

Financial Statements of

**MCMASTER UNIVERSITY
NURSING STUDENT
SOCIETY**

Year ended April 30, 2015
(Unaudited)



KPMG Enterprise™
Commerce Place
21 King Street West, Suite 700
Hamilton ON L8P 4W7
Canada

Telephone (905) 523-8200
Fax (905) 523-2222
Internet www.kpmg.ca/enterprise

REVIEW ENGAGEMENT REPORT

To the Members of McMaster University Nursing Student Society

We have reviewed the statement of financial position of McMaster University Nursing Student Society (the "Society") as at April 30, 2015 and the statement of operations and net assets and 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 McMaster University Nursing Student Society.

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.

Chartered Professional Accountants, Licensed Public Accountants

February 12, 2016

Hamilton, Canada

MCMMASTER UNIVERSITY NURSING STUDENT SOCIETY

Statement of Financial Position

April 30, 2015
(Unaudited)

Assets

Current asset:		
Cash	\$	87,968

Liabilities and Net Assets

Current liabilities:		
Accounts payable and accrued liabilities	\$	3,861
Unrestricted net assets		84,107
	\$	87,968

See accompanying notes to financial statements.

On behalf of the Board:

_____ Director

_____ Director

MCMASTER UNIVERSITY NURSING STUDENT SOCIETY

Statement of Operations and Net Assets

Year ended April 30, 2015
(Unaudited)

Revenue:		
Membership fees from McMaster University	\$	70,207
Events, fees and other		70,532
		<hr/>
		140,739
Expenses:		
Welcome Week		38,262
Socials		27,050
Nursing association dues		24,228
MUNNS executive expense		11,141
Miscellaneous expense		6,244
Professional fees		3,500
Training		1,693
Orientation awards		1,500
Communications		740
Interest and bank charges		366
		<hr/>
		114,724
Excess of revenue over expenses		26,015
Net assets, beginning of year		58,092
Net assets, end of year	\$	<hr/>
		84,107

See accompanying notes to financial statements.

MCMASTER UNIVERSITY NURSING STUDENT SOCIETY

Statement of Cash Flows

Year ended April 30, 2015
(Unaudited)

Cash provided by:

Operations:

Excess of revenue over expenses	\$	26,015
Increase in accounts payable and accrued liabilities		3,861
Increase in cash		29,876
Cash, beginning of year		58,092
Cash, end of year	\$	87,968

See accompanying notes to financial statements.

MCMASTER UNIVERSITY NURSING STUDENT SOCIETY

Notes to Financial Statements

Year ended April 30, 2015
(Unaudited)

Nature of operations:

McMaster University Nursing Student Society (the "Society") is a student organization comprised of full-time nursing students of McMaster University, Mohawk College and Conestoga College.

The objectives of the Society are to foster in its members interest in nursing through collaboration, unity, fellowship and through provision of opportunities for social, intellectual and professional activities.

1. Significant accounting policies:

These financial statements have been prepared by McMaster University Nursing Student Society in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Canada Handbook.

(a) Cash:

Cash includes cash on hand and balances in the bank.

(b) Capital assets:

The Society expenses purchased capital assets acquired in the year of purchase. During the year \$nil (2014 - \$nil) were expensed that would otherwise be capitalized had the Society adopted the full requirements in section 4431 Tangible capital assets held by not-for-profit organizations.

(c) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Freestanding derivative instruments that are not in a qualifying hedging relationship and equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Society has not elected to carry any such financial instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

MCMASTER UNIVERSITY NURSING STUDENT SOCIETY

Notes to Financial Statements (continued)

Year ended April 30, 2015
(Unaudited)

1. Significant accounting policies (continued):

(c) Financial instruments (continued):

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Society determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Society expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future year, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

(d) Revenue recognition:

Membership fees from McMaster University, student fees and event fees are recognized as revenue when earned through the provision of service. Unrestricted contributions including sponsorships are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Ticket sales to Society events are recognized as revenue when earned as events are completed, the price to the buyer is fixed or determinable and collection is reasonably assured.

(e) Use of estimates:

The preparation of the 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 revenue and expenses during the year. Significant items subject to such estimates and assumptions include accounts payable and accrued liabilities. Actual results could differ from those estimates.

MCMASTER UNIVERSITY NURSING STUDENT SOCIETY

Notes to Financial Statements (continued)

Year ended April 30, 2015
(Unaudited)

2. Financial instruments:

(a) Liquidity risk:

Liquidity risk is the risk that the Society will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Society manages its liquidity risk by monitoring its operating requirements. The Society prepares budget forecasts to ensure it has sufficient funds to fulfill its obligations.

(b) Credit risk:

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. The Society is exposed to credit risk with respect to the accounts receivable. The Society assesses, on a continuous basis, accounts receivable and provides for any amounts that are not collectible in the allowance for doubtful accounts.