

**FUTURE TRANSPORTATION
LEADERS FUND**

FINANCIAL STATEMENTS

FOR THE 353 DAYS ENDED AUGUST 31, 2024
(UNAUDITED)

Wilkinson Rogers LLP

Chartered Professional Accountants

680 Waterloo Street

London, ON N6A 0B3

T: 519.661.0990 F: 519.661.0996 E: office@wilkinsonrogers.com

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

**To the members of
Future Transportation Leaders Fund**

We have reviewed the accompanying financial statements of Future Transportation Leaders Fund that comprise the statement of financial position as at August 31, 2024 and the statement of operations and changes in fund balance and cash flows for the 353 days then ended, and a summary of significant accounting policies and other explanatory

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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Future Transportation Leaders Fund as at August 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for Not-for-Profit organizations.

Wilkinson Rogers LLP

CHARTERED PROFESSIONAL ACCOUNTANTS, LICENSED PUBLIC ACCOUNTANTS

"UNAUDITED"
London, Ontario
November 11, 2024

FUTURE TRANSPORTATION LEADERS FUND
STATEMENT OF FINANCIAL POSITION
AS AT AUGUST 31, 2024

ASSETS

Cash	\$ 93,843
Accounts receivable	<u>6,593</u>
	<u>\$ 100,436</u>

LIABILITIES

Accounts payable and accrued liabilities	<u>\$ 2,838</u>
--	-----------------

FUND BALANCE

OPERATING	<u>97,598</u>
	<u>\$ 100,436</u>

Approved by:

Director: 

Director: 

FUTURE TRANSPORTATION LEADERS FUND
STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES
FOR THE 353 DAYS ENDED AUGUST 31, 2024

REVENUE

Donations	\$ 107,525
Sponsorships	<u>10,500</u>
	<u>118,025</u>

EXPENSES

Awards and scholarships	16,982
Professional fees	3,413
Interest and bank charges	<u>32</u>
	<u>20,427</u>

EXCESS OF REVENUE OVER EXPENSES	<u>\$ 97,598</u>
--	-------------------------

FUND BALANCE - Beginning	\$ -
Excess of revenue over expenditures	<u>97,598</u>
FUND BALANCE - Ending	<u>\$ 97,598</u>

FUTURE TRANSPORTATION LEADERS FUND
STATEMENT OF CASH FLOWS
FOR THE 353 DAYS ENDED AUGUST 31, 2024

OPERATING ACTIVITIES

Excess of revenue over expenses	\$ 97,598
Changes in non-cash working capital balances	
Accounts receivable	(6,593)
Accounts payable and accrued liabilities	<u>2,838</u>
Cash flow from operating activities	<u>93,843</u>
NET INCREASE IN CASH DURING THE YEAR	93,843
CASH - Beginning	<u>-</u>
CASH - Ending	<u><u>\$ 93,843</u></u>

FUTURE TRANSPORTATION LEADERS FUND
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2024

1. NATURE OF BUSINESS

The Foundation is a private foundation whose purpose is to support the next generation of industry leaders in transportation engineering by providing the necessary resources and opportunities to help emerging leaders. The Foundation is a registered charity under the Income Tax Act (79027 7552 RR0001).

As a result of its registered charity status, the Foundation is exempt from income tax and is able to issue donation receipts for income tax purposes. In order to maintain its registered charity status, the Foundation is required to meet its disbursement quota on an annual basis by spending on their own charitable activities or distributing grants to qualified donees.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Foundation has elected to prepare its financial statements in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO) within the framework of the accounting policies summarized below.

a) Fund accounting

The foundation, which follows the deferral method of accounting for contributions, uses one fund to record its transactions, the operating fund.

b) Revenue recognition

The Foundation earns revenue from donations and sponsorships.

The Foundation follows the deferral method of accounting for contributions, which includes donations and sponsorships. Sponsorships are recorded as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Donations are recorded when received since pledges are not legally enforceable claims. Unrestricted contributions are recognized as revenue when initially recorded in the accounts. Externally restricted contributions are deferred when initially recorded in the accounts and recognized as revenue in the year in which the related expenses are recognized.

c) Cash

Cash consists of bank balances less outstanding cheques.

d) Donated services

A large number of people have contributed a significant amount of time and services to the organization without compensation. The financial statements do not reflect the value of these contributed services because, although clearly substantial, no reliable basis exists for determining an appropriate amount.

FUTURE TRANSPORTATION LEADERS FUND
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

e) Measurement of financial instruments

Financial instruments are recorded at fair value on initial recognition. The association subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash, and accounts receivables.

Financial liabilities measured at amortized cost include the accounts payable and accrued liabilities.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized. The amount of the reversal is recognized in income.

f) Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles for not-for-profit organizations requires management to make estimates and assumptions that effect the reported amount of assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. The main estimates relate to the allowance for doubtful accounts receivable. These estimates are reviewed periodically, and as adjustments become necessary, they are reported in income in the period in which they became known. Actual results could differ from these estimates.

3. RELATED PARTY TRANSACTIONS

The Future Transportation Leaders Fund and Canadian Institute of Transportation Engineers ("The Institute") are common control organization.

The Foundation received donations totalling \$100,000 from The Institute.

Initial operating expenses of \$5,519 were paid by The Institute during the year.

All these transactions were carried out in the normal course of operations and are recorded at the exchange amount, which is the amount of consideration agreed upon by the parties and is determined based on the costs incurred. At year end, no amounts were due to or from The Institute.

4. ECONOMIC DEPENDENCE

The Foundation is controlled by Canadian Institute of Transportation Engineers, since the Institute's management is closely involved in developing The Foundation's policies and can influence their content. The Foundation is economically dependent on The Institute for donation during the year. Donations received from The Institute represents 85% of the Foundation's total revenues.

FUTURE TRANSPORTATION LEADERS FUND
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2024

5. FINANCIAL INSTRUMENTS

The Foundation is exposed to various risks through its financial instruments. The following analysis provides information about the Foundation's risk exposure and concentration.

a) 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 Foundation is exposed to credit risk in connections with accounts receivable and cash. The Foundation places its cash with high credit quality institutions and believes its exposure to credit risk is not significant.

b) Liquidity risk

The Foundation is exposed to liquidity risk which is the risk that an entity will encounter difficulty in raising funds to meet cash flow commitments associated with financial instruments. The Foundation manages liquidity risk by reviewing its cash requirements for settlement of its obligations. Liquidity requirements are managed based on expected cash flow to ensure there is sufficient capital in order to meet short-term obligations.

Unless otherwise noted, it is the Board's opinion that the Foundation is not exposed to significant market, interest or currency risks arising from its financial instruments. It is the Board's opinion that the fair values of its financial instruments approximate their carrying value.