

**SOCIETY FOR TEACHING AND LEARNING
IN HIGHER EDUCATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014**

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INDEPENDENT AUDITOR'S REPORT

To the Directors:

Report on the Financial Statements

We have audited the accompanying financial statements of Society For Teaching And Learning In Higher Education which comprise the balance sheet as at December 31, 2014, and the statements of accumulated surplus, revenue and expenditure and cash flow 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 generally accepted accounting principles, 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 these 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, these financial statements present fairly, in all material respects, the balance sheet of Society For Teaching And Learning In Higher Education as at December 31, 2013, and its financial performance and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Smiths Falls, Ontario
, 201

Chartered Professional Accountants
Licensed Public Accountants

**SOCIETY FOR TEACHING AND LEARNING
IN HIGHER EDUCATION**

BALANCE SHEET

AS AT DECEMBER 31, 2014

	2014	2013
ASSETS		
CURRENT		
Cash	\$ 278,648	\$ 235,376
Amounts receivable	119,328	9,638
GST/HST recoverable	-	2,763
Prepaid expenses	358	1,311
	<u>\$ 398,334</u>	<u>\$ 249,088</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 26,662	\$ 31,727
Deferred membership revenue (note 2)	57,176	39,033
GST/HST payable	6,964	-
	<u>90,802</u>	<u>70,760</u>
ACCUMULATED SURPLUS	<u>307,532</u>	<u>178,328</u>
	<u>\$ 398,334</u>	<u>\$ 249,088</u>

APPROVED ON BEHALF OF THE BOARD

Director

Director

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

**SOCIETY FOR TEACHING AND LEARNING
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STATEMENT OF ACCUMULATED SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 2014

	2014	2013
Unrestricted - General Operations		
Balance, beginning of period	\$ 55,641	\$ 154,564
Institutional membership allocation to EDC	(10,700)	(8,600)
Board grant to 3M Council	-	(5,000)
Net revenue (expense) for the year	105,962	(85,323)
Balance, end of period	150,903	55,641

Restricted

	3M Programs					2014	2013
	National Teaching Fellowship	National Student Fellowship	3M Council	EDC	D2L Innovation Award		
Balance, beginning of period	45,102	20,681	8,226	28,425	20,253	122,687	97,067
Institutional membership allocation from general operations	-	-	-	10,700	-	10,700	8,600
Board grant from general operations	-	-	-	-	-	-	5,000
Net revenue (expense) for the year	11,506	5,931	(87)	(2,272)	8,164	23,242	12,020
Balance, end of period	56,608	26,612	8,139	36,853	28,417	156,629	122,687
Total Accumulated Surplus						\$ 307,532	\$ 178,328

The accompanying notes are an integral part of these financial statements.

**SOCIETY FOR TEACHING AND LEARNING
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STATEMENT OF REVENUES AND EXPENDITURES

FOR THE YEAR ENDED DECEMBER 31, 2014

	General Operations	3M Programs		3M Council	EDC	D2L Innovation Award	2014	2013
		National Teaching Fellowship	National Student Fellowship					
REVENUES								
Membership dues								
- individual (note 2)	\$ 66,354	-	-	-	\$ 8,320	-	\$ 74,674	\$ 32,895
Membership dues								
- institutional	88,500	-	-	-	-	-	88,500	90,500
Corporate funding	-	90,000	75,000	-	-	20,000	185,000	185,000
Book sales	231	-	-	-	-	-	231	565
Conference, net	76,702	-	-	-	-	-	76,702	14,358
Interest and other								
income	20,784	10,000	-	10,000	-	-	40,784	13,817
Alan Blizzard Award	10,000	-	-	-	-	-	10,000	-
Chris Knapper Award	-	-	-	-	-	-	-	2,500
	262,571	100,000	75,000	10,000	8,320	20,000	475,891	339,635
EXPENSES								
Administration	16,514	-	-	-	-	-	16,514	13,452
Advertising and								
selection	400	15,272	434	-	-	-	16,106	18,494
Alan Blizzard Award	-	-	-	-	-	-	-	4,411
Publications	8,334	-	-	-	-	-	8,334	25,115
Insurance	1,539	-	-	-	-	-	1,539	1,425
3M Impact study	-	13,007	-	-	-	-	13,007	-
Journal (CJSoTL)	2,678	-	-	-	-	-	2,678	4,058
Management fee/ secretariat	78,342	-	-	-	-	-	78,342	92,389
Miscellaneous	3,569	164	-	1,238	453	4,463	9,887	19,722
Professional fees	6,000	-	-	-	-	428	6,428	4,280
Projects	4,814	-	1,100	-	2,070	-	7,984	17,290
Program coordinator	-	3,852	-	-	-	-	3,852	3,882
Registration and								
meetings	1,652	-	4,956	530	201	-	7,339	7,965
Retreat and								
facilitation	992	35,073	-	-	-	-	36,065	46,530
Travel	18,763	21,126	12,579	819	158	1,945	55,390	50,215
Teaching and								
Learning Canada	356	-	-	-	-	-	356	31,330
Grant Program	3,000	-	50,000	7,500	7,710	5,000	73,210	71,742
GST/HST expense	8,779	-	-	-	-	-	8,779	-
Website maintenance	877	-	-	-	-	-	877	638
	156,609	88,494	69,069	10,087	10,592	11,836	346,687	412,938
Net revenue (expense)	\$ 105,962	\$ 11,506	\$ 5,931	\$ (87)	\$ (2,272)	\$ 8,164	\$ 129,204	\$ (73,303)

The accompanying notes are an integral part of these financial statements.

**SOCIETY FOR TEACHING AND LEARNING
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STATEMENT OF CASH FLOW

FOR THE YEAR ENDED DECEMBER 31, 2014

	2014	2013
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenditures	\$ 129,204	\$ (73,303)
CHANGES IN CERTAIN NON-CASH OPERATING ASSETS AND LIABILITIES		
Amounts receivable	(109,690)	63,977
GST/HST recoverable/payable	9,727	5,538
Prepaid expenses	953	9,182
Accounts payable and accrued liabilities	(5,065)	(28,364)
Deferred revenue - membership revenue	18,143	39,033
	(85,932)	89,366
INCREASE (DECREASE) IN CASH	43,272	16,063
CASH, BEGINNING OF YEAR	235,376	219,313
CASH, END OF YEAR	\$ 278,648	\$ 235,376

The accompanying notes are an integral part of these financial statements.

**SOCIETY FOR TEACHING AND LEARNING
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NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2014

1. ORGANIZATION

The Society For Teaching And Learning In Higher Education (STLHE) is a not for profit organization. The purpose of the Society is to collaborate efforts to enhance the effectiveness of university teaching and learning. The Society accomplishes this through education, information and a forum for consensus building.

INCORPORATION

Pursuant to letters patent dated September 17, 2008 the organization has made application for incorporation without share capital under Part II of the Canada Corporations Act.

2. SIGNIFICANT ACCOUNTING POLICIES

Accounting Framework

The organization has adopted the accounting standards for not-for-profit organizations.

Revenues and Expenditures

All income and expenditures are on the accrual basis.

Revenue Recognition

Previously individual membership fees were on a calendar year basis, and were recorded in the fiscal year to which they relate. In 2014, and subsequent, the individual memberships are on an anniversary date based on the month of membership renewal. This now requires a determination of the amount of the individual membership to the fiscal year end.

Institutional membership fees are recorded in the fiscal year to which they relate.

Conference and other sources of revenue are recorded in the fiscal year it occurs.

Accumulated Surplus

The Board of Directors distinguishes the surplus into two categories, restricted and unrestricted. The unrestricted surplus may be used at the Society's discretion, whereas, the restricted surplus relates to the 3M Teaching Fellowships, the National Student Fellowship, the 3M Council, the Educational Developers Caucus (EDC) and the D2L Innovation Award. The related surplus will be specifically utilized to achieve the programs objectives.

3. INCOME TAXES

The Society For Teaching and Learning In Higher Education is a not for profit organization not subject to income taxes.

**SOCIETY FOR TEACHING AND LEARNING
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NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2014

4. FINANCIAL INSTRUMENTS

The fair value of cash, accounts receivable, and accounts payable and accrued liabilities is approximately equal to the carrying value due to the short term nature of the instruments.

The exposure to interest rate risk and credit risk is nominal.

The organization's exposure to and management of risk has not changed materially from December 31, 2013.

5. CAPITAL DISCLOSURES

The organization defines capital as the sum of its unrestricted and internally restricted net assets. The organization is not subject to externally imposed requirements on capital.

The organization's objectives when managing capital are:

- (a) to fiscally operate within the parameters established in the operational budgets approved by the Executive Committee.
- (b) to maintain sufficient liquidity to enable it to meet its obligations as they become due.

6. PRIOR YEAR FIGURES

Certain of the prior year figures have been reclassified to agree with the current year presentation.

7. CERTIFICATE OF CONTINUANCE

The new Canada Not-for-profit Corporations Act (NFP Act) required a corporation to transition by October 17, 2014. As at the audit report date the corporation has not complied with this legislation.