



Financial statements
(Unaudited)

Science Atlantic

March 31, 2016

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Review engagement report

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To the members of
Science Atlantic

We have reviewed the statement of financial position of Science Atlantic as at March 31, 2016 and the statement of operations and net assets, statement of changes in net assets and statement of cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the Organization.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.



Antigonish, Canada
July 12, 2016

Chartered Accountants

Science Atlantic
Statement of operations and net assets

(Unaudited)

| Year ended March 31 | 2016 | 2015 |
|--|-------------------|-----------------|
| Revenue | | |
| Membership fees (note 5) | \$ 118,365 | \$ 107,625 |
| Gain on sale of investments | 296 | 2,722 |
| Investment income | 3,007 | 2,845 |
| Other income | 111,960 | 45,697 |
| Unrealized (loss) gain on investments | <u>(7,704)</u> | <u>2,486</u> |
| | <u>225,924</u> | <u>161,375</u> |
| Expenditures | | |
| Committee programs (note 6) | 6,800 | 8,733 |
| Insurance | 756 | 756 |
| Student awards | 10,800 | 10,425 |
| Office | 16,131 | 8,606 |
| Salaries and benefits | 185,206 | 120,256 |
| Travel | <u>11,092</u> | <u>2,996</u> |
| | <u>230,785</u> | <u>151,772</u> |
| (Deficiency) excess of revenue over expenditures | <u>\$ (4,861)</u> | <u>\$ 9,603</u> |

Science Atlantic
Statement of changes in net assets

(Unaudited)

| Year ended March 31 | 2016 | 2015 |
|--|------------------|-------------------|
| Net assets, beginning of year | \$ 103,105 | \$ 95,502 |
| (Deficiency) excess of revenue over expenditures | (4,861) | 9,603 |
| Change in restricted net assets | <u>688</u> | <u>(2,000)</u> |
| Net assets, end of year | <u>\$ 98,932</u> | <u>\$ 103,105</u> |

See accompanying notes to the financial statements.

Science Atlantic
Statement of financial position

(Unaudited)

March 31 2016 2015

Assets

| | | |
|---------------------------|-------------------|-------------------|
| Cash and cash equivalents | \$ - | \$ 57,177 |
| Investments | 185,617 | 126,379 |
| Receivables | 18,518 | 49,692 |
| Prepays | <u>1,163</u> | <u>16,105</u> |
| | <u>\$ 205,298</u> | <u>\$ 249,353</u> |

Liabilities

| | | |
|--------------------------------|----------------|----------------|
| Bank indebtedness | \$ 5,041 | \$ - |
| Payables and accruals - trade | 63,365 | 111,191 |
| - funds held in trust (note 2) | 35,622 | 30,457 |
| Deferred revenue | <u>2,338</u> | <u>4,600</u> |
| | <u>106,366</u> | <u>146,248</u> |

Net assets

| | | |
|---|-------------------|-------------------|
| Unrestricted net assets | 97,093 | 101,954 |
| Restricted for W. J. Blundon Lecture Fund (note 4) | <u>1,839</u> | <u>1,151</u> |
| | <u>98,932</u> | <u>103,105</u> |
| | <u>\$ 205,298</u> | <u>\$ 249,353</u> |

Approved on behalf of the Organization

_____ Director _____ Director

See accompanying notes to the financial statements.

Science Atlantic
Statement of cash flows

(Unaudited)

Year ended March 31

2016**2015**

Increase (decrease) in cash and cash equivalents

Operating

| | | |
|---|--------------|--------------|
| Excess of (expenditures over revenue) revenue over expenditures for the year | \$ (4,861) | \$ 9,603 |
| Use of restricted net assets | 688 | (2,000) |
| Gain on sale of investments | (296) | (2,722) |
| Unrealized loss (gain) on investments | 7,704 | (2,486) |
| Change in non-cash operating working capital (note 7) | <u>1,193</u> | <u>828</u> |
| | <u>4,428</u> | <u>3,223</u> |

Investing

| | | |
|-----------------------------------|---------------|---------------|
| Purchase of investments | (82,889) | (19,792) |
| Proceeds from sale of investments | <u>16,243</u> | <u>63,799</u> |
| | <u>66,646</u> | <u>44,007</u> |

(Decrease) increase in cash and cash equivalents (62,218) 47,230

Cash and cash equivalents (bank indebtedness)

| | | |
|-------------------|-------------------|------------------|
| Beginning of year | <u>57,177</u> | <u>9,947</u> |
| End of year | <u>\$ (5,041)</u> | <u>\$ 57,177</u> |

See accompanying notes to the financial statements.

Science Atlantic

Notes to the financial statements

(Unaudited)
March 31, 2016

1. Nature of operations

The Science Atlantic is a non-profit organization composed of scientists, universities and other institutions in Atlantic Canada. Its goal is the advancement of science and technology through education and public awareness and the promotion of scientific literacy, education and research throughout the region. As a non-profit organization it is exempt from income tax.

2. Summary of significant accounting policies

Cash and cash equivalents (bank indebtedness)

Cash and cash equivalents are defined as cash, balances with banks and other financial institutions, net of overdraft.

Investments

Investments are recorded at market value.

Revenue and expenditures

Major revenue and expenditure items are recorded on an accrual basis.

Certain sources of revenue including donations and other fundraising projects are recorded on a cash basis. Donated goods and services are only receipted and reported in the accounts when the fair value can be reasonably estimated and they are used in the normal course of the Organization's operations.

Financial instruments

The Organization considers any contract creating a financial asset or liability as a financial instrument, except in certain limited circumstances. The Organization accounts for cash and cash equivalents, receivables, payables and accruals, and deferred revenue as financial instruments.

A financial asset or liability is recognized when the Organization becomes party to contractual provision of the instrument.

Measurement

Financial assets or liabilities obtained in arm's length transactions are initially measured at their fair value. In the case of a financial asset or liability not being subsequently measured at fair value, the initial fair value will be adjusted for financing fees and transaction costs that are directly attributable to its origination, acquisition, issuance or assumption.

Funds held in trust

The Organization has special purpose funds which can only be utilized in accordance with approved purpose.

Science Atlantic
Notes to the financial statements
(Unaudited)
March 31, 2016

2. Summary of significant accounting policies (continued)

The Organization subsequently measures all of its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value and investments in equity instruments that are not quoted in an active market, which are measured at cost less any reduction for impairment. Changes in fair value are recognized in the statement of operations.

The Organization removes financial liabilities, or a portion of, when the obligation is discharged, cancelled or expires.

Financial assets measured at cost are tested for impairment when there are indicators of impairment. Previously recognized impairment losses are reversed to the extent of the improvement provided the asset is not carried at an amount, at the date of reversal, greater than the amount that would have been the carrying amount had no impairment loss been recognized previously, the amounts of any write downs or reversals are recognized in net income.

Use of estimates

In preparing the Organization's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the period. Actual results could differ from these estimates.

3. Financial instruments

The Organization's policy for managing significant risk includes an infrastructure of policies, procedures and oversight designed to reduce the risks identified to an appropriate threshold. The Board of directors is provided with timely and relevant reports on the management of significant risks. Significant risks managed by the Society include liquidity, market and credit risks.

Liquidity risk

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

The Organization reduces its exposure to liquidity risk by ensuring that it documents when authorized payments become due. In the opinion of management, the liquidity risk exposure to the Organization is low and is not material.

Market risk

Market risk is the risk that the fair value or expected future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk:

Science Atlantic

Notes to the financial statements

(Unaudited)
March 31, 2016

3. Financial instruments (continued)

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Organization's main credit risk relates to its accounts receivable. The entity provides credit in the normal course of its operations. In the opinion of the Organization the credit risk exposure is low and not material.

4. Restricted funds

The W. J. Blundon Lecture Fund was established by the Mathematics and Statistics committee to honour the late W. J. Blundon. Any revenue or direct contributions related to the fund are recognized as direct increases to the fund rather than revenue, and any award or expenses from the fund are recognized as a direct reduction of the fund rather than expenses. Awards are made from the fund at the discretion of the Mathematics and Statistics committee.

| 5. Membership fees | <u>2016</u> | <u>2015</u> |
|-------------------------------------|-------------------|-------------------|
| Acadia University | \$ 8,450 | \$ 7,480 |
| Crandall University | 2,925 | 2,460 |
| Cape Breton University | 4,600 | 4,380 |
| Dalhousie University | 22,565 | 20,115 |
| Grenfell College | 3,065 | 2,585 |
| NSERC | 2,420 | 2,200 |
| Memorial University of Newfoundland | 14,375 | 14,155 |
| Mount Allison University | 7,335 | 6,470 |
| Mount St. Vincent University | 5,460 | 4,765 |
| Saint Mary's University | 8,700 | 7,710 |
| St. Francis Xavier University | 7,145 | 6,470 |
| St. Thomas University | 2,855 | 2,395 |
| Universite de Moncton | 6,520 | 6,520 |
| University of New Brunswick | 14,250 | 13,120 |
| University of Prince Edward Island | <u>7,700</u> | <u>6,800</u> |
| | <u>\$ 118,365</u> | <u>\$ 107,625</u> |

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Notes to the financial statements

(Unaudited)
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| 6. Committee programs | <u>2016</u> | <u>2015</u> |
|------------------------------|--------------------|--------------------|
| Aquaculture | \$ 1,100 | \$ - |
| Biology | - | 1,567 |
| Chemistry | - | 744 |
| Computer science | 1,500 | 1,500 |
| Earth sciences | 800 | 412 |
| Environmental studies | 1,100 | 400 |
| Mathematics and statistics | 1,500 | 1,500 |
| Physics and astronomy | 800 | 691 |
| Psychology | - | 1,919 |
| | <u>\$ 6,800</u> | <u>\$ 8,733</u> |

| 7. Change in non-cash operating working capital | <u>2016</u> | <u>2015</u> |
|--|--------------------|--------------------|
| Receivables | \$ 31,174 | \$ (42,648) |
| Prepays | 14,942 | (1,481) |
| Payables and accruals | (42,661) | 40,357 |
| Deferred revenue | <u>(2,262)</u> | <u>4,600</u> |
| | <u>\$ 1,193</u> | <u>\$ 828</u> |
