

**COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
FINANCIAL STATEMENTS
(UNAUDITED)
AS AT DECEMBER 31, 2012**

**COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
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AS AT DECEMBER 31, 2012**

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REVIEW ENGAGEMENT REPORT

To the Directors of
Committee for Innovative Thinking for Youth

We have reviewed the statement of financial position of Committee for Innovative Thinking for Youth as at December 31, 2012 and the statements of operations and changes in net assets and cash flows for the year then ended. These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of inquiry, analytical procedures and discussion related to information supplied to us by the Organization.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.

Wilkinson & Company LLP

TRENTON, Canada
March 28, 2013

Chartered Accountants
Licensed Public Accountants

**COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2012
(UNAUDITED)**

	2012	2011
	\$	\$
CURRENT ASSETS		
Cash	39,981	45,659
Prepaid expenses	1,706	-
	41,687	45,659
EQUIPMENT - Note 4	5,669	-
	47,356	45,659
 CURRENT LIABILITIES		
Accounts payable and accrued liabilities	3,525	-
Deferred revenue - Note 5	14,612	-
	18,137	-
NET ASSETS	29,219	45,659

APPROVED ON BEHALF OF THE BOARD

_____ Director

_____ Director

The accompanying notes form an integral part of these financial statements

**COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
(UNAUDITED)
FOR THE YEAR ENDED DECEMBER 31, 2012**

	2012 \$	2011 \$
REVENUE		
Membership and Program Fees	2,611	-
Donations	6,447	17,050
Grants	38,826	32,948
Fundraising	3,406	-
Rental	14,295	4,000
	65,585	53,998
EXPENSES		
Amortization of property, plant and equipment	1,686	-
Advertising	670	-
Bank and interest charges	92	282
Insurance	258	2,411
Food	683	-
Office supplies	3,966	2,371
Professional fees	2,997	-
Program costs	4,909	247
Rent	11,039	-
Repairs and maintenance	1,564	1,179
Utilities	11,609	1,849
Wages and salaries	42,552	-
	82,025	8,339
EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUES)	(16,440)	45,659
NET ASSETS - BEGINNING OF YEAR	45,659	-
NET ASSETS - END OF YEAR	29,219	45,659

The accompanying notes form an integral part of these financial statements

**COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
STATEMENT OF CASH FLOWS
(UNAUDITED)
FOR THE YEAR ENDED DECEMBER 31, 2012**

	2012	2011
	\$	\$
OPERATING ACTIVITIES		
Excess of revenue over expenditures (expenditures over revenues)	(16,440)	45,659
Adjustment for item which does not affect cash -		
Amortization of property, plant and equipment	1,686	-
	(14,754)	45,659
Net change in non-cash working capital balances related to operations		
Prepaid expenses	(1,706)	-
Accounts payable and accrued liabilities	3,525	-
Deferred revenue	14,612	-
	1,677	45,659
CASH FLOWS PROVIDED FROM OPERATING ACTIVITIES		
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(7,355)	-
	(7,355)	-
CASH FLOWS PROVIDED FROM (USED IN) INVESTING ACTIVITIES		
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS FOR YEAR	(5,678)	45,659
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	45,659	-
CASH AND CASH EQUIVALENTS - END OF YEAR	39,981	45,659
REPRESENTED BY:		
Cash	39,981	45,659

The accompanying notes form an integral part of these financial statements

**COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
NOTES TO FINANCIAL STATEMENTS
(UNAUDITED)
FOR THE YEAR ENDED DECEMBER 31, 2012**

1. NATURE OF ORGANIZATION

Committee for Innovative Thinking for Youth is a charitable organization incorporated under the laws of Ontario, for the purpose of providing a youth centre for the Quinte West area.

2. ACCOUNTING POLICIES

Outlined below are those accounting policies adopted by the Organization considered to be particularly significant:

(a) Basis of Accounting

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

(b) Accounting Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Significant items subject to such estimates and assumptions include valuation of accounts payable and the estimated useful life of equipment. Actual results could differ from those estimates.

(c) Equipment and Amortization

Equipment is stated at acquisition cost. Gains or losses on the disposal of individual assets are recognized in earnings in the year of disposal. Amortization of property, plant and equipment, which is based on estimated useful life, is calculated on the following bases and at the rates set out below:

Asset	Basis	Rate
Computer hardware	Declining balance	55%
Computer software	Declining balance	100%
Security system	Declining balance	20%

(d) Revenue Recognition

Donations, grants, membership fees and program fees are recorded in the year received.

(e) Income Taxes

The Organization has been registered with Canada Revenue Agency Taxation as a charitable organization and accordingly is not subject to federal and provincial income taxes.

**COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
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FOR THE YEAR ENDED DECEMBER 31, 2012**

3. CAPITAL MANAGEMENT

The Organization's objectives with respect to capital management are to maintain a minimum capital base that allows the Organization to continue with and execute its overall purpose as outlined in Note 1, "Nature of Organization". The Organization's Board of Directors perform periodic reviews of the Organization's capital needs to ensure they remain consistent with the risk tolerance that is acceptable to the Organization.

4. EQUIPMENT

	2012		2011	
	Cost	Accumulated amortization	Cost	Accumulated amortization
	\$	\$	\$	\$
Computer hardware	600	165	-	-
Computer software	939	939	-	-
Security system	5,816	582	-	-
	7,355	1,686	-	-
Cost less accumulated amortization	\$ 5,669		\$ -	

5. DEFERRED REVENUE

Deferred revenue represents the balance remaining of the Trillium grant restricted for the purpose of expenditures on wages from March 1, 2012 to February 28, 2013.

As of December 31, deferred revenue relating to wages is comprised of the following:

	2012	2011
	\$	\$
Beginning of the year	-	-
Trillium grant	50,000	-
Deduct amount recognized in revenue in the year	(35,388)	-
End of the year	14,612	-

**COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
NOTES TO FINANCIAL STATEMENTS
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6. FINANCIAL INSTRUMENTS

Financial instruments consist of cash, accounts payables and accrued liabilities. The carrying amounts approximate their fair market value due to the short-term maturity of the financial instruments. It is management's opinion that the Organization is not exposed to significant interest or currency risks from these financial instruments.

7. COMPARATIVE FIGURES

The comparative figures were not audited or reviewed, and as such there is no opinion expressed on these figures.