

**STUDENT ENERGY**  
**Financial Statements**  
For the Year Ended December 31, 2017

**Draft**  
**For Discussion Purposes Only**

**STUDENT ENERGY**  
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**For the Year Ended December 31, 2017**

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**STUDENT ENERGY**  
**Statement of Financial Position**  
For the year ended December 31, 2017

	2017	2016
<b>ASSETS</b>		
<b>Current</b>		
Cash	\$ 4,829	\$ 71,277
Accounts and notes receivable (Note 3)	4,543	317
GST receivable	1,119	6,201
Prepaid expenses	2,276	-
	<u>12,767</u>	<u>77,795</u>
<b>Property and equipment (Note 4)</b>	<b>52,289</b>	<b>83,103</b>
	<u>\$ 65,056</u>	<u>\$ 160,898</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$ 15,786	\$ 9,545
<b>Deferred contributions (Note 5)</b>	<b>36,709</b>	<b>84,415</b>
	<u>52,495</u>	<u>93,960</u>
<b>Net assets</b>		
Unrestricted	(11,775)	33,244
Invested in property and equipment	24,330	33,688
Share capital	6	6
	<u>12,561</u>	<u>66,938</u>
	<u>\$ 65,056</u>	<u>\$ 160,898</u>

Approved by:

Director: \_\_\_\_\_

Director: \_\_\_\_\_

**STUDENT ENERGY**  
**Statement of Operations**  
For the year ended December 31, 2017

	2017	2016
<b>REVENUE</b>		
Corporate sponsorships	\$ 208,892	\$ 141,074
Grants	75,898	79,511
Licenses and program fees	4,149	6,512
Other income	8,241	22,682
Philanthropy	519	619
<b>TOTAL REVENUE</b>	<b>297,699</b>	<b>250,398</b>
<b>EXPENSES</b>		
Salaries and wages	138,634	132,412
Travel	61,012	18,917
Contractors and consultants	43,472	32,923
Amortization	30,814	30,814
Meetings	24,330	2,137
Office and administrative	27,041	13,816
Professional fees	11,823	7,067
Facilities and equipment	7,843	1,217
Marketing	3,576	11,177
Insurance	2,325	1,125
Interest and bank charges	873	626
Website	333	3,591
<b>TOTAL EXPENSES</b>	<b>352,076</b>	<b>255,822</b>
<b>DEFICIENCY OF REVENUE OVER EXPENSES</b>	<b>\$ (54,377)</b>	<b>\$ (5,424)</b>

**STUDENT ENERGY**  
**Statement of Changes in Net Assets**  
For the Year Ended December 31, 2017

	Shareholders equity	Invested in property and equipment	Unrestricted	2017	2016
Net assets, beginning of the year	\$ 6	\$ 33,688	\$ 33,244	\$ <b>66,938</b>	\$ 72,362
Deficiency of revenue over expenses	-	(9,358)	(45,019)	<b>(54,377)</b>	(5,424)
<b>Net assets (deficiency), end of the year</b>	\$ 6	\$ 24,330	\$ (11,775)	\$ <b>12,561</b>	\$ 66,938

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**STUDENT ENERGY**  
**Statement of Cash Flows**  
For the Year Ended December 31, 2017

	2017	2016
<b>OPERATING ACTIVITIES:</b>		
Deficiency of revenue over expenses	\$ (54,377)	\$ (5,424)
Change in non-cash working capital		
Accounts and notes receivable	(4,226)	14,688
Amortization expense	30,814	30,814
Goods and services tax recoverable	5,082	(1,209)
Prepaid expenses	(2,276)	-
Accounts payable and accrued liabilities	6,241	109
	<u>(18,742)</u>	<u>38,978</u>
<b>FINANCING ACTIVITIES:</b>		
Deferred contributions	<u>(47,706)</u>	21,684
	<u>(47,706)</u>	<u>21,684</u>
<b>Increase (decrease) in cash</b>	<b>(66,448)</b>	<b>60,662</b>
Cash at the beginning of the year	<u>71,277</u>	<u>10,615</u>
<b>CASH AND EQUIVALENTS, END OF YEAR</b>	<b>\$ 4,829</b>	<b>\$ 71,277</b>

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# STUDENT ENERGY

Notes to Financial Statements  
For the Year Ended December 31, 2017

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## 1. DESCRIPTION OF BUSINESS

Student Energy (the "Organization") is an organization with a global outlook that is creating the next generation of energy leaders committed to transitioning the world to a sustainable future. The Organization is a registered charity and was incorporated on October 6, 2011 under the Companies Act of Alberta and is not subject to tax under Section 149(1)(l) of the Income Tax Act.

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## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

### a) 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.

### b) Financial instruments

The Organization initially measures their financial assets and financial liabilities at fair value. They subsequently measure all of their financial assets and liabilities at amortized cost.

The financial assets measured at amortized cost include cash. The financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

### c) Donated services

Volunteers contribute significant amounts of time to the activities of the Organization without compensation. Because of the difficulty in determining the fair value of the services contributed, there has been no recognition of these services in the financial statements.

### d) Use of estimates

The preparation of financial statements in accordance 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 at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

### e) Property, plant and equipment

Purchased property and equipment is recorded at cost. Donated property and equipment is recorded at fair market value at the date of acquisition. Amortization is provided on a straight-line basis over the estimated useful life of the assets as follows:

Website development costs	5 years
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### e) Share Capital

The Organization issued 6 common voting shares valued at \$1 each to the members of the board.

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**STUDENT ENERGY**  
**Notes to Financial Statements**  
**For the Year Ended December 31, 2017**

**3. ACCOUNTS RECEIVABLE**

	2017	2016
Wage subsidy grant	\$ 3,750	\$ -
Travel reimbursement	793	-
Other	-	317
	<u>\$ 4,543</u>	<u>\$ 317</u>

**4. PROPERTY AND EQUIPMENT**

	COST		ACCUMULATED AMORTIZATION		NET BOOK VALUE	
	2016	2017	2016	2017	2016	2017
Web development cost	\$ 154,072	\$ 154,072	\$ 70,969	\$ 101,783	\$ 83,103	\$ 52,289

**5. DEFERRED CONTRIBUTIONS**

	2016	Additions	Transfers	Utilizations	2017
Related to operations:					
Calgary Foundation	\$ 35,000	\$ -	\$ -	\$ (35,000)	\$ -
ECO Canada	-	3,750	-	-	3,750
Social Planning Council of Ottawa	-	5,000	-	-	5,000
	<u>35,000</u>	<u>8,750</u>	<u>-</u>	<u>(35,000)</u>	<u>8,750</u>
Related to property, plant and equipment:					
RBC Foundation	12,513	-	-	(5,433)	7,080
Suncor	36,902	-	-	(16,023)	20,879
	<u>\$ 84,415</u>	<u>\$ 8,750</u>	<u>\$ -</u>	<u>\$ (56,456)</u>	<u>\$ 36,709</u>

**6. CAPITAL MANAGEMENT**

Student Energy defines available capital as its net assets and deferred contributions. The Organization's objective is to ensure that capital resources are readily available to meet its approved operating and capital expenditure programs and liabilities as they become due.

The Organization monitors its capital through the use of detailed budgets that are approved by the Board of Directors and the actual results are compared to budget on a periodic basis. Changes to the activity of the Organizations expenditures and other policy amendments are ongoing and are approved by the Board of Directors as needed.