUE</u></b>		
Student Levy	\$ 169,253	\$ 163,962
Orientation	60,443	46,061
Social Functions	28,328	30,357
	<u>258,024</u>	<u>240,380</u>
<b><u>EXPENSES</u></b>		
Administrative (Note 5)	67,156	102,154
Amortization	589	737
Orientation	69,533	88,424
Social Functions	88,694	39,366
	<u>225,972</u>	<u>230,681</u>
<b><u>EXCESS OF REVENUE OVER EXPENSES</u></b>	32,052	9,699
<b><u>NET ASSETS</u></b> , Beginning of the Year	<u>118,655</u>	<u>108,956</u>
<b><u>NET ASSETS</u></b> , End of the Year	<u>\$ 150,707</u>	<u>\$ 118,655</u>

*(See Accompanying Notes)*



**CALUMET COLLEGE COUNCIL**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED APRIL 30, 2019**

	<u>2019</u>	<u>2018</u> (Note 8)
<b><u>CASH PROVIDED BY OPERATING ACTIVITIES</u></b>		
Excess of Revenue over Expenses	\$ 32,052	\$ 9,699
Amortization	589	737
	<u>32,641</u>	<u>10,436</u>
<b><u>CHANGES IN NON-CASH</u></b>		
<b><u>OPERATING WORKING CAPITAL</u></b>		
Accounts Receivable	67,847	898
Prepaid Expenses	-	2,966
Accounts Payable and Accrued Liabilities (Note 4)	( 1,611 )	( 6,314 )
Due to York University	( 9,055 )	7,547
	<u>57,181</u>	<u>5,097</u>
<b><u>INVESTING ACTIVITIES</u></b>		
Loan to Vanier College	-	11,000
	<u>-</u>	<u>11,000</u>
<b><u>NET INCREASE IN CASH DURING YEAR</u></b>	<b>89,822</b>	<b>26,533</b>
<b><u>CASH, Beginning of the Year</u></b>	<b><u>69,691</u></b>	<b><u>43,158</u></b>
<b><u>CASH, End of the Year</u></b>	<b><u>\$ 159,513</u></b>	<b><u>\$ 69,691</u></b>

*(See Accompanying Notes)*

CALUMET COLLEGE COUNCIL

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED APRIL 30, 2019

**PURPOSE OF ORGANIZATION:**

Calumet College Council (the "Council") is a not-for-profit organization which runs events and is involved in politics that benefit the students of Calumet College of York University (the "University"). The Council is exempt from income taxes.

**1. SIGNIFICANT ACCOUNTING POLICIES:**

These financial statements have been prepared by management in accordance with the Canadian accounting standards for not-for-profit organizations. The organization's significant accounting policies are as follows:

**a) Revenue Recognition**

The Council follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Revenue from orientation and social events is recognized at the time the event occurs.

**b) Financial Instruments**

Financial instruments are recorded at fair value when acquired or issued and subsequently measured at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are charged to the financial instrument for those measured at amortized cost.

**c) Property and Equipment**

Property and equipment are recorded at cost less accumulated amortization. Amortization is calculated on a declining balance basis at the rates shown below.

Equipment	Declining balance	25%
Furniture	Declining balance	20%

The Council monitors its use of property and equipment and when the property and equipment no longer has any long-term service potential to the Council, the excess of its net carrying amount over any residual value is recognized as an expenditure in the statement of operations.



**CALUMET COLLEGE COUNCIL**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED APRIL 30, 2019**

1. **SIGNIFICANT ACCOUNTING POLICIES: (Continued)**

d) **Use of Estimates**

The preparation of financial statements in conformity with ASNPO requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates.

2. **CONTRIBUTED SERVICES:**

Volunteers contribute many hours per year to assist the Council in carrying out its activities. Due of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

3. **CAPITAL ASSETS:**

Capital assets consist of the following:

	<u>2019</u>		<u>2018</u>	
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	<u>Net Book Value</u>
Equipment	\$ 28,017	\$ 27,789	\$ 228	\$ 228
Furniture	4,301	2,248	2,053	2,642
	<u>\$ 32,318</u>	<u>\$ 30,037</u>	<u>\$ 2,281</u>	<u>\$ 2,870</u>

4. **ACCOUNTS PAYABLE TO YORK UNIVERSITY:**

The amount payable to York University, a related party by virtue of the University's overall control of the Council, is unsecured, non-interest bearing and has no fixed terms of repayment. The amount owing arose from the University's advance payments of certain expenses on behalf of the Council.

5. **ADMINISTRATIVE EXPENDITURES:**

	<u>2019</u>	<u>2018</u>
Honorarium	\$ 22,535	\$ 22,877
Office Supplies, Printing and Stationery	19,333	58,099
Professional Fees	12,763	18,342
Sports	12,525	2,836
	<u>\$ 67,156</u>	<u>\$ 102,154</u>

CALUMET COLLEGE COUNCIL

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED APRIL 30, 2019

6. **FINANCIAL INSTRUMENTS - RISK MANAGEMENT:**

a) **Credit Risk**

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Council's financial instruments that are exposed to concentrations of credit risk relate primarily to its York University student levy receivable.

The Council's cash is also subject to credit risk. The Council limits its exposure to this risk by maintaining cash with a major financial institution.

b) **Liquidity Risk**

Liquidity risk is the risk that the council will encounter difficulty in meeting its obligations associated with financial liabilities. Liquidity risk includes the risk that, as a result of operational liquidity requirements, the Council will not have sufficient funds to settle a transaction on the due date; will be forced to sell financial assets at a value, which is less than what they are worth; or maybe unable to settle or recover a financial asset. The Council is exposed to this risk as the ability to meet obligations depends on receipts of grants from York University and event tickets sales to students.

The extent of the Council's exposure to the above risks did not change during 2019.

7. **CAPITAL MANAGEMENT AND ECONOMIC DEPENDENCE:**

The organization includes cash, accounts receivable, accounts payable and accrued charges, and net assets in its capital management consideration. The organization's objectives when managing capital are to safeguard its ability to continue as a going concern and continue to execute its mandate.

The organization monitors these items to assess its ability to fulfil its ongoing financial obligations. The organization relies primarily on student levies to fund its operations and makes adjustments to its budgeted expenditures in light of changes. The organization is not subject to externally imposed capital requirements.

8. **RECLASSIFICATION OF COMPARATIVE FIGURES:**

The 2018 comparative figures were prepared by the organization's former auditor.