



Arts & Sciences Students' Union University of Toronto

April 30, 2023

Patricia Kajda, CPA, CA

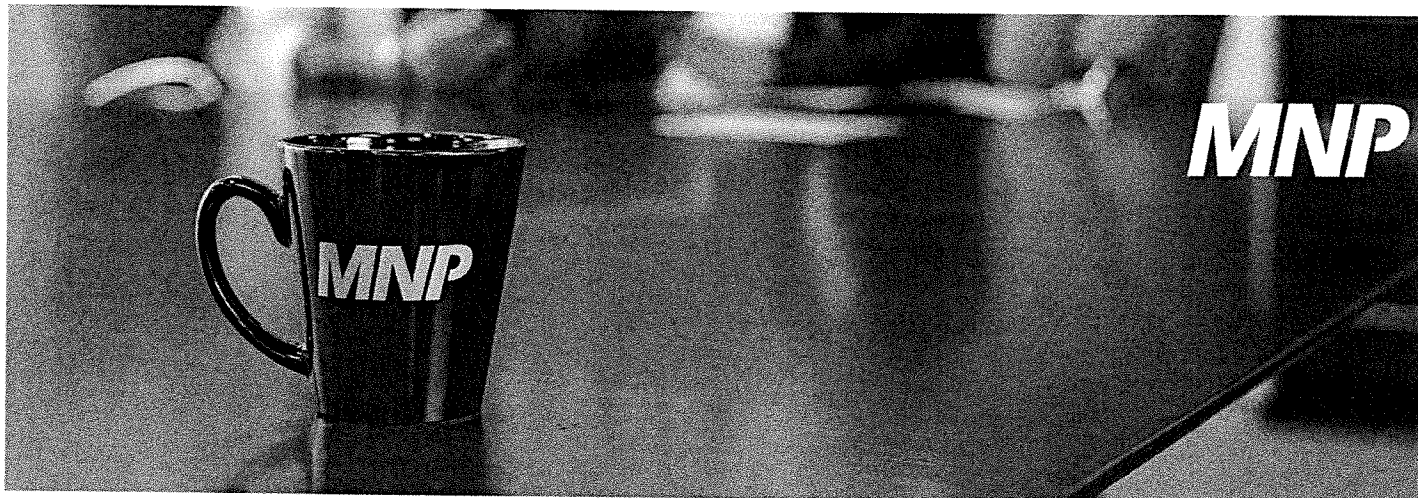
T: 416.641.4943

E: patricia.kajda@mnp.ca



Wherever business takes you

[MNP.ca](https://mnp.ca)



August 3, 2023

Ms. Seto
Arts & Sciences Students' Union University of Toronto
100 St. George Street
Sidney Smith Hall Room 1068
Toronto, ON M5S 3G3

PRIVATE AND CONFIDENTIAL

Dear Ms. Seto:

RE: Fiscal Year Ended-End April 30, 2023

We have completed our audit of the financial statements of Arts & Sciences Students' Union University of Toronto (the "Organization") for the year ended April 30, 2023 and enclose the following:

FINANCIAL STATEMENTS

1. An electronic copy of the April 30, 2023 audited financial statements has been emailed to the contact provided.

OTHER ENCLOSURES

1. Electronic copy of our Audit Findings report.
2. Electronic copy of our Independence Letter.
3. Electronic copy of the year-end journal entries as previously reviewed and approved by you as previously reviewed and one copy of the closing trial balance for your records.
4. Our invoice for services rendered.



Wherever business takes you

MNP.ca



All records and documents should be retained in safekeeping for a minimum of seven years in the event that the Canada Revenue Agency demands them for audit purposes. This seven-year period is by Statute and, even after this time, the Canada Revenue Agency's permission to destroy records should be obtained.

We thank you for appointing our Firm as your auditors. Please contact us at any time if you have questions on accounting, finance, tax or other general business concerns. We would also be pleased to discuss our suite of services with your friends and business associates. We appreciate your business and any referrals you may make to our Firm.

If you have any questions or comments, or if we can be of additional assistance, please feel free to call us at 416.641.4943.

Sincerely,

A handwritten signature in cursive script, reading 'P. Kajda', is positioned below the 'Sincerely,' text.

Patricia Kajda, CPA, CA
Partner, Assurance Services

PK:mg
encls.

Arts & Sciences Students'
Union University of Toronto
Financial Statements
April 30, 2023

Arts & Sciences Students' Union University of Toronto
Contents

For the year ended April 30, 2023

	Page
Independent Auditor's Report	
Financial Statements	
Statement of Financial Position.....	1
Statement of Operations and Changes in Net Assets.....	2
Statement of Cash Flows.....	3
Notes to the Financial Statements.....	4

Independent Auditor's Report

To the Members of Arts & Sciences Students' Union University of Toronto:

Qualified Opinion

We have audited the financial statements of Arts & Sciences Students' Union University of Toronto (the "Organization"), which comprise the statement of financial position as at April 30, 2023, 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, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at April 30, 2023, 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

The Organization derives revenue from sales and other miscellaneous income, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues 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 these sources of revenue, excess of revenue over expenditures, assets and net assets for the years ended April 30, 2023 and 2022.

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 qualified opinion.

Responsibilities of Management 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.

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.

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.

MNP LLP

Suite 900, 50 Burnhamthorpe Road W, Mississauga ON, L5B 3C2

T: 416.626.6000 F: 416.626.8650

- 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 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.

Mississauga, Ontario

August 2, 2023

MNP LLP

Chartered Professional Accountants


Licensed Public Accountants

Arts & Sciences Students' Union University of Toronto
Statement of Financial Position

As at April 30, 2023

	2023	2022
Assets		
Current		
Cash	605,799	475,630
Accounts receivable	-	2,250
Short-term investment (Note 4)	463,514	453,652
Prepaid expenses and deposits	1,770	1,683
	1,071,083	933,215
Liabilities		
Current		
Accounts payable and accrued liabilities	53,905	52,360
Net Assets	1,017,178	880,855
	1,071,083	933,215

Approved on behalf of the Council



President



Treasurer

The accompanying notes are an integral part of these financial statements

Arts & Sciences Students' Union University of Toronto
Statement of Operations and Changes in Net Assets

For the year ended April 30, 2023

	2023 Budget (Note 6)	2023	2022
Revenue			
Receipts - student fees	650,000	688,003	567,174
Interest income	1,000	11,272	3,940
Sales and miscellaneous income	13,000	14,296	6,168
	664,000	713,571	577,282
Expenditures			
Salaries and benefits	320,000	339,715	323,329
Course union grants (net of recoveries)	185,000	114,559	52,716
Awards and bursaries	28,000	23,689	24,976
Honorarium	23,704	23,304	23,698
Audit	12,000	12,814	10,975
Orientation and socials	6,000	10,174	195
Undergraduate research	10,000	9,715	9,857
Office	9,000	5,269	3,098
Projects	18,000	7,882	1,323
Exam jam	6,500	5,892	4,041
Photocopier leases and copying supplies	7,000	5,782	2,970
Undergraduate travel	5,000	3,795	600
Donations	7,010	3,065	904
Logo/advertising material	4,500	2,810	536
Insurance	2,600	2,568	2,453
Arbor journal	2,000	2,107	1,549
Campaigns	4,000	1,275	1,130
Conference and meetings	2,500	1,129	705
Telephone and fax	1,000	939	933
Tutoring	1,000	546	669
Bank charges	300	219	42
Executive retreat and planning	500	-	-
Computers	1,000	-	-
Miscellaneous	1,000	-	-
Podcast	300	-	-
	657,914	577,248	466,699
Excess of revenue over expenditures	6,086	136,323	110,583
Net assets, beginning of year		880,855	770,272
Net assets, end of year		1,017,178	880,855

The accompanying notes are an integral part of these financial statements

Arts & Sciences Students' Union University of Toronto

Statement of Cash Flows

For the year ended April 30, 2023

	2023	2022
Cash provided by (used for) the following activities		
Operating		
Cash receipts from students and others	702,299	573,342
Interest received	1,411	565
Cash paid to suppliers and employees	(573,541)	(464,390)
	130,169	109,517
Increase in cash	130,169	109,517
Cash, beginning of year	475,630	366,113
Cash, end of year	605,799	475,630

The accompanying notes are an integral part of these financial statements

Arts & Sciences Students' Union University of Toronto
Notes to the Financial Statements
For the year ended April 30, 2023

1. Nature of the Organization

Arts & Sciences Students' Union University of Toronto (the "Organization") is the academic student union for full-time undergraduate students in the Faculty of Arts and Science at the University of Toronto. The Organization is dedicated to improve, and to provide services for the improvement of, the education and academic life of undergraduates in the faculty. The Organization is a not-for-profit organization under the Income Tax Act and accordingly is exempt from income taxes.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada, and include the following significant accounting policies:

Basis of accounting

The Organization follows the deferral method of accounting.

Revenue recognition

Fee revenue is recognized when it is received and is available for use by the Organization. Sales of examination materials and miscellaneous items are recognized as earned when products have been released and paid for by the students. Other miscellaneous revenue which includes photocopying and rental of lockers is recognized when the service has been provided. Interest on bank balances is recognized as earned when credited by the financial institutions at each month-end.

Contributed services

Contributions of services are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the services are used in the normal course of the Organization's operations and would otherwise have been purchased.

Volunteers contribute significant time to assist the Organization in carrying out its mandate. Due to the difficulty in determining their fair value, these contributed services are not recognized in the financial statements.

Measurement uncertainty (use of estimates)

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues over expenditures in the periods in which they become known.

Financial instruments

The Organization recognizes financial instruments when the Organization becomes party to the contractual provisions of the financial instrument.

Arm's length financial instruments

Financial instruments originated/acquired or issued/assumed in an arm's length transaction ("arm's length financial instruments") are initially recorded at their fair value.

At initial recognition, the Organization may irrevocably elect to subsequently measure any arm's length financial instrument at fair value. The Organization has not made such an election during the year. Fair value is determined by recent arm's length transactions.

The Organization subsequently measures investments in equity instruments quoted in an active market and all derivative instruments, except those designated in a qualifying hedging relationship or that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, at fair value. Fair value is determined by published price quotations. Investments in equity instruments not quoted in an active market and derivatives that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, are subsequently measured at cost less impairment. All financial assets and liabilities are subsequently measured at amortized cost.

Arts & Sciences Students' Union University of Toronto

Notes to the Financial Statements

For the year ended April 30, 2023

2. Significant accounting policies (Continued from previous page)

Financial assets measured at amortized cost include cash and short-term investments.

Financial liabilities measured at amortized costs include accounts payable and accrued liabilities.

Financial asset impairment

The Organization assesses impairment of all its financial assets measured at cost or amortized cost. The Organization groups assets for impairment testing when available information is not sufficient to permit identification of each individually impaired financial asset in the group. Management considers whether the issuer is having significant financial difficulty; whether there has been a breach in contract, such as a default or delinquency in interest or principal payments; in determining whether objective evidence of impairment exists. When there is an indication of impairment, the Organization determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year.

The Organization reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets at the statement of financial position date; and the amount expected to be realized by exercising any rights to collateral held against those assets.

Any impairment, which is not considered temporary, is included in current year excess of revenue over expenditures.

The Organization reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in excess of revenue over expenditures in the year the reversal occurs.

3. Line of credit

The Organization has an overdraft line of credit amounting to \$15,000 with Alterna Savings ("Alterna"). The line of credit is subject to interest at 12.45% (2022 - 8.95%). As at April 30, 2023 and 2022, no amounts have been drawn on the line of credit.

4. Investment

Short-term investment consists of a guaranteed investment certificate earning interest at 2.30% maturing August 2023.

5. Commitments

As at April 30, 2023, the Organization was committed to an operating lease on certain equipment that provides for minimum lease payments in the following amounts:

2024	2,700
2025	675
	<u>3,375</u>

6. Budget

The budget amounts presented in these financial statements are unaudited and are not considered necessary for a fair presentation of the financial position or the results of operations of the Organization. They are provided solely for information purposes.

Arts & Sciences Students' Union University of Toronto
Notes to the Financial Statements
For the year ended April 30, 2023

7. Financial instruments

The Organization, as part of its operations, carries a number of financial instruments. It is management's opinion that the Organization is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Liquidity risk

The Organization's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at April 30, 2023, the Organization had a cash balance of \$605,799 (2022 - \$475,630) to settle accounts payable and accrued liabilities of \$53,904 (2022 - \$52,360). All of the Organization's financial liabilities have contractual maturities of less than 30 days and are subject to normal trade terms.

Arts & Sciences Students' Union U

Year End: April 30, 2023

Trial Balance

Account	Prelim	Adj's	Reclass	Rep	Rep 04/22	Amount	Chg %Chg
101 Petty cash	4,411.11	0.00	0.00	4,411.11	4,411.11	0.00	0
103 Current Chequing A/C	43,518.04	63,758.55	0.00	107,276.59	43,518.04	63,758.55	147
104 Bank Spec Deposit	225.09	0.00	0.00	225.09	225.09	0.00	0
107 Investment savings account	427,475.66	66,410.89	0.00	493,886.55	427,475.66	66,410.89	16
A Cash	475,629.90	130,169.44	0.00	605,799.34	475,629.90	130,169.44	27
105 Term Deposit	453,652.40	9,861.40	0.00	463,513.80	453,652.40	9,861.40	2
B Marketable Securities	453,652.40	9,861.40	0.00	463,513.80	453,652.40	9,861.40	2
110 Accounts Receivable	2,250.00	-2,250.00	0.00	0.00	2,250.00	-2,250.00	-100
C Accounts Receivable	2,250.00	-2,250.00	0.00	0.00	2,250.00	-2,250.00	-100
120 Prepaid Expenses	1,683.36	86.40	0.00	1,769.76	1,683.36	86.40	5
F Prepaid Expenses and Deposits	1,683.36	86.40	0.00	1,769.76	1,683.36	86.40	5
210 Accrued liabilities	-52,059.28	1,604.97	0.00	-50,454.31	-52,060.28	1,605.97	-3
230 Students' deposits	-300.00	0.00	0.00	-300.00	-300.00	0.00	0
MNP617 Accounts payable	0.00	-3,150.00	0.00	-3,150.00	0.00	-3,150.00	0
BB Accounts Payable and Accrued	-52,359.28	-1,545.03	0.00	-53,904.31	-52,360.28	-1,544.03	3
291 Retained Earnings	-880,856.38	1.00	0.00	-880,855.38	-770,271.83	-110,583.55	14
WW Net Assets	-880,856.38	1.00	0.00	-880,855.38	-770,271.83	-110,583.55	14
301 Fees Income	0.00	-688,002.73	0.00	-688,002.73	-567,173.51	-120,829.22	21
302 Investment Income	0.00	-11,272.29	0.00	-11,272.29	-3,939.95	-7,332.34	186
304 Miscellaneous Income	0.00	-14,295.90	2,515.00	-11,780.90	-5,012.75	-6,768.15	135
310 Lockers rental income	0.00	0.00	-2,515.00	-2,515.00	-1,155.00	-1,360.00	118
20 Revenue	0.00	-713,570.92	0.00	-713,570.92	-577,281.21	-136,289.71	24
506 Copiers lease and useage	0.00	5,781.54	0.00	5,781.54	2,969.83	2,811.71	95
513 Salaries & benefits	0.00	339,714.64	0.00	339,714.64	323,328.71	16,385.93	5
549 Office expenses	0.00	5,268.51	0.00	5,268.51	3,097.82	2,170.69	70
551 Insurance	0.00	2,568.24	0.00	2,568.24	2,453.04	115.20	5
558 Bank charges & interest	0.00	219.44	0.00	219.44	42.00	177.44	422
563 Honorarium	0.00	23,304.00	0.00	23,304.00	23,697.81	-393.81	-2
572 Audit	0.00	12,814.20	0.00	12,814.20	10,975.13	1,839.07	17
586 Course Union Grant	0.00	114,559.46	0.00	114,559.46	52,716.22	61,843.24	117
587 Conference expense	0.00	1,129.05	0.00	1,129.05	705.00	424.05	60
588 Donations	0.00	3,065.00	0.00	3,065.00	904.00	2,161.00	239
589 Orientation: Socials	0.00	10,174.33	0.00	10,174.33	195.12	9,979.21	5114
591 Telephone and fax	0.00	939.12	0.00	939.12	932.55	6.57	1
592 Campaigns	0.00	1,275.34	0.00	1,275.34	1,129.91	145.43	13
595 Awards	0.00	23,688.85	0.00	23,688.85	24,976.31	-1,287.46	-5
605 Tutoring	0.00	546.00	0.00	546.00	669.24	-123.24	-18
606 Undergraduate research fund	0.00	9,715.00	0.00	9,715.00	9,857.00	-142.00	-1
607 Exam Jam	0.00	5,892.04	0.00	5,892.04	4,040.74	1,851.30	46
609 Travel grants	0.00	3,795.00	0.00	3,795.00	600.00	3,195.00	533
611 Seminars	0.00	7,882.38	0.00	7,882.38	1,322.72	6,559.66	496
MNP615 Arbor journal	0.00	2,106.50	0.00	2,106.50	1,548.75	557.75	36
MNP616 Logo/advertising	0.00	2,810.07	0.00	2,810.07	535.76	2,274.31	425

03/08/2023

1:45 PM

Preparer	Detailed	Supervisory
RL 14/06/2023	RK 04/07/2023	PK 11/07/2023
Peer	Tax	Admin

TB

Arts & Sciences Students' Union U

Year End: April 30, 2023

Trial Balance

Account	Prelim	Adj's	Reclass	Rep	Rep 04/22	Amount Chg	%Chg
40 Expenses	0.00	577,248.71	0.00	577,248.71	466,697.66	110,551.05	24
	<u>0.00</u>	<u>1.00</u>	<u>0.00</u>	<u>1.00</u>	<u>0.00</u>	<u>1.00</u>	<u>0</u>
Net Income (Loss)	0.00			136,322.21	110,583.55	25,738.66	23

03/08/2023
1:45 PM

Preparer RL 14/06/2023	Detailed RK 04/07/2023	Supervisory PK 11/07/2023
Peer	Tax	Admin

TB-1

Arts & Sciences Students' Union University of Toronto

Year End: April 30, 2023

Adjusting Journal Entries

Date: 01/05/2022 To 30/04/2023

Number	Date	Name	Account No	Reference	Debit	Credit	Recurrence	Misstatement
FS2	30/04/2023	Retained Earnings	291	FS	1.00			
		To adjust opening net assets						
AE01	30/04/2023	Current Chequing A/C	103		949,832.36			
AE01	30/04/2023	Current Chequing A/C	103			920,640.25		
AE01	30/04/2023	Investment savings account	107		96,410.89			
AE01	30/04/2023	Fees Income	301			688,002.73		
AE01	30/04/2023	Investment Income	302			1,410.89		
AE01	30/04/2023	Miscellaneous Income	304		1,532.34			
AE01	30/04/2023	Miscellaneous Income	304			15,828.24		
AE01	30/04/2023	Copiers lease and useage	506		5,781.54			
AE01	30/04/2023	Salaries & benefits	513		342,134.61			
AE01	30/04/2023	Office expenses	549		5,478.19			
AE01	30/04/2023	Office expenses	549			2,246.26		
AE01	30/04/2023	Office expenses	549			313.42		
AE01	30/04/2023	Insurance	551		2,654.64			
AE01	30/04/2023	Bank charges & interest	558		219.44			
AE01	30/04/2023	Honorarium	563		10,800.00			
AE01	30/04/2023	Honorarium	563		12,504.00			
AE01	30/04/2023	Audit	572		12,814.20			
AE01	30/04/2023	Course Union Grant	586		143,885.26			
AE01	30/04/2023	Course Union Grant	586			30,693.86		
AE01	30/04/2023	Conference expense	587		1,129.05			
AE01	30/04/2023	Donations	588		3,065.00			
AE01	30/04/2023	Orientation: Socials	589		10,174.33			
AE01	30/04/2023	Telephone and fax	591		939.12			
AE01	30/04/2023	Campaigns	592		1,275.34			
AE01	30/04/2023	Awards	595		23,688.85			
AE01	30/04/2023	Tutoring	605		546.00			
AE01	30/04/2023	Undergraduate research fund	606		9,715.00			
AE01	30/04/2023	Exam Jam	607		7,811.54			
AE01	30/04/2023	Travel grants	609		3,945.00			
AE01	30/04/2023	Seminars	611		9,988.88			
AE01	30/04/2023	Logo/advertising	MNP616		2,810.07			
		To record Bank Activity for the year						
AE02	30/04/2023	Current Chequing A/C	103		30,000.00			
AE02	30/04/2023	Current Chequing A/C	103		4,566.44			
AE02	30/04/2023	Investment savings account	107			30,000.00		
AE02	30/04/2023	Accrued liabilities	210			815.00		
AE02	30/04/2023	Office expenses	549		100.00			
AE02	30/04/2023	Course Union Grant	586		1,565.06			
AE02	30/04/2023	Course Union Grant	586			197.00		
AE02	30/04/2023	Exam Jam	607			1,919.50		
AE02	30/04/2023	Travel grants	609			150.00		
AE02	30/04/2023	Accounts payable	MNP617			3,150.00		
		To record difference in bank account and GL						
AE03	30/04/2023	Term Deposit	105		9,861.40			
AE03	30/04/2023	Investment Income	302			9,861.40		
		To accrue interest on GIC as of April 30, 2023						
AE04	30/04/2023	Prepaid Expenses	120	L/S F		1,683.36		
AE04	30/04/2023	Prepaid Expenses	120	L/S F	1,769.76			
AE04	30/04/2023	Insurance	551	L/S F	1,683.36			
AE04	30/04/2023	Insurance	551	L/S F		1,769.76		
		To expense FY2023 prepaid amounts and record the FY2024 prepaid Amount						
AE05	30/04/2023	Accrued liabilities	210	BB1	2,419.97			
AE05	30/04/2023	Salaries & benefits	513	BB1		2,419.97		

03/08/2023

1:48 PM

Preparer RL 27/06/2023	Detailed RK 04/07/2023	Supervisory PK 11/07/2023
Peer	Tax	Admin

TB1

Arts & Sciences Students' Union University of Toronto

Year End: April 30, 2023

Adjusting Journal Entries

Date: 01/05/2022 To 30/04/2023

Number	Date	Name	Account No	Reference	Debit	Credit	Recurrence	Misstatement
To adjust for accrued overtime, payroll accrual for the year end and vacation pay								
AE06	30/04/2023	Accounts Receivable	110	L/S C		2,250.00		
AE06	30/04/2023	Office expenses	549	L/S C	2,250.00			
To reclassify loan to Pow Wow received during the year recorded under office expenses								
RE02	30/04/2023	Seminars	611			2,106.50		
RE02	30/04/2023	Arbor journal	MNP615		2,106.50			
To reclass expense for Arbor Journal								
					1,715,459.14	1,715,458.14		
Net Income (Loss)			136,322.21					

03/08/2023
1:48 PM

Preparer RL 27/06/2023	Detailed RK 04/07/2023	Supervisory PK 11/07/2023
Peer	Tax	Admin

TB1-1

August 2, 2023

Executive Committee
Arts & Sciences Students' Union University of Toronto
100 St. George Street
Sidney Smith Hall Room 1068
Toronto, ON M5S 3G3

Dear Sirs/Mesdames:

We have been engaged to audit the financial statements of Arts & Sciences Students' Union University of Toronto (the "Organization") as at April 30, 2023 and for the year then ended.

CAS 260 *Communication With Those Charged With Governance* requires that we communicate with you matters that are significant to our engagement. One such matter is relationships between the Organization and its related entities or persons in financial reporting oversight roles at the Organization and MNP LLP and any affiliates ("MNP") that, in our professional judgment, may reasonably be thought to bear on our independence. In determining which relationships to report, the Standard requires us to consider relevant rules and related interpretations prescribed by the appropriate professional accounting body and applicable legislation, covering such matters as:

-
- (a) Holding a financial interest, either directly or indirectly, in a client;
 - (b) Holding a position, either directly or indirectly, that gives the right or responsibility to exert significant influence over the financial or accounting policies of a client or a related entity;
 - (c) Personal or business relationships of immediate family, close relatives, partners or retired partners, either directly or indirectly, with a client or a related entity;
 - (d) Economic dependence on a client; and
 - (e) Provision of non-assurance services in addition to the audit engagement.

We are not aware of any relationship between the Organization and MNP that, in our professional judgment, may reasonably be thought to bear on our independence, which have occurred from May 1, 2022 to August 2, 2023.

We hereby confirm that MNP is independent with respect to the Organization within the meaning of the Code of Professional Conduct of the Chartered Professional Accountants of Ontario as of August 2, 2023.

This report is intended solely for the use of Executive Committee, management and others within the Organization and should not be used for any other purposes.

MNP LLP

50 Burnhamthorpe Road West, Suite 900, Mississauga ON, L5B 3C2

T: 416.626.6000 F: 416.626.8650

We look forward to discussing with you the matters addressed in this letter as well as other matters that may be of interest to you. We will be prepared to answer any questions you may have regarding our independence as well as other matters.

Sincerely,

MNP LLP

Chartered Professional Accountants
Licensed Public Accountants



Arts & Sciences Students' Union University of Toronto

2023 Audit Findings
Report to Executive Council
April 30, 2023

Patricia Kajda, CPA, CA
T: 416.641.4943
E: patricia.kajda@mnp.ca



Wherever business takes you

[MNP.ca](https://mnp.ca)

Overview

We are pleased to submit to you this Audit Findings Report (the "Report") for discussion of our audit of the financial statements of Arts & Sciences Students' Union University of Toronto (the "Organization") as at April 30, 2023 and for the year then ended. In this report we cover those significant matters which, in our opinion, you should be aware of as members of Executive Council.

As auditors, we report to the members on the results of our examination of the financial statements of the Organization as at and for the year ended April 30, 2023. The purpose of this Report is to assist you, as members of Executive Council, in your review of the results of our audit.

This Report is intended solely for the information and use of Executive Council and management and should not be distributed to or used by any other parties than these specified parties.

We appreciate having the opportunity to meet with you and to respond to any questions you may have about our audit, and to discuss any other matters that may be of interest to you.

Engagement Status

We have completed our audit of the financial statements of the Organization which has been carried out in accordance with Canadian generally accepted auditing standards and are prepared to sign our Independent Auditor's Report subsequent to completion of the following procedures:

- Receipt of the signed management representation letter;
- Managements review and approval of the financial statements.

No significant limitations were placed on the scope or timing of our audit.

Independent Auditor's Report








We expect to have the above procedures completed and to release our Independent Auditor's Report on August 2, 2023.


Unless unforeseen complications arise, our Independent Auditor's Report will provide a qualified opinion to the members of the Organization. A draft copy of our proposed Independent Auditor's Report has been included with this report. The matters disclosed in the Independent Auditor's Report are discussed further in the relevant sections of the Report.

Audit Reporting Matters

Our audit was carried out in accordance with Canadian generally accepted auditing standards, and included a review of all significant accounting and management reporting systems, with each material year end balance, key transaction and other events considered significant to the financial statements considered separately.

Significant Audit, Accounting and Reporting Matters

Area		Comments
	Changes from Audit Service Plan	There were no deviations from the Audit Service Plan.
	Final Materiality	Final materiality used for our audit was \$28,000 for April 30, 2023, and \$22,000 for April 30, 2022.
	Identified or Suspected Fraud	While our audit cannot be relied upon to detect all instances of fraud, no incidents of fraud, or suspected fraud, came to our attention in the course of our audit.
	Identified or Suspected Non-Compliance with Laws and Regulations	Nothing has come to our attention that would suggest any non-compliance with laws and regulations that would have a material effect on the financial statements.
	Matters Arising in Connection with Related Parties	No significant matters arose during the course of our audit in connection with related parties of the Organization.
	Financial Statement Disclosures	The disclosures made in the notes to the financial statements appear clear, neutral and consistent with our understanding of the entity and the amounts presented in the financial statements.
	Significant Deficiencies in Internal Control	While our review of controls was not sufficient to express an opinion as to their effectiveness or efficiency, no significant deficiencies in internal control have come to our attention.

Area		Comments
	Matters Arising From Discussions with Management	There were no significant matters discussed, or subject to correspondence, with management that in our judgment need be brought to your attention.

Significant Risk Areas and Responses

Significant Risk Area	Response and Conclusion
Management override of controls Management override of controls is presumed to be a significant/fraud risk under Canadian auditing standards.	MNP reviewed the ledger noting transactions that occurred during the year and obtained the underlying support for the selected transactions. MNP also reviewed the appropriateness of any unusual business transactions, as necessary.
Revenue Inherent fraud risk associated with revenue. Risk related to overstatement of revenues.	MNP confirmed the fees received with the University of Toronto and ensured revenue was appropriately recognized.

Other Areas

Area	Comments
Auditor Independence	We confirm to Executive Council that we are independent of the Organization. Our letter to Executive Council discussing our independence is included as part of the additional materials attached to this report.
Management Representations	We have requested certain written representations from management, which represent a confirmation of certain oral representations given to us during the course of our audit. This letter, provided by management, has been included as additional material to this report.
Summary of Significant Differences	Some significant differences were proposed to management with respect to the April 30, 2023 financial statements. A summary of significant differences has been included with this report.

We appreciate having the opportunity to meet with you and respond to any questions you may have about our audit, and to discuss any other matters that may be of interest to you.

Sincerely,

MNP LLP

Chartered Professional Accountants
Licensed Public Accountants

encls.