

*Financial statements of*

**SUSTAINABILITY ACTION FUND**

*May 31, 2010*

# **SUSTAINABILITY ACTION FUND**

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## Auditors' report

To the Members of  
Sustainability Action Fund

We have audited the balance sheet of Sustainability Action Fund (the "Organization") as at May 31, 2010 and the statements of (loss) earnings and changes in net assets for the year then ended. These financial statements are the responsibility of the Organization's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Organization as at May 31, 2010 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

*Samson Bélair/Deloitte & Touche s.e.n.c.r.l.*

December 11, 2012

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<sup>1</sup> CPA auditor, CA, public accountancy permit No. A125888

# SUSTAINABILITY ACTION FUND

## Statement of (loss) earnings

year ended May 31, 2010

	2010	2009
	\$	\$
<b>Income – Student fee levies</b>	<b>168,655</b>	<b>163,376</b>
<b>Expenses</b>		
Funding allocations (Exhibit A)	221,314	59,750
Wages and employee benefits	11,346	26,996
Marketing	1,322	2,077
Office expenses	1,302	2,427
Professional fees	8,711	9,653
	<b>243,995</b>	<b>100,903</b>
<b>(Deficiency) excess of income over expenses</b>	<b>(75,340)</b>	<b>62,473</b>

# **SUSTAINABILITY ACTION FUND**

## **Statement of changes in net assets**

**year ended May 31, 2010**

	<b>2010</b>	<b>2009</b>
	<b>\$</b>	<b>\$</b>
<b>Net assets, beginning of year</b>	<b>116,516</b>	<b>54,043</b>
<b>(Deficiency) excess of income over expenses</b>	<b>(75,340)</b>	<b>62,473</b>
<b>Net assets, end of year</b>	<b>41,176</b>	<b>116,516</b>

**SUSTAINABILITY ACTION FUND**

**Balance sheet**

**as at May 31, 2010**

	<b>2010</b>	<b>2009</b>
	<b>\$</b>	<b>\$</b>
<b>Assets</b>		
Current		
Cash	<b>53,454</b>	<b>122,659</b>
	<b>53,454</b>	<b>122,659</b>
<b>Liabilities</b>		
Current		
Accounts payable and accrued liabilities	<b>12,278</b>	<b>6,143</b>
Commitments (Note 4)		
<b>Net assets</b>		
Unrestricted	<b>41,176</b>	<b>116,516</b>
	<b>53,454</b>	<b>122,659</b>

**Approved by the Board**

..... Director

..... Director

# SUSTAINABILITY ACTION FUND

## Notes to the financial statements

May 31, 2010

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### 1. Status and nature of activities

The Organization is incorporated under the *Canada Corporations Act*, Part III and began its operations on October 4, 2007. The Organization is a not-for-profit organization and is seeking to inspire necessary positive changes by funding sustainable initiatives on the campus of Concordia University.

The Organization is a not-for-profit organization and, consequently, does not have to pay income tax.

### 2. Changes in accounting policies

On June 1, 2009, the Organization adopted the changes made to Sections 4400 and 4460 of the Canadian Institute of Chartered Accountants (“CICA”) Handbook.

Section 4400 has been amended in order to clarify that revenue and expenses must be recognized and presented on a gross basis when a not-for-profit organization is acting as a principal in transactions.

Section 4460 has been amended to make the language consistent with the provisions of Section 3840, “Related Party Transactions”.

The adoption of those new standards had no impact on the financial statements.

### 3. Significant accounting policies

These financial statements reflect the activities of the programs and operations of the Organization. They have been prepared in accordance with Canadian generally accepted accounting principles (“GAAP”) and include the following significant accounting policies:

#### *Revenue recognition*

The Organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. 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.

#### *Financial instruments*

The Organization has elected to use the exemption provided by the CICA permitting not-for-profit organizations not to apply the following Sections of the CICA Handbook: 3862 and 3863, which would otherwise have applied to the financial statements of the Organization for the year ended May 31, 2010. The Organization applies the requirements of Section 3861 of the CICA Handbook.

Financial assets and liabilities are initially recognized at fair value and their subsequent measurement is dependent on their classification as described below. Their classification depends on the purpose for which the financial instruments were acquired or issued, their characteristics and the Organization’s designation of such instruments. Settlement date accounting is used. Cash is classified as held for trading and is measured at fair value at the balance sheet date.

# SUSTAINABILITY ACTION FUND

## Notes to the financial statements

May 31, 2010

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### 3. Significant accounting policies (continued)

#### *Financial instruments (continued)*

Accounts payable and accrued liabilities, classified as other liabilities, are recorded at amortized cost using the effective interest method.

#### *Fixed assets*

Fixed assets are presented as expenses when they are purchased.

#### *Use of estimates*

The preparation of financial statements in conformity with Canadian GAAP requires management to make certain estimates and assumptions that may affect the reported amounts of assets and liabilities, and the amounts of revenue and expenses reported in the financial statements. Actual results could differ from these estimates.

### 4. Commitments

The Organization has undertaken to pay the following amounts to the below mentioned projects. The dates in parentheses refer to the intended termination date.

	<u>2010</u>	<u>2009</u>
	\$	\$
SP – Reggie Bar Partnership (end of the project in September 2008)	7,533	7,533
SP – Greenhouse Coordinator (end of the project in November 2009)	23	23
SP – Sustainable Business Conference (end of the project in November 2009)	-	10,000
SP – Right to Move Degreaser (end of the project in October 2009)	1,200	1,200
SP – Tap Thirst (end of the project in November 2009)	337	337
SP – Free Dish Project (end of the project in April 2010)	-	4,914
SP – QPIRG (end of the project in November 2009)	-	1,000
SP – Frigo Vert (end of the project in November 2009)	-	4,000
SP – Urban Energy Anaerobic Digester (end of the project in June 2009)	2,000	2,000
SP – CSU Mug Campaign (end of the project in June 2009)	15,000	15,000
SP – R4 Compost (\$25,000 to pay until 2012)	25,000	25,000
SP – SPCA Panel Discussion (end of the project in February 2010)	32	-
SP – Sustainable Concordia Gallery (end of the project in July 2011)	3,317	-
SP – Colour Me Rad (end of the project in July 2011)	3,000	-
SP – R4 Free Dish Project (end of the project in July 2010)	3,116	-
SP – Arts Matters (end of the project in August 2012)	5,500	-
SP – Organic Bike Farm Tour (end of the project in August 2011)	1,350	-
SP – People’s Potato Garden (end of the project in September 2010)	4,077	2,000
SP – John Molson Undergraduate Case Competition (end of the project in May 2010)	500	-
SP – Nature Morte (end of the project in May 2010)	21	-
	<u>72,006</u>	<u>73,007</u>

# **SUSTAINABILITY ACTION FUND**

## **Notes to the financial statements**

**May 31, 2010**

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### **5. Financial instruments**

The fair value of accounts payable and accrued liabilities approximates their carrying values due to their short-term maturities.

### **6. Statement of cash flows**

A cash flow statement has not been prepared since the cash flow information is readily apparent from other financial statements and related notes.

**SUSTAINABILITY ACTION FUND**

Schedule

**Supplementary financial information**

year ended May 31, 2010

	2010	2009
	\$	\$
<b>Exhibit A – Funding allocations</b>		
Concordia Greenhouse	49,940	10,000
R4 Compost	25,000	26,000
Sustainable Business Conference	21,340	-
Concordia Student Parents Centre	20,001	-
Loyola Chapel Visioning Project	15,600	-
Jeux du Commerce	13,400	-
Vertical Collective Green Wall	12,625	-
Concordia Student Union Environmental Speech	8,000	-
QPIRG	8,000	-
Plan Z	6,134	-
MBA ICOP Uganda	6,000	-
ASFA Green Week	6,000	-
R4 Free Dish Project	4,797	-
Plant Life Support System	4,740	-
Frigo Vert	4,000	-
LEED Certifications	3,900	-
Mechanical & Ind. Eng. Speaker Series	2,400	-
People's Potato	2,000	8,000
JMSB Undergraduate Case Competition	2,000	-
Co-Op Bookstore	2,000	-
ICOR Conference	1,733	-
Art Project: Nature Morte	532	-
SPCA Panel Discussion	469	-
Tap Thirst	400	-
SC Gallery	303	-
Youth Fusion	-	10,000
Engineers Without Borders	-	2,000
Right to move	-	1,750
Event Co-Sponsor	-	1,000
University of the Streets	-	1,000
	<b>221,314</b>	<b>59,750</b>