

**COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
FINANCIAL STATEMENTS
(UNAUDITED)
AS AT DECEMBER 31, 2014**

COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
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AS AT DECEMBER 31, 2014

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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, 2014 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 4, 2015

Chartered Accountants
Licensed Public Accountants

COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2014
(UNAUDITED)

	2014	2013
	\$	\$
CURRENT ASSETS		
Cash	43,682	17,196
Accounts receivable	-	8,667
HST Receivable	1,805	2,273
Prepaid expenses	1,828	1,843
	<u>47,315</u>	<u>29,979</u>
EQUIPMENT - Note 4	<u>3,438</u>	<u>4,383</u>
	<u>50,753</u>	<u>34,362</u>
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	4,901	2,729
Deferred revenue - Note 5	8,483	8,333
	<u>13,384</u>	<u>11,062</u>
NET ASSETS	<u>37,369</u>	<u>23,300</u>
	<u>50,753</u>	<u>34,362</u>

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, 2014

	2014 \$	2013 \$
REVENUE		
Membership and Program Fees	1,302	2,260
Donations and Grants	155,196	112,182
Fundraising	8,511	8,460
Rental	12,085	6,520
Other	1,805	3,108
	<u>178,899</u>	<u>132,530</u>
EXPENSES		
Amortization of property, plant and equipment	945	1,286
Advertising	318	888
Bank and interest charges	139	189
Insurance	2,406	2,274
Food	1,806	1,949
Fundraising	2,313	5,084
Office supplies	4,320	1,409
Professional fees	2,540	2,028
Program costs	2,179	3,062
Rent	13,000	11,000
Repairs and maintenance	3,181	2,150
Utilities	10,624	10,069
Wages and salaries	121,059	97,061
	<u>164,830</u>	<u>138,449</u>
EXCESS OF REVENUES OVER EXPENDITURES (EXPENDITURES OVER REVENUES)	14,069	(5,919)
NET ASSETS - BEGINNING OF YEAR	23,300	29,219
NET ASSETS - END OF YEAR	37,369	23,300

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, 2014**

	2014 \$	2013 \$
OPERATING ACTIVITIES		
Excess of revenues over expenditures (expenditures over revenues)	14,069	(5,919)
Adjustment for item which does not affect cash - Amortization of property, plant and equipment	945	1,286
	15,014	(4,633)
Net change in non-cash working capital balances related to operations		
Prepaid expenses	15	(137)
Accounts payable and accrued liabilities	2,172	(797)
Deferred revenue	150	(6,279)
Accounts receivable	9,135	(10,939)
CASH FLOWS PROVIDED FROM (USED IN) OPERATING ACTIVITIES	26,486	(22,785)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS FOR YEAR	26,486	(22,785)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	17,196	39,981
CASH AND CASH EQUIVALENTS - END OF YEAR	43,682	17,196
REPRESENTED BY:		
Cash	43,682	17,196

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, 2014**

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, 2014

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

	2014		2013	
	Cost	Accumulated amortization	Cost	Accumulated amortization
	\$	\$	\$	\$
Computer hardware	600	512	600	404
Computer software	939	939	939	939
Security system	5,816	2,466	5,816	1,629
	7,355	3,917	7,355	2,972
Cost less accumulated amortization	\$	3,438	\$	4,383

5. DEFERRED REVENUE

Deferred revenue represents the balance remaining of the Trillium grant restricted for the purpose of expenditures on wages from August 1, 2014 to January 31, 2015 and the balance remaining of the Bancroft Community Transit grant restricted for the purpose of expenditures on wages from September 1, 2014 to February 28, 2015.

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

	2014	2013
	\$	\$
Beginning of the year	8,333	14,612
Trillium grant	25,000	25,000
Deduct amount recognized in revenue	(29,167)	(31,279)
Bancroft Community grant	12,950	-
Deduct amount recognized in revenue Trillium	(8,633)	-
End of the year	8,483	8,333

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6. FINANCIAL INSTRUMENTS

Financial instruments consist of cash and 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.