

PILLAR NONPROFIT NETWORK
SUMMARY NON-CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2018





Chartered Professional Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Pillar Nonprofit Network

Opinion

The summary non-consolidated financial statements, which comprise of the summary statements of non-consolidated financial position as at December 31, 2018 and the summary non-consolidated statements of operations for the year then ended are derived from the audited non-consolidated financial statements of Pillar Nonprofit Network as at December 31, 2018. We expressed a qualified opinion on those non-consolidated financial statements in our report dated April 18, 2019.

In our opinion, the accompanying summary non-consolidated financial statements are a fair summary of the audited non-consolidated financial statements, on the basis described in Note 2. However, the summary non-consolidated financial statements could be misstated to the equivalent extent as the audited statements of Pillar Nonprofit Network for the year then ended December 31, 2018.

Summary Non-Consolidated Financial Statements

The summary non-consolidated financial statements do not contain all the disclosures required by the Canadian accounting standards for not-for-profit organizations. Reading the summary non-consolidated financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited non-consolidated financial statements and the auditor's report thereon.

The Audited Non-Consolidated Financial Statements and Our Report Thereon

We expressed a qualified opinion on the audited non-consolidated financial statements in our report dated April 18, 2019. The qualified opinion expressed on the complete audited non-consolidated financial statements was derived from a scope limitation on the completeness of donation revenues.

Management's Responsibility for the Summary Non-Consolidated Financial Statements

Management is responsible for the preparation and fair summarization of the audited non-consolidated financial statements on the basis described in Note 2.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary non-consolidated financial statements are a fair summary of the audited non-consolidated financial statements based on our procedures, which we conducted in accordance with Canadian Auditing Standard (CAS) 810, *Engagements to Report on Summary Financial Statements*.

London, Ontario
April 23, 2019

Davis Martindale LLP
Chartered Professional Accountants
Licensed Public Accountants

PILLAR NONPROFIT NETWORK
Summary Non-Consolidated Financial Statements
As at December 31, 2018 for the years then ended.

	2018	2017
	\$	\$
Summary Statement of Financial Position		
Current assets	1,147,384	765,546
Intangible and capital assets	4,826,518	5,038,309
Long term assets	369,779	81,866
	<u>6,343,681</u>	<u>5,885,721</u>
Current liabilities (note 3)	2,709,025	407,823
Deferred contributions	752,401	422,449
Deferred capital contributions	1,610,835	1,633,550
Long-term debt (note 3)	-	2,235,649
Community bonds	1,000,000	1,000,000
	<u>6,072,261</u>	<u>5,699,471</u>
Unrestricted net assets	271,420	186,250
	<u>6,343,681</u>	<u>5,885,721</u>
Summary Statement of Operations		
Grant revenue	684,114	710,103
Organization and program revenue	389,410	331,991
Donations	157,075	235,799
Lease revenue	786,971	612,642
Amortization of deferred capital contributions	87,719	88,599
Other income	14,224	9,729
	<u>2,119,513</u>	<u>1,988,863</u>
Amortization of intangible and capital assets	227,439	235,939
Operational costs	161,840	167,474
Program expenses	448,104	439,690
Innovation Works building expenses	261,736	254,916
Interest on long-term debt	126,046	131,939
Salaries and benefits	809,179	700,428
	<u>2,034,344</u>	<u>1,930,386</u>
Excess of revenues over expenditures	<u>85,169</u>	<u>58,477</u>



PILLAR NONPROFIT NETWORK

Notes to the Summary Non-Consolidated Financial Statements

For the year ended December 31, 2018

1) Nature of Operations

Pillar Nonprofit Network (“the Organization”) was incorporated by letters of patent, under the Ontario Corporation Act, without share capital, on July 21, 2003. On December 9, 2003, the Organization received Federal charitable status.

2) Summary Non-Consolidated Financial Statements

The summary non-consolidated financial statements are derived from the audited non-consolidated financial statements, prepared in accordance with Canadian accounting standards for not-for-profit organizations, as at and for the year ended December 31, 2018.

The preparation of these summary non-consolidated financial statements requires management to determine the information that needs to be reflected in them so that they are consistent in all material respects with, or represent a fair summary of, the audited non-consolidated financial statements.

Management prepared these summary non-consolidated financial statements using the following criteria:

- information in the summary non-consolidated financial statements agrees with the related information in the audited non-consolidated financial statements;
- major subtotals, totals and comparative information from the audited non-consolidated financial statements are included; and
- the summary non-consolidated financial statements contain the information from the audited non-consolidated financial statements dealing with matters having a pervasive or otherwise significant effect on the summary non-consolidated financial statements.

Management determined that the statement of cash flows does not provide additional useful information and such has not included them as part of the summary non-consolidated financial statements.

The complete audited non-consolidated financial statements of the Pillar Nonprofit Network are available upon request by contacting the Organization.

3) Long-term Debt

Included in current liabilities is \$2,234,236 of long-term debt. Management is in the process of negotiating renewal terms to finance this debt which is maturing in 2019.

