

SUSTAINABILITY ACTION FUND

Financial Statements

May 31, 2014

SUSTAINABILITY ACTION FUND

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Amstutz Inc.
Société de Comptables Professionnels Agréés

INDEPENDENT AUDITORS' REPORT

To the Members of
SUSTAINABILITY ACTION FUND

We have audited the accompanying financial statements of SUSTAINABILITY ACTION FUND which comprise the balance sheet as at May 31, 2014, 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.

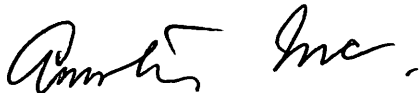
Management's Responsibility for the Financial Statements - Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's 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 judgement, 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 audit opinion.

Opinion - In our opinion, the financial statements present fairly, in all material respects, the financial position of SUSTAINABILITY ACTION FUND as at May 31, 2014 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.



By: R. Amstutz, CPA auditor, CA
September 8, 2014
Montreal, Quebec

SUSTAINABILITY ACTION FUND
BALANCE SHEET
as at May 31, 2014

	<u>2 0 1 4</u>	<u>2 0 1 3</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ <u>161,421</u>	\$ <u>176,808</u>
	161,421	176,808
PROPERTY AND EQUIPMENT (Note 3)	<u>1,499</u>	<u>-</u>
	\$ <u><u>162,920</u></u>	\$ <u><u>176,808</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued charges	\$ <u>5,531</u>	\$ <u>15,362</u>
	<u>5,531</u>	<u>15,362</u>
NET ASSETS		
Unrestricted	<u>157,389</u>	<u>161,446</u>
	<u>157,389</u>	<u>161,446</u>
	\$ <u><u>162,920</u></u>	\$ <u><u>176,808</u></u>

COMMITMENTS (Note 7)

ON BEHALF OF THE BOARD

.....Director

.....Director

The accompanying notes form an integral part of the financial statements.

SUSTAINABILITY ACTION FUND
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
year ended May 31, 2014

	<u>2 0 1 4</u>	<u>2 0 1 3</u>
REVENUES		
Student fee levies	\$ <u>195,887</u>	\$ <u>177,764</u>
	<u>195,887</u>	<u>177,764</u>
EXPENSES		
Funding allocations (Note 6)	101,198	53,422
Salaries and fringe benefits	53,169	39,515
Operating expenses (Note 4)	26,843	13,170
Marketing	8,241	4,336
Event, outreach and internal projects	6,019	6,088
Office expenses	<u>4,474</u>	<u>3,438</u>
	<u>199,944</u>	<u>119,969</u>
(DEFICIENCY) EXCESS OF REVENUES OVER EXPENSES	(4,057)	57,795
NET ASSETS, BEGINNING OF YEAR	<u>161,446</u>	<u>103,651</u>
NET ASSETS, END OF YEAR	\$ <u><u>157,389</u></u>	\$ <u><u>161,446</u></u>

The accompanying notes form an integral part of the financial statements.

SUSTAINABILITY ACTION FUND
STATEMENT OF CASH FLOWS
year ended May 31, 2014

	<u>2 0 1 4</u>	<u>2 0 1 3</u>
OPERATING ACTIVITIES		
(Deficiency) excess of revenues over expenses	\$ (4,057)	\$ 57,795
Item not affecting cash		
Amortization	<u>265</u>	<u>-</u>
	(3,792)	57,795
Changes in non cash operating		
working capital		
Accounts payable and accrued charges	<u>(9,831)</u>	<u>(1,738)</u>
	<u>(13,623)</u>	<u>56,057</u>
INVESTING ACTIVITIES		
Acquisition of property and equipment	<u>(1,764)</u>	<u>-</u>
	<u>(1,764)</u>	<u>-</u>
(DECREASE) INCREASE IN CASH	(15,387)	56,057
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>176,808</u>	<u>120,751</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ <u>161,421</u>	\$ <u>176,808</u>

Cash and cash equivalents are comprised of cash.

The accompanying notes form an integral part of the financial statements

SUSTAINABILITY ACTION FUND
NOTES TO THE FINANCIAL STATEMENTS
as at May 31, 2014

1. STATUTES OF INCORPORATION AND NATURE OF ACTIVITIES

The organization, incorporated on October 4, 2007 under Part III of the Quebec Companies Act, is a not-for-profit organization and is exempt from income taxes.

The organization's objective is to inspire necessary positive changes by funding sustainable initiatives on the campus of Concordia University.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Accounting estimates

The preparation of financial statements in conformity with Canadian accounting standards requires management to make estimates and assumptions that affect the reported amount 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 expenses during the reporting period. Actual results may differ from these estimates.

Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions related to general operations 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.

Property and equipment

Property and equipment are recorded at cost. They are amortized over their estimated useful lives using the declining-balance method at the following annual rate:

Furniture and equipment	15%
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Financial instruments

The organization initially measures its financial assets and financial liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at cost or amortized cost.

Financial assets measured at amortized cost include cash. Financial liabilities measured at amortized cost include accounts payable and accrued charges.

SUSTAINABILITY ACTION FUND
NOTES TO THE FINANCIAL STATEMENTS
as at May 31, 2014

3. PROPERTY AND EQUIPMENT		<u>2 0 1 4</u>	<u>2 0 1 3</u>
	<u>Cost</u>	<u>Accumulated Amort- ization</u>	<u>Net Book Value</u>
Furniture and equipment	<u>1,764</u>	<u>265</u>	<u>-</u>
	\$ <u><u>1,764</u></u>	\$ <u><u>265</u></u>	\$ <u><u>-</u></u>

4. OPERATING EXPENSES		<u>2 0 1 4</u>	<u>2 0 1 3</u>
Honorariums		\$ 9,314	\$ 3,048
Professional fees		7,890	8,537
Insurance		1,544	-
Human resources		2,407	-
Interest, penalties and bank charges		3,043	1,585
Board facilitator		1,200	-
Other		1,180	-
Amortization		<u>265</u>	<u>-</u>
		\$ <u><u>26,843</u></u>	\$ <u><u>13,170</u></u>

5. FINANCIAL INSTRUMENTS

Risks and concentrations

The organization is exposed to various risks through its financial instruments. The following analysis provides a measure of the organization's risk exposure and concentrations at the balance sheet date.

Liquidity risk

Liquidity risk is the risk that the organization will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly in respect of its accounts payable and accrued charges.

SUSTAINABILITY ACTION FUND
NOTES TO THE FINANCIAL STATEMENTS
as at May 31, 2014

6. FUNDING ALLOCATIONS	<u>2 0 1 4</u>	<u>2 0 1 3</u>
People's Potato Sink Project	\$ 3,988	\$ 282
John Molson Undergraduate Case Competition	(2,000)	-
Food Bank People's Potato	907	2,693
Methane Digester	243	1,424
Alternative library	1,212	-
Sensorium	1,500	-
Greenhouse Coordinator	22,342	158
Allego	600	-
Curriculum Project Yr. 2 of 3	23,299	85
People's Potato Gluten Free Project	1,756	-
La Ruche Gardens	777	133
SAE Supermileage Competition	957	1,455
Alley Way Network	500	796
Enactus ECO YOUTH	1,500	-
Engineers without Borders	479	-
Capstone Project: EDM Facility	290	2,210
Concordia Food Coalition	6,407	2,348
Beekeeping Initiative	1,374	-
Casa JMSB Water Jugs	230	-
Divestment Campaign Organizer Project	4,852	-
ICOP	2,500	-
Cinema Politica	2,500	1,250
MBA Case Competition	2,500	-
CFC Urban Agriculture Conference - transitions conference	3,986	-
Groucho Factual Event	1,247	-
Save The World JMIBA	2,000	-
Cooking Class SPC	736	-
Correlate Concordia	1,000	-
ENCS LEED Certification	3,000	-
Montreal ALE	782	-
Decriminalizing prostitution	734	-
Business Beyond Tomorrow	5,000	-
Cinema Politica - Screening Sustainability Film Series	2,500	-
Graduate Symposium	1,500	-
Tap Thirst	-	196
2110 Center	-	5,500
Topological Media Lab	-	2,305
Sustainable Printmaking	-	1,503
City Farm School	-	6,000
John Molson Sustainability Group	-	1,998
QPIRG Convergence	-	1,250
Rooftop Greenhouse Project	-	7,812
Canning Project People's Potato	-	2,400
Community of Seed Hunters	-	485
Indigenous Solidarity Movement	-	3,921
Mob Squad	-	158
R4 Mug Loan	-	2,350
ASFA Talks	-	4,000
Ethnographic Montreal Festival FIFEQ	-	110
Computational Arts WRAPT	-	600
	<u>\$ 101,198</u>	<u>\$ 53,422</u>

SUSTAINABILITY ACTION FUND
NOTES TO THE FINANCIAL STATEMENTS
as at May 31, 2014

7. COMMITMENTS

2 0 1 4 2 0 1 3

The organization has undertaken to pay the following amounts to the below mentioned projects.

SP - Greenhouse Coordinator	\$ -	\$ 22,342
SP - John Molson Undergraduate Case Competition	(2,000)	(2,000)
SP - City Farm School	18,825	-
SP - Food Bank People's Potato	-	907
SP - Methane Digestor	2,333	2,576
SP - Petit Velo Rouge	-	1,500
SP - QPIRG School Schmool	600	600
SP - People's Potato Sink Project	1,218	5,206
SP - Study in Action	-	2,400
SP - Alternative library	1,288	2,500
SP - Sensorium	1,500	1,500
SP - Mob Squad	-	3,342
SP - Allego	-	600
SP - R4 Mug Loan	-	650
SP - Curriculum Project Yr. 2 of 3	36,616	29,915
SP - Ethnographic Montreal Festival FIFEQ	-	240
SP - People's Potato Gluten Free Project	244	2,000
SP - La Ruche Gardens	-	1,067
SP - SAE Supermileage Car	543	1,500
SP - Alley Way Network	-	2,204
SP - Enactus ECO YOUTH	-	1,500
SP - Engineers without Borders	-	1,000
SP - Capstone Project: EDM Facility	-	290
SP - Concordia Food Coalition	1,245	2,653
SP - Beekeeping Initiative	826	2,200
SP - School Schmool QPRIG 2013-2014 Project	1,500	-
SP - R4 Dish Project	4,283	-
SP - CFC Urban Agriculture Conference - transitions conference	1,014	-
SP - Groucho Factual Event	2,153	-
SP - Montreal ALE	11,015	-
SP - Divestment Campaign Organizer Project	1,097	-
SP - Decriminalizing prostitution	1,766	-
SP - The Hive	12,500	-
SP - Graduate Symposium	(500)	-
SP - District 3	5,200	-
SP - Seed Project	9,680	-
	<u>\$ 112,946</u>	<u>\$ 86,692</u>

8. COMPARATIVE FIGURES

Certain figures for 2013 have been reclassified to make their presentation identical to that adopted in 2014.