

YOUTH CENTRAL SOCIETY
Financial Statements
Year Ended October 31, 2015

YOUTH CENTRAL SOCIETY
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Year Ended October 31, 2015

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CREMERS & ELLIOTT*
CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To the Members of Youth Central Society

We have audited the accompanying financial statements of Youth Central Society, which comprise the statement of financial position as at October 31, 2015 and the statements of revenues and expenditures, changes in fund balances 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.


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Independent Auditor's Report to the Members of Youth Central Society *(continued)*

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Youth Central Society as at October 31, 2015 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.

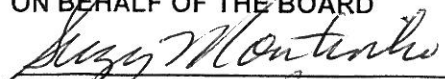
Calgary, Alberta
December 17, 2015

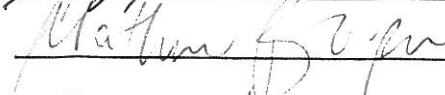

Cremers & Elliott
CHARTERED ACCOUNTANTS

YOUTH CENTRAL SOCIETY
Statement of Financial Position
October 31, 2015

	2015	2014
ASSETS		
CURRENT		
Cash	\$ 107,164	\$ 41,295
Accounts receivable	21,653	38,182
Goods and services tax recoverable	3,531	5,598
Prepaid expenses	4,998	5,033
Security / tender deposits	200	-
	137,546	90,108
CAPITAL ASSETS (Note 4)	495	1,231
	\$ 138,041	\$ 91,339
 LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 9,008	\$ 45,897
DEFERRED CONTRIBUTIONS - UNRESTRICTED (Note 5)	24,577	19,578
DEFERRED CONTRIBUTIONS - CAPITAL ASSETS (Note 5)	495	1,231
DEFERRED CONTRIBUTIONS - RESTRICTED (Note 5)	96,253	61,779
	130,333	128,485
NET ASSETS		
General fund	7,708	(37,146)
	\$ 138,041	\$ 91,339

ON BEHALF OF THE BOARD

 Director

 Director

CREMERS & ELLIOTT
 CHARTERED ACCOUNTANTS

YOUTH CENTRAL SOCIETY
Statement of Revenues and Expenditures
Year Ended October 31, 2015

	2015	2014
REVENUES		
Donations	\$ 312,630	\$ 399,431
Government grants	166,121	165,609
Foundation grants	102,418	89,267
Program generated revenue	52,079	27,978
Fundraising revenue	50,219	59,978
Sponsorships and other revenue	21,070	18,000
	<u>704,537</u>	<u>760,263</u>
EXPENDITURES		
Salaries and wages	489,090	536,422
Program expense	50,669	106,570
Rental	52,286	56,774
Consultants	25,382	23,984
Youth foundation grant expenses	7,600	9,920
Accounting fees	7,440	6,663
Office	5,852	9,470
Insurance	5,176	5,128
Telephone	4,779	5,024
Training	3,628	7
Other expense	2,167	3,532
Printing expense	1,987	3,292
Board of directors expense	1,572	1,657
Bank and visa charges	827	569
Amortization	736	3,981
Volunteer expense	492	3,920
	<u>659,683</u>	<u>776,913</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 44,854</u>	<u>\$ (16,650)</u>

YOUTH CENTRAL SOCIETY
Statement of Changes in Fund Balances
Year Ended October 31, 2015

	General Fund	Restricted Fund	2015	2014
NET ASSETS - BEGINNING OF YEAR	\$ (37,146)	\$ -	\$ (37,146)	\$ (20,496)
Excess of revenues over expenditures	44,854	-	44,854	(16,650)
NET ASSETS - END OF YEAR	\$ 7,708	\$ -	\$ 7,708	\$ (37,146)

YOUTH CENTRAL SOCIETY
Statement of Cash Flows
Year Ended October 31, 2015

	2015	2014
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenditures	\$ 44,854	\$ (16,650)
Item not affecting cash:		
Amortization of capital assets	736	3,981
	<u>45,590</u>	<u>(12,669)</u>
Changes in non-cash working capital:		
Accounts receivable	16,529	(3,521)
Prepaid expenses	35	(593)
Goods and services tax recoverable	2,067	(998)
Accounts payable	(36,890)	31,240
Security / tender deposits	(200)	-
	<u>(18,459)</u>	<u>26,128</u>
Cash flow from operating activities	<u>27,131</u>	<u>13,459</u>
INVESTING ACTIVITY		
Purchase of capital assets	-	(1,486)
FINANCING ACTIVITY		
Deferred contributions	<u>38,738</u>	<u>(233)</u>
INCREASE IN CASH FLOW	65,869	11,740
Cash - beginning of year	<u>41,295</u>	<u>29,555</u>
CASH - END OF YEAR	\$ 107,164	\$ 41,295

YOUTH CENTRAL SOCIETY
Notes to Financial Statements
Year Ended October 31, 2015

1. BASIS OF PRESENTATION

Youth Central Society ("the Society") is incorporated under the Societies' Act of Alberta. The Society's goal is to motivate all Calgarians, corporations, governments, community groups, schools, businesses and individuals to promote and deliver a better quality of life for Calgary's youth. The Society is a registered charity as defined under paragraph 149 of the Income Tax Act, and therefore, is not subject to income tax.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNFPPO).

Capital assets

Computer equipment	3 years	straight-line method
Furniture and fixtures	3 years	straight-line method

Revenue recognition

The Society follows the restricted fund method of accounting for contributions.

Restricted contributions related to programs are recognized as revenue of the appropriate fund when received. Restricted contributions related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred.

Restricted contributions related to capital assets are recognized as the related capital assets are amortized.

Unrestricted contributions are recognized as revenue of the General Fund in the year in which the related expenses are incurred.

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

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YOUTH CENTRAL SOCIETY
Notes to Financial Statements
Year Ended October 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Donated materials and services

Donated materials and services are recorded in the financial statements at fair market value when fair market value can be reasonably estimated and the materials or services are used in the normal course of business and would otherwise have been purchased. During the year, no amounts were recorded for donated materials and services.

The Society's programs benefit from substantial services in the form of volunteer time, which is not recorded in the Society's financial statements, because of the difficulty of determining their fair value.

Measurement uncertainty

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the year in which they become known. Actual results could differ from these estimates.

3. FINANCIAL INSTRUMENTS

The Society's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the Society is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted.

4. CAPITAL ASSETS

	Cost	Accumulated amortization	2015 Net book value	2014 Net book value
Computer equipment	\$ 1,485	\$ 990	\$ 495	\$ 990
Furniture and fixtures	16,829	16,829	-	241
	\$ 18,314	\$ 17,819	\$ 495	\$ 1,231

YOUTH CENTRAL SOCIETY
Notes to Financial Statements
Year Ended October 31, 2015

5. DEFERRED CONTRIBUTIONS

Deferred contributions represent contributions received in the current year that are designated specifically towards costs to be incurred in future years.

Restricted deferred contributions relate to funds that are designated for specific programs by the provider of said funds.

Capital asset deferred contributions relate to funds that are designated for the Society's capital assets.

Unrestricted amounts relate to funds that are not specifically directed towards restricted programs or the capital fund.

6. LEASE COMMITMENTS

Future minimum lease payments for operating leases relating to office space are as follows:

2016	\$	54,500
2017		54,500
2018		<u>54,500</u>
	\$	<u>163,500</u>
