

Financial Statements of

**ONTARIO STUDENT
TRUSTEES' ASSOCIATION**

Year ended August 31, 2016



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INDEPENDENT AUDITORS' REPORT

To the Members of Ontario Student Trustees' Association

We have audited the accompanying financial statements of Ontario Student Trustees' Association, which comprise the statement of financial position as at August 31, 2016, the statements of operations and changes in net assets and cash flows for the year then ended, and notes, comprising 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.

Auditors' 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 our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider 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 in our audit 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 Ontario Student Trustees' Association as at August 31, 2016, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

KPMG LLP

Chartered Professional Accountants, Licensed Public Accountants

Hamilton, Canada

January 15, 2017

ONTARIO STUDENT TRUSTEES' ASSOCIATION

Statement of Financial Position

August 31, 2016, with comparative figures for 2015

	2016	2015
Assets		
Current assets:		
Cash	\$ 23,228	\$ 36,794
Accounts receivable	31,445	-
Prepaid conference expenses	4,000	2,000
Banners and signage (note 2)	1,426	1,589
	<u>\$ 60,099</u>	<u>\$ 40,383</u>

Liabilities and Net Assets

Current liabilities:		
Accounts payable and accrued liabilities	\$ 6,081	\$ 7,041
Net assets	54,018	33,342
	<u>\$ 60,099</u>	<u>\$ 40,383</u>

See accompanying notes to financial statements.

On behalf of the Board:



Director



Director

ONTARIO STUDENT TRUSTEES' ASSOCIATION

Statement of Operations and Changes in Net Assets

Year ended August 31, 2016, with comparative figures for 2015

	2016	2015
Revenue:		
Registrations	\$ 82,912	\$ 66,514
Board memberships	39,895	34,230
Sweater sales	760	1,720
Interest income	4	18
Other revenue	8,445	55
	132,016	102,537
Expenses:		
Travel	77,541	60,257
Office and general	21,821	12,462
Meals and entertainment	5,090	4,510
Fees and dues	2,927	3,171
Advertising	2,261	318
Sweater cost of sales	1,144	1,872
Volunteer	352	-
Amortization	163	48
Incorporation	41	-
Accounting	-	3,690
	111,340	86,328
Excess of revenue over expenses	20,676	16,209
Net assets, beginning of year	33,342	17,133
Net assets, end of year	\$ 54,018	\$ 33,342

See accompanying notes to financial statements.

ONTARIO STUDENT TRUSTEES' ASSOCIATION

Statement of Cash Flows

Year ended August 31, 2016, with comparative figures for 2015

	2016	2015
Cash provided by (used in):		
Operations:		
Excess of revenue over expenses	\$ 20,676	\$ 16,209
Items not involving cash:		
Amortization	163	48
Change in non-cash operating working capital:		
Accounts receivable	(31,445)	2,004
Prepaid conference expenses	(2,000)	(2,000)
Accounts payable and accrued liabilities	(960)	(6,510)
	(13,566)	9,751
Capital:		
Purchase of capital assets	-	(1,637)
(Decrease) increase in cash	(13,566)	8,114
Cash, beginning of year	36,794	28,680
Cash, end of year	\$ 23,228	\$ 36,794

See accompanying notes to financial statements.

ONTARIO STUDENT TRUSTEES' ASSOCIATION

Notes to Financial Statements

Year ended August 31, 2016

Nature of operations:

Ontario Student Trustees' Association (the "Association") is a not-for-profit organization under the provisions of the Education Act. The Association is the largest stakeholder in education and is the voice for the student vision.

1. Significant accounting policies:

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The Association's significant accounting policies are as follows:

(a) Basis of presentation:

These financial statements were prepared using the accrual basis of accounting. Revenues are recognized as they become available and measurable. Expenses are recognized as they are incurred as a result of receipt of goods and services and the creation of a legal obligation to pay.

(b) Revenue recognition:

The Association uses the deferral method of accounting for contributions which include board membership fees and registration fees. Externally 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. Revenue from fees is recognized when the service is provided.

(c) Capital assets:

Capital assets are recorded at cost. Amortization is provided on a straight-line basis over the estimated useful lives as follows:

Banners and signage	8 to 10 years
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ONTARIO STUDENT TRUSTEES' ASSOCIATION

Notes to Financial Statements

Year ended August 31, 2016

2. Capital assets

				2016	2015
	Cost	Accumulated amortization		Net book value	Net book value
Banners and signage	\$ 1,637	\$ 211	\$	1,426	\$ 1,589

3. Capital management:

The Association defines capital as its net assets. The Association is not subject to any externally imposed capital requirements.