

**COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
FINANCIAL STATEMENTS
(UNAUDITED)
AS AT DECEMBER 31, 2021**

**COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
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AS AT DECEMBER 31, 2021**

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Directors of
Committee for Innovative Thinking for Youth

We have reviewed the accompanying financial statements of Committee for Innovative Thinking for Youth that comprise the statement of financial position as at December 31, 2021, and the statements of operations and changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

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.

Basis for Qualification

In common with many not-for-profit organizations, Committee for Innovative Thinking for Youth derives revenue from donations, the completeness of which is not susceptible to satisfactory review verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of Committee for Innovative Thinking for Youth. Therefore, we were not able to determine whether any adjustments might be necessary to donations revenue, excess of expenditures over revenues, assets and net asset balances.

Qualified Conclusion

Based on our review, except for the effects of the matter described in the Basis for Qualified Conclusion paragraph, 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 Committee for Innovative Thinking for Youth as at December 31, 2021, 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 & Company LLP

TRENTON, Canada
April 12, 2022

Chartered Professional Accountants
Licensed Public Accountants

COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2021
(UNAUDITED)

	2021	2020
	\$	\$
ASSETS		
CURRENT		
Cash	144,378	128,028
Accounts receivable	5,000	-
HST receivable	3,650	3,449
Prepaid expenses and deposits	1,078	1,078
	154,106	132,555
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	9,511	7,744
LONG-TERM		
Canada Emergency Business Account - Note 3	-	40,000
	9,511	47,744
NET ASSETS	144,595	84,811
	154,106	132,555

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, 2021

	2021	2020
	\$	\$
REVENUE		
Membership and program fees	120	40
Donations and grants	232,307	121,303
Fundraising	2,725	563
Rental	1,769	-
Other	23,768	273
	260,689	122,179
EXPENSES		
Advertising	948	263
Bank and interest charges	299	454
Equipment	13,222	1,485
Food	5,625	2,039
Fundraising	3,143	445
Insurance	2,564	2,687
Office supplies	7,100	4,286
Professional fees	3,160	4,286
Program costs	22,245	11,644
Rent	-	3,000
Repairs and maintenance	9,355	6,450
Utilities	10,142	10,661
Wages and salaries	123,102	60,744
	200,905	108,444
EXCESS OF REVENUES OVER EXPENDITURES (EXPENDITURES OVER REVENUES)	59,784	13,735
NET ASSETS - BEGINNING OF YEAR	84,811	71,076
NET EARNINGS ASSETS - END OF YEAR	144,595	84,811

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, 2021

	2021	2020
	\$	\$
OPERATING ACTIVITIES		
Excess of revenues over expenditures (expenditures over revenues)	59,784	13,735
Net change in non-cash working capital balances related to operations		
Accounts payable and accrued liabilities	1,768	1,788
Accounts receivable	(5,202)	(238)
CASH FLOWS PROVIDED FROM OPERATING ACTIVITIES	56,350	15,285
INVESTING ACTIVITIES		
Decrease in short-term investments	-	50,000
CASH FLOWS PROVIDED FROM INVESTING ACTIVITIES	-	50,000
FINANCING ACTIVITIES		
Increase in long-term loan	(40,000)	40,000
CASH FLOWS PROVIDED FROM FINANCING ACTIVITIES	(40,000)	40,000
NET INCREASE IN CASH AND CASH EQUIVALENTS FOR YEAR	16,350	105,285
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	128,028	22,743
CASH AND CASH EQUIVALENTS - END OF YEAR	144,378	128,028
REPRESENTED BY:		
Cash	144,378	128,028

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, 2021

1. NATURE OF BUSINESS

Committee for Innovative Thinking for Youth ("the Organization") 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 that are 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 accounting standards for not-for-profit organizations 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 the valuation of accounts receivable, and the estimated useful life of equipment. Actual results could differ from those estimates.

(c) Tangible Capital Assets

The cost of tangible capital assets are expensed in the year they are incurred. Tangible capital assets consist of equipment, office furniture and computer hardware and software. During the year, the Organization expensed \$13,222 of tangible capital assets.

(d) Government Assistance

Government assistance in the form of non-repayable subsidies and forgivable loans were accounted for using the cost reduction approach, whereby the cost of operating expense is reduced by the assistance received; if assistance received is not for a specific expenditure, the assistance is recorded as revenue. Government assistance is recognized in the period where all conditions of the non-repayable subsidies and forgivable loans are met.

COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
NOTES TO FINANCIAL STATEMENTS
(UNAUDITED)
FOR THE YEAR ENDED DECEMBER 31, 2021

2. ACCOUNTING POLICIES - (Cont'd)

(e) Revenue Recognition

Membership and program fees are recognized in income as they are received.

Donations and grants are deferred and recognized as the related expenses are incurred.

Rental fees are recognized as the rental revenue is earned.

(f) Income Taxes

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

(g) Cash and Equivalents

Cash and equivalents consist of cash on deposit and bank term deposits in money market instruments with maturity dates of less than three months from the date they are acquired.

(h) Financial Instruments

(i) Measurement of Financial Instruments

The Organization initially measures its financial assets and liabilities at fair value adjusted by, in the case of financial instruments that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument.

The Organization subsequently measures all its financial assets and financial liabilities at amortized cost except for equities quoted in an active market, which are subsequently measured at fair value. Changes in fair value are recognized in income.

Financial assets measured at amortized cost include cash, short-term investments, and accounts receivable.

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

(ii) Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a write-down is recorded in net income. When events occurring after the impairment confirm that a reversal is necessary, the reversal is recognized in net income up to the impairment amount previously recognized.

COMMITTEE FOR INNOVATIVE THINKING FOR YOUTH
NOTES TO FINANCIAL STATEMENTS
(UNAUDITED)
FOR THE YEAR ENDED DECEMBER 31, 2021

3. GOVERNMENT ASSISTANCE

During the year, the Organization received government assistance in the form of the Canada Emergency Business Account (CEBA). The CEBA loan was a measure introduced by the government in response to the challenges faced by entities due to the global pandemic caused by COVID-19.

The CEBA was intended to subsidize non-deferrable operating expenses for entities impacted by COVID-19. The Organization received \$40,000 from the government in the 2020 fiscal year and an additional \$20,000 in the 2021 fiscal year. Repaying the balance of the loan on or before December 31, 2023 will result in loan forgiveness of \$20,000. In the current year the organization has repaid \$40,000 of the loan resulting in the forgiveness of the remaining \$20,000.

4. COVID IMPLICATIONS

The coronavirus disease COVID-19 developed rapidly in 2020, having a considerable impact both globally and locally. As a result, measures were taken by various governments to contain the virus, including restrictions impacting the operations of non-essential businesses. The Company has been able to meet cash flow obligations and finance operations despite being deemed a non-essential service and not being able to operate fully due to restrictions. In response to COVID-19 management implemented new guidelines and protocols to ensure the safety of all staff.

Subsequent to year-end, the Company has been able to meet all cashflow obligations as they come due and are able to finance ongoing operations. Management does not anticipate any significant changes financially or operationally at this time.

5. FINANCIAL RISKS AND CONCENTRATIONS OF RISK

In the normal course of business, the Organization is exposed to a number of risks that can affect its operational performance. The Organization is only exposed to interest rate risk as follows:

(a) Liquidity Risk

Liquidity risk is the risk that the Organization will not be able to meet all cash outflow obligations as they come due. The Organization is exposed to liquidity risk due to reliance on donations and grants.