



Financial Statements

Ontario Online Learning Consortium

March 31, 2025

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Independent Auditor's Report

To the Members of
[Ontario Online Learning Consortium](#)

Opinion

We have audited the financial statements of Ontario Online Learning Consortium, which comprise the statement of financial position as at March 31, 2025, and the statements of changes in net assets, operations and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2025, 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.

Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Markham, Canada
June 23, 2025

Doane Grant Thornton LLP

Chartered Professional Accountants
Licensed Public Accountants

Ontario Online Learning Consortium

Statement of Financial Position

March 31

2025

2024

Assets

Current

| | | |
|------------------|------------------|------------------|
| Cash | \$ 2,717,786 | \$ 3,478,066 |
| Receivables | 353,844 | 636,445 |
| Prepaid expenses | 312,887 | 114,413 |
| | <u>3,384,517</u> | <u>4,228,924</u> |

Property and equipment (Note 3)

16,713 15,416

Intangible assets (Note 4)

1,121,223 600,680

\$ 4,522,453 \$ 4,845,020

Liabilities

Current

| | | |
|--|------------------|------------------|
| Accounts payable and accrued liabilities | \$ 905,703 | \$ 2,862,947 |
| Deferred revenue (Note 5) | <u>2,036,088</u> | <u>1,410,974</u> |
| | <u>2,941,791</u> | <u>4,273,921</u> |

Long-term

| | | |
|--|------------------|------------------|
| Deferred contributions | 292,720 | 48,324 |
| Deferred contributions for capital assets (Note 7) | <u>1,137,942</u> | <u>522,775</u> |
| | <u>1,430,662</u> | <u>571,099</u> |
| | <u>4,372,453</u> | <u>4,845,020</u> |

Fund balances

Unrestricted

| | | |
|--|---------------------|---------------------|
| Internally restricted operating reserve | 100,000 | - |
| Internally restricted technology reserve | <u>50,000</u> | <u>-</u> |
| | <u>150,000</u> | <u>-</u> |
| | <u>\$ 4,522,453</u> | <u>\$ 4,845,020</u> |

On behalf of the Board

Angela Lockridge

Angela Lockridge (Jun 25, 2025 20:55 EDT) Director

Ann Marie Vaughan

Ann Marie Vaughan (Jun 25, 2025 20:57 EDT) Director

06/25/2025

Ontario Online Learning Consortium

Statement of Operations

| Year ended March 31 | 2025 | 2024 |
|--|-------------------|-------------------|
| Revenue | | |
| Government grants (Note 10) | \$ 9,878,562 | \$ 19,245,801 |
| Cost recoveries | 215,705 | 5,929 |
| Interest income | 88,344 | 218,671 |
| | <u>10,182,611</u> | <u>19,470,401</u> |
| Expenses | | |
| Salaries and benefits | 6,448,261 | 7,713,156 |
| Professional fees | 1,775,614 | 8,738,515 |
| Computing and financial services | 785,367 | 905,608 |
| Communications | 324,876 | 1,455,237 |
| Space rental and insurance | 303,228 | 279,070 |
| Meetings, travel, conferences and registration | 193,425 | 173,257 |
| Amortization | 171,614 | 178,360 |
| Office supplies and maintenance | 30,226 | 27,198 |
| | <u>10,032,611</u> | <u>19,470,401</u> |
| Excess of revenue over expenses | <u>\$ 150,000</u> | <u>\$ -</u> |

Ontario Online Learning Consortium

Statement of Changes in Net Assets

Year ended March 31

| | Unrestricted | Internally restricted operating reserve | Internally restricted technology reserve | Total 2025 | Total 2024 |
|---------------------------------------|--------------|--|---|---------------|---------------|
| Balance, beginning of year | \$ - | \$ - | \$ - | \$ - | \$ - |
| Excess of revenue over expenses | 150,000 | - | - | 150,000 | - |
| Transfers | (150,000) | 100,000 | 50,000 | - | - |
| Balance, end of year | \$ - | \$ 100,000 | \$ 50,000 | \$ 150,000 | \$ - |

Ontario Online Learning Consortium

Statement of Cash Flows

Year ended March 31

2025

2024

Increase (decrease) in cash

Operating

| | | |
|---|-----------------|------------------|
| Excess of revenue over expenses | \$ 150,000 | \$ - |
| Items not affecting cash | | |
| Amortization of property and equipment | 171,614 | 10,269 |
| Amortization of intangible assets | - | 168,092 |
| | <u>321,614</u> | <u>178,361</u> |
| Change in non-cash working capital items | | |
| Receivables | 52,047 | (180,581) |
| Harmonized sales tax | 230,554 | (35,098) |
| Prepaid expenses | (198,474) | (26,468) |
| Accounts payable and accrued liabilities | (1,957,244) | 2,241,138 |
| Deferred revenue | 625,114 | (1,442,875) |
| Deferred contributions | 244,396 | 48,324 |
| Deferred contributions for capital assets | 615,167 | 522,775 |
| | <u>(66,826)</u> | <u>1,305,576</u> |

Investing

| | | |
|------------------------------------|------------------|------------------|
| Purchase of property and equipment | (8,559) | (13,978) |
| Purchase of intangible assets | (684,895) | (553,247) |
| | <u>(693,454)</u> | <u>(567,225)</u> |

(Decrease) increase in cash

(760,280) 738,351

Cash

| | | |
|-------------------|---------------------|---------------------|
| Beginning of year | <u>3,478,066</u> | <u>2,739,715</u> |
| End of year | <u>\$ 2,717,786</u> | <u>\$ 3,478,066</u> |

Ontario Online Learning Consortium

Notes to the Financial Statements

March 31, 2025

1. Nature of operations

Ontario Online Learning Consortium was incorporated on October 3, 2014 under the Canada Not-for-Profit Corporation Act. The organization is exempt from income tax, except for income from property, under Section 149(1) of the Income Tax Act.

The Organization is a collaborative centre of excellence in online and technology-enabled learning, governed and operated by Ontario's publicly assisted post-secondary institutions.

2. Summary of significant accounting policies

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO) using the deferral fund method of reporting externally restricted contributions.

Use of estimates

The preparation of the Organization's financial statements in conformity with ASNPO requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the balance sheet date and the reported amounts of revenues and expenses during the reporting period. Due to the inherent uncertainty involved in making estimates, actual results could differ from those estimates. Significant items subject to such estimates and assumptions include accrued liabilities and useful lives of property, equipment and intangible assets.

Financial instruments

The Organization's financial instruments are comprised of cash, receivables and accounts payable. Financial assets and liabilities are initially recognized at their fair value. The Organization subsequently measures all financial assets and financial liabilities at amortized cost.

Property and equipment

Property and equipment are recorded at cost and are being amortized over their estimated useful lives. The annual amortization rates are as follows:

| | |
|------------------------|---------|
| Computer equipment | 3 years |
| Furniture and fixtures | 5 years |

Intangible assets

Intangible assets are recorded at cost and are being amortized over their estimated useful lives. The annual amortization rates are as follows:

| | |
|--------------------|---------|
| Digital Properties | 5 years |
|--------------------|---------|

The Organization tests their property and equipment and intangible assets (long-lived assets) for impairment whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. An impairment loss is recognized when the carrying amount of the long-lived asset exceeds the sum of the undiscounted cash flows resulting from its use and eventual disposition. The impairment loss is measured as the amount by which the carrying amount of the long-lived asset exceeds its fair value.

Ontario Online Learning Consortium

Notes to the Financial Statements

March 31, 2025

2. Summary of significant accounting policies (continued)

Accrual of expenses

Expenses have been recorded using the accrual basis of accounting, and all expenses have been recorded in the period to which the expense relates.

Revenue recognition

Grants are initially recorded as deferred revenue and are recognized as revenue in the year in which the related expenses are incurred.

Investment and other income is recognized when received or receivable and the amount can be reasonably estimated and collection reasonably assured.

Cost recovery relates to non member access to our programs and services. Revenue is initially recorded as deferred revenue and is recognized as revenue in the year in which the related expenses are incurred.

Contributed goods and services

Contributed goods and services are not reflected in these financial statements as the fair values of these goods and services cannot be reasonably estimated.

Fund balances

The purpose of the internally restricted operating reserve is to create and maintain an operating reserve that ensures the long-term financial stability of OOLC. This reserve will be implemented in concert with the other governance and financial policies of OOLC and is intended to support the goals and strategies contained in these related policies and overall strategic and operational plans.

The purpose of the internally restricted technology reserve is intended to support routine maintenance, periodic upgrades, and future technology development and purchases.

3. Property and equipment

| | | | <u>2025</u> | <u>2024</u> |
|------------------------|-------------------|-------------------------------------|---------------------------|---------------------------|
| | <u>Cost</u> | <u>Accumulated Amortization</u> | <u>Net Book Value</u> | <u>Net Book Value</u> |
| Computer equipment | \$ 78,566 | \$ 61,853 | \$ 16,713 | \$ 13,500 |
| Leasehold improvements | 75,090 | 75,090 | - | - |
| Furniture and fixtures | <u>19,643</u> | <u>19,643</u> | <u>-</u> | <u>1,916</u> |
| | <u>\$ 173,299</u> | <u>\$ 156,586</u> | <u>\$ 16,713</u> | <u>\$ 15,416</u> |

Ontario Online Learning Consortium

Notes to the Financial Statements

March 31, 2025

4. Intangible assets

| | | | <u>2025</u> | <u>2024</u> |
|--------------------|---------------------|-------------------------------------|---------------------------|---------------------------|
| | <u>Cost</u> | <u>Accumulated Amortization</u> | <u>Net Book Value</u> | <u>Net Book Value</u> |
| Digital Properties | <u>\$ 2,645,157</u> | <u>\$ 1,523,934</u> | <u>\$ 1,121,223</u> | <u>\$ 600,680</u> |

5. Deferred revenue

| | <u>Balance, beginning of year</u> | <u>Funds received</u> | <u>Expenditures</u> | <u>Funds Reallocated to Other TPAs/ Repayments to Ministry</u> | <u>Balance, end of year</u> |
|--|---|---------------------------|-----------------------|--|---------------------------------|
| Operations and strategic initiatives 2016 – 2025 | \$ 630,833 | \$ 7,771,808 | \$ (7,702,071) | \$ (184,361) | \$ 516,209 |
| Ontario collaboration platform | - | 772,315 | (770,000) | - | 2,315 |
| French as a Second Language (FSL 2.0) | 495,326 | 44,158 | (434,701) | (60,625) | 44,158 |
| French as a Second Language (FSL 3.0) | - | 1,514,647 | (1,353,902) | - | 160,745 |
| Virtual learning support for institutions | 15,223 | - | - | - | 15,223 |
| Virtual learning supports for institutions 2.0 | - | 12,367 | - | - | 12,367 |
| Virtual Learning Supports for Institutions 3.0 | - | 873,014 | - | - | 873,014 |
| Cost recovery revenue | 138,688 | 308,900 | (55,340) | (150,000) | 242,248 |
| IP Curriculum 2.0 | 62,280 | - | - | - | 62,280 |
| IRAP | 8,761 | 100,000 | (75,778) | - | 32,983 |
| IPON | 53,200 | 24,238 | (9,555) | - | 67,883 |
| Other | 6,663 | - | - | - | 6,663 |
| | <u>\$ 1,410,974</u> | <u>\$ 11,421,447</u> | <u>\$(10,401,347)</u> | <u>\$ (394,986)</u> | <u>\$ 2,036,088</u> |

Ontario Online Learning Consortium

Notes to the Financial Statements

March 31, 2025

6. Deferred contributions

Deferred contributions represent the unamortized amount of grants and other contributions received or receivable for the prepaid expenses. The amortization of contributions is recorded as revenue in the consolidated statement of operations and is amortized in relation to the expense to which it relates. The changes in the deferred contributions balances are as follows:

| | <u>2025</u> | <u>2024</u> |
|---|-------------------|------------------|
| Balance, beginning of year | \$ 48,324 | \$ - |
| Contributions received/committed | 292,720 | 48,324 |
| Amortization of deferred contributions for prepaid expenses | <u>(48,324)</u> | <u>-</u> |
| | <u>\$ 292,720</u> | <u>\$ 48,324</u> |

7. Deferred contributions for capital assets

Deferred contributions for capital assets represent the unamortized amount of grants and other contributions received or receivable for the purchase of capital assets. The amortization of capital contributions is recorded as revenue in the consolidated statement of operations and is amortized in relation to the asset to which it relates. The changes in the deferred contributions for capital asset balances are as follows:

| | <u>2025</u> | <u>2024</u> |
|---|---------------------|-------------------|
| Balance, beginning of year | \$ 522,775 | \$ - |
| Contributions received/committed for capital assets | 786,781 | 567,225 |
| Amortization of deferred contributions for capital assets | <u>(171,614)</u> | <u>(44,450)</u> |
| | <u>\$ 1,137,942</u> | <u>\$ 522,775</u> |

8. Commitments

The Organization has entered into a lease for office premises, expiring in 2028. Future minimum annual lease payments for the next five years and thereafter are as follows:

| | |
|------|-------------------|
| 2026 | \$ 134,271 |
| 2027 | 134,271 |
| 2028 | 134,271 |
| 2029 | <u>55,946</u> |
| | <u>\$ 458,759</u> |

Ontario Online Learning Consortium

Notes to the Financial Statements

March 31, 2025

9. Financial instruments

Transactions in financial instruments may result in the Organization assuming or transferring to another party one of more of the financial risks described below. The required disclosures provide information that assists users of the financial statements in assessing the extent of risk related to financial instruments.

Credit risk

The Organization's credit risk is primarily with respect to their accounts receivable. Given the nature of HST receivable, the Organization does not consider credit risk to be significant.

Liquidity risk

The Organization's liquidity risk represents the risk that the Organization could encounter difficulty in meeting obligations associated with financial liabilities. The Organization is exposed to liquidity risk mainly in respect of its accounts payable. The Organization manages liquidity risk by maintaining cash balances in excess of outstanding obligations.

Market risk

Market risk is the risk that the fair value or expected future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. The Company is mainly exposed to currency risk and interest rate risk.

(i) Currency risk

Currency risk is the risk to the Organization that arises from fluctuations in foreign exchange rates. The Organization is not exposed to significant currency risk as transactions in foreign currencies are limited.

(ii) Interest rate risk

Interest rate risk is the risk that the fair value (price risk) or future cash flows (cash flow risk) of a financial instrument will fluctuate because of changes in market interest rates. The Organization is not exposed to interest rate risk due to the nature of their financial instruments.

10. Economic dependence

The Organization is economically dependent on the Ministry of Colleges, Universities, Research Excellence and Security for grant revenue.

11. Comparative figures

Comparative figures have been adjusted to conform to the current year presentation on deferred revenue, deferred contributions and deferred contributions for capital assets.


Ontario Online Learning Consortium 2025 - FS - FINAL


Final Audit Report

2025-06-26


| | |
|------------------------------|--|
| Created: | 2025-06-24 |
| By: | Jason Northway-Frank (jnorthway-frank@ecampusontario.ca) |
| Status: | Signed |
| Transaction ID: | CBJCHBCAABAAzsdb6qCRF-fhleAVdfLgl5NgOSiCCjN3 |
| Number of Documents: | 1 |
| Document page count: | 13 |
| Number of supporting files: | 0 |
| Supporting files page count: | 0 |


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 Signer angelalockridge@rogers.com entered name at signing as Angela Lockridge
2025-06-26 - 0:55:32 AM GMT- IP address: 209.226.199.73

 Document e-signed by Angela Lockridge (angelalockridge@rogers.com)
Signature Date: 2025-06-26 - 0:55:34 AM GMT - Time Source: server- IP address: 209.226.199.73

 Document emailed to annmarie.vaughan@humber.ca for signature
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 Signer annmarie.vaughan@humber.ca entered name at signing as Ann Marie Vaughan

2025-06-26 - 0:56:58 AM GMT- IP address: 24.156.237.151

 Document e-signed by Ann Marie Vaughan (annmarie.vaughan@humber.ca)

Signature Date: 2025-06-26 - 0:57:00 AM GMT - Time Source: server- IP address: 24.156.237.151

 Agreement completed.

2025-06-26 - 0:57:00 AM GMT

