

Arts & Sciences Students'
Union University of Toronto
Financial Statements
April 30, 2025

Arts & Sciences Students' Union University of Toronto

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For the year ended April 30, 2025

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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, 2025, 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, 2025, 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, 2025 and 2024.

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.

- 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

Chartered Professional Accountants

Licensed Public Accountants

Arts & Sciences Students' Union University of Toronto

Statement of Financial Position

As at April 30, 2025

	2025	2024
Assets		
Current		
Cash	443,001	597,533
Short-term investments <i>(Note 4)</i>	863,967	617,330
Prepaid expenses and deposits	1,770	1,770
	1,308,738	1,216,633
Liabilities		
Current		
Accounts payable and accrued liabilities	61,166	49,123
Net Assets	1,247,572	1,167,510
	1,308,738	1,216,633

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, 2025

	2025 Budget (Note 6)	2025	2024
Revenue			
Receipts - student fees	685,000	720,822	702,347
Interest income	2,200	29,443	21,935
Sales and miscellaneous income	17,000	21,584	19,669
	704,200	771,849	743,951
Expenditures			
Salaries and benefits	285,000	309,025	288,566
Course union grants (net of recoveries)	255,000	208,728	164,940
Awards and bursaries	45,000	42,087	32,981
Honorarium	24,352	23,752	22,056
Orientation and socials	15,000	20,729	7,660
Audit	16,100	16,018	16,017
Office	11,000	10,256	8,323
Undergraduate travel	15,000	9,586	12,326
Donations	6,500	7,793	4,685
Photocopier leases and copying supplies	11,000	6,009	6,313
Undergraduate research	10,000	5,964	8,405
Exam jam	6,500	4,959	5,463
Executive retreat and planning	4,000	3,927	1,442
Deferred exam grants	5,000	3,681	1,640
Projects	80,000	3,660	1,946
Logo/advertising material	5,500	3,560	5,086
Insurance	2,800	3,556	2,738
Conference and meetings	2,500	2,362	1,273
Campaigns	4,000	2,216	125
Arbor journal	4,000	1,992	-
Bank charges	900	881	237
Telephone and fax	1,000	827	858
Tutoring	1,000	219	540
Podcast	300	-	-
	811,452	691,787	593,620
(Deficiency) excess of revenue over expenditures	(107,252)	80,062	150,331
Net assets, beginning of year		1,167,510	1,017,179
Net assets, end of year		1,247,572	1,167,510

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, 2025

	2025	2024
Cash provided by (used for) the following activities		
Operating		
Cash receipts from students and others	742,406	722,016
Interest received	1,521	3,735
Cash paid to suppliers and employees	(677,418)	(598,401)
Cash paid for salaries and benefits	(2,326)	-
	64,183	127,350
Investing		
Purchase of short-term investments	(218,715)	(135,616)
Decrease in cash	(154,532)	(8,266)
Cash, beginning of year	597,533	605,799
Cash, end of year	443,001	597,533

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, 2025

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, 2025

2. Significant accounting policies (Continued from previous page)

Financial instruments (continued from previous page)

Financial assets and liabilities measured at amortized cost include cash, short-term investments, and 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 (deficiency) 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 (deficiency) excess of revenue over expenditures in the year the reversal occurs.

3. Line of credit

The Organization has available an overdraft line of credit amounting to \$15,000 with Alterna Savings. The line of credit is subject to interest at 10.70% (2024 - 12.95%). As at April 30, 2025 and 2024, no amounts have been drawn on the line of credit.

4. Short-term investments

Short-term investments consists of two guaranteed investment certificates earning interest at 4.20% and 2.00% per annum, maturing August 2025 and December 2025.

5. Commitments

As at April 30, 2025, the Organization was committed to an operating lease on certain equipment that provides for minimum lease payments in the following amounts:

2026	1,800
2027	150
	<hr/>
	1,950

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, 2025

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 they become due. As at April 30, 2025, the Organization had a cash balance of \$443,001 (2024 - \$597,533) to settle accounts payable and accrued liabilities of \$61,163 (2024 - \$49,123). All of the Organization's financial liabilities have contractual maturities of less than 30 days and are subject to normal trade terms.