

**Youth and Philanthropy Initiative
Canada**

Financial Statements

June 30, 2019

Youth and Philanthropy Initiative Canada

Financial Statements

June 30, 2019

Index

Independent Auditors' Report	1-2
FINANCIAL STATEMENTS	
Balance Sheet	3
Statement of Net Assets	4
Income Statement	5
Schedule Of Donations To Charitable Organizations	6-8
Statement of Cash Flows	9
Notes to Financial Statements	10-12



November 6, 2019

Independent Auditors' Report

To the shareholders of Youth and Philanthropy Initiative Canada

Opinion

We have audited the financial statements of Youth and Philanthropy Initiative Canada, which comprise the statement of financial position as at June 30, 2019, and the statements of changes in net assets, income, 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 Youth and Philanthropy Initiative Canada as at June 30, 2019, and its financial performance 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Youth and Philanthropy Initiative Canada 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 Youth and Philanthropy Initiative Canada'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 Youth and Philanthropy Initiative Canada or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Youth and Philanthropy Initiative Canada's financial reporting process.

Auditors' 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 auditors' 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.

Roger Chaplin CPA, CA LPA MA [Oxon] Gail Bergman CPA, CA LPA B Comm

As part of an audit in accordance with Canadian 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 Youth and Philanthropy Initiative Canada'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 Youth and Philanthropy Initiative Canada's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to 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 auditors' report. However, future events or conditions may cause the Youth and Philanthropy Initiative Canada to cease to continue as a going concern.

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.

Chaplin & Co.

Chartered Accountants
Licensed Public Accountants
Toronto, Ontario

Youth and Philanthropy Initiative Canada

Balance Sheet

Page 3

		June 30	
	Notes	2019	2018
Assets			
Current			
Cash and cash equivalents		\$ 809,483	\$ 228,078
Accounts receivable		2,750	16,343
HST rebate receivable		3,678	5,695
Prepaid expenses		11,230	10,796
		<u>827,141</u>	<u>260,912</u>
Capital assets	2	5,003	3,001
Intangible assets	2	41,104	31,217
		<u>46,107</u>	<u>34,218</u>
Liabilities		<u>\$ 873,248</u>	<u>\$ 295,130</u>
Current			
Accounts payable and accrued liabilities		\$ 35,718	\$ 25,854
Deferred revenue	3	574,500	89,535
		<u>610,218</u>	<u>115,389</u>
Net assets			
Internally restricted		225,000	150,000
Unrestricted		38,030	29,741
		<u>263,030</u>	<u>179,741</u>
		<u>\$ 873,248</u>	<u>\$ 295,130</u>

See accompanying notes

Approved on behalf of the Board of Directors
of Youth and Philanthropy Initiative Canada:

Julie Toskan-Casale, Chair

Brenda Hogan, Treasurer



	Unrestricted	Internally restricted	Total Year ended June 30	
			2019	2018
Balance, beginning of year	\$ 29,741	\$ 150,000	\$ 179,741	\$ 12,964
Excess of revenue over expenses for the year	83,289	-	83,289	166,777
Transfer between funds (Note 4)	(75,000)	75,000	-	-
Balance, end of year	<u>\$ 38,030</u>	<u>\$ 225,000</u>	<u>\$ 263,030</u>	<u>\$ 179,741</u>

Youth and Philanthropy Initiative Canada

Income Statement

Page 5

	Year ended June 30	
	2019	2018
Revenue		
Private and public foundations	\$ 956,403	\$ 929,870
Community foundations	70,000	27,500
Individual donations	232	4,225
Private school partnerships	36,000	40,000
Interest	3,859	4
	<u>1,066,494</u>	<u>1,001,599</u>
Expenses		
Bank service charges	924	831
Computer and web hosting	10,562	10,337
Fundraising	8,690	3,645
Insurance	3,031	2,241
Occupancy	32,803	29,208
Office expenses	9,009	10,666
Professional fees	21,331	24,373
Programming	60,952	31,492
Wages and benefits	283,403	224,529
	<u>430,705</u>	<u>337,322</u>
Excess of revenue over expenses before donations	635,789	664,277
Donations to charitable organizations (page 6 to 8)	(552,500)	(497,500)
Excess of revenue over expenses for the year	<u>\$ 83,289</u>	<u>\$ 166,777</u>

See accompanying notes

Youth and Philanthropy Initiative Canada

Schedule Of Donations To Charitable Organizations June 30, 2019

Page 6

Organization	Grant Amount	CRA Registration Number
Abbotsford Community Services	\$ 5,000	107678195RR0001
Act II Child and Family Services	5,000	130071079RR0001
Addiction and Mental Health Services - KFLA	5,000	133455709RR0001
Algonquin Nursing Home of Mattawa	5,000	883459679RR0001
Arcus Association for Community Living	5,000	889025045RR0001
Association des sports pour aveugles du Montréal Métropolitain Inc.	5,000	100303486RR0001
Autism in Mind (AIM) Children's Charity	5,000	832386635RR0001
Autism Society Ontario	5,000	119248789RR0001
Better Living Charitable Foundation	5,000	896696804RR0001
Big Brothers Big Sisters of Halton and Hamilton ⁽ⁱⁱ⁾	1,000	106792989RR0001
Big Brothers Big Sisters Kingston, Frontenac, Lennox And Addington, Incorporated	5,000	132351248RR0001
Bonnyville Victim Services Society	5,000	885209007RR0001
Boost Child & Youth Advocacy Centre	5,000	119039568RR0001
Boys and Girls Club of Ottawa	5,000	118814565RR0001
Calgary Outlink Centre for Gender and Sexual Diversity	5,000	896951035RR0001
Canuck Place Children's Hospice	5,000	133867523RR0001
Capuchin Outreach to the Poor Parkdale	5,000	119111748RR0001
Carea Community Health Centre	5,000	119158137RR0001
Carizon Family and Community Services	5,000	106880115RR0001
Central Food Network	5,000	801902164RR0001
Centre de Leadership pour la Jeunesse Don Bosco / Don Bosco Youth Leadership Center	5,000	875359713RR0001
Centre For Addiction And Mental Health Foundation ⁽ⁱⁱⁱ⁾	1,000	106932320RR0001
Centre Marie-Eve	5,000	119310829RR0001
Charlene Reaveley Children's Charity Society	5,000	812393114RR0001
Collingwood Neighbourhood House Society	5,000	118868298RR0001
Common Ground Co-operative Inc.	5,000	884016411RR0001
Community Living Owen Sound and District	5,000	118870856RR0001
Compass Point Bible Church	5,000	836878942RR0001
Covenant House Toronto	5,000	106990195RR0001
Covenant House Vancouver	5,000	897675625RR0001
CUPS Calgary Society	5,000	134112515RR0001
Dan's Legacy Foundation	5,000	841621154RR0001
Diabetes Canada	5,000	118885110RR0001
Dr. Margaret Savage Crisis Centre Society	5,000	108080029RR0001
Eagles Nest Association of Water Down ⁽ⁱⁱⁱ⁾	1,000	883911109RR0001
Elizabeth Fry Society of Peel	5,000	118897487RR0001
Emma Maternity House Society	5,000	137356432RR0001
Fondation Centre Philou	5,000	815998729RR0001
Footprints	5,000	856001201RR0001
Fraser Region Aboriginal Friendship Centre Association	5,000	888555042RR0001
Fraser Valley Youth Society	5,000	830358560RR0001
Frontier College	5,000	107408445RR0001
Good Foot Support Services ⁽ⁱⁱⁱ⁾	1,000	825692668RR0001
Hamilton Regional Indian Centre	5,000	118951854RR0001
Interval House of Hamilton-Wentworth ⁽ⁱⁱⁱ⁾	1,000	107513137RR0001
JEM Workshop Inc.	5,000	118847680RR0001
Jessie's- The June Callwood Centre For Young Women	5,000	118973734RR0001

Youth and Philanthropy Initiative Canada

Schedule Of Donations To Charitable Organizations June 30, 2019

Page 7

Organization	Grant Amount	CRA Registration Number
John Volken Academy Society	\$ 5,000	871891560RR0001
Kids Can Play Association of Cambridge	5,000	882700768RR0001
Kids with Cancer Society of Northern Alberta	5,000	886401397RR0001
Kingston Literacy & Skills	5,000	118982172RR0001
K-W Working Centre for the Unemployed	5,000	130929607RR0001
La Fondation Generations/the Generations Foundation	5,000	887906121RR0001
Lifeline Outreach Society	5,000	134899236RR0001
Lions Foundation of Canada	5,000	130245129RR0001
Loaves and Fishes Food Bank Foundation	5,000	874258429RR0001
LUSO Canadian Charitable Society	5,000	860258649RR0001
M.O.S.A.I.C. Multi-Lingual Orientation Service Association for Immigrant Communities	5,000	130178130RR0001
MADD Calgary Chapter	5,000	139072060RR0001
Maison Revivre	5,000	119029239RR0001
Mission Services of Hamilton ⁽ⁱⁱⁱ⁾	1,000	119043206RR0001
Miziwe Biik Aboriginal Employment and Training	5,000	863056719RR0001
Muskoka Women's Advocacy Group	5,000	119049955RR0001
New Song Church	5,000	894256064RR0001
Nightlight Canada	5,000	817040389RR0001
NISA/Northern Initiative for Social Action	5,000	887677029RR0001
North Shore Women's Centre Society	5,000	107784613RR0001
Operation Friendship Seniors Society	5,000	119068989RR0001
Orillia Christian Centre	5,000	892281577RR0001
Oshawa-Durham Rape Crisis Centre	5,000	107804825RR0001
Ottawa Regional Cancer Foundation	5,000	898311170RR0001
Pacekids Society for Children with Special Needs	5,000	891313363RR0001
Radius Child and Youth Services	5,000	137412656RR0001
Rainbow Railroad ⁽ⁱ⁾	500	827142530RR0001
Raising The Roof Chez Toit ⁽ⁱⁱⁱ⁾	1,000	139744569RR0001
Regeneration Outreach Community	5,000	889663324RR0001
Repère, Relation d'Entraide pour une Parentalité Renouvelée	5,000	894785831RR0001
Rexdale Women's Centre	5,000	119118297RR0001
Rose of Durham Young Parents Support Services	5,000	133723759RR0001
SafeHope Home	5,000	778712521RR0001
SafeHope Home	5,000	778712521RR0001
Sanctuary Ministries of Toronto	5,000	890379340RR0001
Santropol Roulant Inc / Santropol On Wheels Inc	5,000	140717414RR0001
Sexual Assault Centre of Edmonton	5,000	107971772RR0001
Sistering-A Woman's Place	5,000	107983009RR0001
Skylark Children Youth and Families	5,000	887420990RR0001
Skylark Children Youth and Families	5,000	887420990RR0001
SOS Children's Village BC	5,000	129935011RR0001
Squamish Food Bank Society	5,000	886946433RR0001
Stepping Stone Community Services Society	5,000	119241545RR0001
Stratford Perth Hospice Foundation	5,000	727760126RR0001
Street Health Community Nursing Foundation	5,000	119200541RR0001
Success Beyond Limits Education Program Inc.	5,000	804825255RR0001
The Canadian National Institute for the Blind	5,000	119219459RR0003
The Good Sheppard Centre Hamilton ⁽ⁱⁱⁱ⁾	1,000	130636798RR0001
The Hammer Band-From Violence to Violins ⁽ⁱⁱⁱ⁾	500	817470628RR0001
The Lighthouse Christian Social Services	5,000	130363740RR0001
The Living Rock Ministries	5,000	883458812RR0001
The MUC Shelter Corporation	5,000	890053192RR0001

Youth and Philanthropy Initiative Canada

Schedule Of Donations To Charitable Organizations June 30, 2019

Page 8

Organization	Grant Amount	CRA Registration Number
The Pregnancy Resource Center of Saint John Inc.	\$ 5,000	137152468RR0001
The Redwood...for Women and Children Fleeing Abuse	5,000	891728867RR0001
The Salvation Army Ottawa Booth Centre	5,000	107951618RR0299
The Scott Mission	5,000	107963613RR0001
The Shelter Movers of Toronto	5,000	776372492RR0001
The Street Haven At The Crossroads ⁽ⁱⁱ⁾	1,000	129535175RR0001
The Victoria Youth Empowerment Society	5,000	135848950RR0001
The Yonge Street Mission	5,000	119306181RR0001
Toronto and Region Islamic Congregation (TARIC)	5,000	119265825RR0001
Trillium Childhood Cancer Support Centre	5,000	131599060RR0001
Urban Native Youth Association	5,000	129836292RR0001
Vancouver Foundation	5,000	119281640RR0001
Vancouver Rape Relief Society	5,000	119282143RR0001
Victim Services of Windsor and Essex County	5,000	892738188RR0001
Watari Research Association ⁽ⁱ⁾	2,500	119288900RR0001
WAYS Mental Health Support	5,000	892666934RR0001
Wellspring Niagara Cancer Support Foundation	5,000	864146162RR0001
Women's Crisis Services of Waterloo Region	5,000	106716525RR0001
YMCA of Hamilton/Burlington/Brantford	5,000	108083825RR0001
Youth Assisting Youth	5,000	119307478RR0001
	<u>\$ 552,500</u>	

⁽ⁱ⁾ YPI Canada grants \$5,000 to a charity per participating independent school. Participating private schools share the cost of the YPI Canada grants. In the event that a \$2,500 grant was awarded by YPI Canada to the charity, the remaining \$2,500 was provided directly to the charity by the school.

⁽ⁱⁱ⁾ YPI Canada works with funding partners to award donations to finalist charities that had been researched by local youth in our program. In fiscal 2019 these donations ranged between \$500-\$1,000 per recipient charity.

Youth and Philanthropy Initiative Canada

Statement of Cash Flows

Page 9

	Year ended June 30	
	2019	2018
Net cash provided by (used in)		
Operations		
Excess of revenue over expenses for the year	\$ 83,289	\$ 166,777
Non-cash item		
Amortization	11,423	1,500
Changes in non-cash working capital items		
Accounts receivable	13,593	2,585
HST rebate receivable	2,017	(1,571)
Prepaid expenses	(434)	(10,236)
Accounts payable and accrued liabilities	9,864	(3,687)
Deferred revenue	484,965	89,535
	<u>604,717</u>	<u>244,903</u>
Financing activities		
Purchase of capital and intangible assets	<u>(23,312)</u>	<u>(35,718)</u>
Net increase in cash and cash equivalents during the year	581,405	209,185
Cash and cash equivalents, beginning of year	<u>228,078</u>	<u>18,893</u>
Cash and cash equivalents, end of year	<u>\$ 809,483</u>	<u>\$ 228,078</u>

See accompanying notes

Youth and Philanthropy Initiative Canada

Notes to the Financial Statements

June 30, 2019

Page 10

Youth and Philanthropy Initiative Canada (YPI Canada) is a non-profit organization incorporated under the Canada Corporations Act on November 1, 2010 and on May 22, 2015 transitioned from the Canada Corporation Act to the Canada Not-for-Profit Corporation Act. On July 22, 2016 YPI Canada was registered as a private foundation by Canada Revenue Agency and as such is not subject to income tax.

YPI (Canada) offers free of charge school-based philanthropy projects to secondary schools and gives grants to community-based social service charities according to decisions made by students, YPI (Canada) manages and delivers the YPI program under a license agreement with the Toskan Casale Foundation.

1. Significant accounting policies

Basis of presentation

These financial statements have been prepared using the Canadian accounting standards for not-for-profit organizations.

Cash and cash equivalents

Cash and cash equivalents include cash and highly liquid short-term investments with maturities of three months or less.

Fund accounting

These financial statements are prepared on a restricted fund basis.

General fund

The general fund accounts for the organization's programming and administrative activities.

Internally restricted reserve fund

The organization has determined that an operation reserve fund to cover six months of the salaries and administrative expenses included in the organization's for the following fiscal year should be established as an operation reserve fund. A transfer is made to or from this fund annually to reflect the amount required in the fund.

Capital assets

Capital assets are stated at cost less accumulated amortization. Amortization is provided on a straight-line basis over the estimated useful lives of the assets as follows:

Computer hardware	3 years
-------------------	---------

Intangible assets

Intangible assets with limited useful lives are stated at cost less accumulated amortization. Amortization is provided on a straight-line basis over the estimated useful live of the assets as follows:

Website	3 years
---------	---------

Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which related expenses are incurred. Unrestricted contributions, including donations and sponsorships, are included in revenue in the year which they are received or receivable. Amounts received that relate to future fiscal periods are recorded as deferred revenue.

Measurement of financial instruments

The organization initially measures its financial assets and liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at amortized cost. Financial assets measured at amortized cost include cash, accounts receivable and HST rebate receivable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities. The organization has not designated any financial asset or financial liability to be measured at fair value.

Youth and Philanthropy Initiative Canada

Notes to the Financial Statements

June 30, 2019

Page 11

1. Significant accounting policies (continued)

Contributed services

Volunteers contribute a substantial amount of time to assist the organization with its activities. Due to the difficulty in determining its fair value, volunteer services are not recognized in the financial statements.

Use of estimates

The preparation of financial statements in accordance 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 at the date of the financial statements, and the reported amount of revenue and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

2. Capital and intangible assets

	Cost	Accumulated amortization	2019	Net 2018
Capital assets				
Computer equipment	\$ 8,676	\$ 3,673	\$ 5,003	\$ 3,001
Intangible assets				
Website	\$ 50,354	\$ 9,250	\$ 41,104	\$ 31,217

A portion of the website is still under development and therefore not amortized during the year.

3. Deferred revenue

Deferred revenue represents unspent resources for specific projects as directed by the contributors. Changes in deferred revenue are as follows:

	Balance June 30 2018	Received during the year	Recognized during the year	Balance June 30 2019
Private and Public Foundations	\$ 14,535	\$ 981,468	\$ 444,003	\$ 552,000
Private Companies	-	512,400	512,400	-
Community Foundation	75,000	17,500	70,000	22,500
Private Schools	-	36,000	36,000	-
	<u>\$ 89,535</u>	<u>\$ 1,547,368</u>	<u>\$ 1,062,403</u>	<u>\$ 574,500</u>

Deferred revenue consists of the following:

	June 30 2019	June 30 2018
Calgary Foundation	\$ 22,500	\$ 45,000
The Stollery Charitable Foundation	22,000	-
Hamilton Community Foundation	30,000	30,000
TD Bank	500,000	-
The Christina Marie Hendrie Trust	-	14,535
	<u>\$ 574,500</u>	<u>\$ 89,535</u>

4. Interfund transfer

Subsequent to the year end the directors approved a retroactive transfer, effective June 30, 2019 of \$75,000 (2018 - \$150,000) from the unrestricted fund to the internally restricted fund.

5. Commitment

The organization is committed under a lease for office premises, which expires June 30, 2021. The minimum payments over the next two years are as follows:

2020	\$	25,200
2021		25,200
		<hr/>
	\$	50,400

6. Financial risks

The significant risk to which the organization exposed is liquidity risk. Liquidity risk is the risk the organization may encounter difficulties in meeting obligations with financial liabilities and commitments. The organization's ability to meet obligations depends on the receipt of funds from its donors. YPI Canada manages its liquidity risk by monitoring its operating requirements and prepares operating and cash flow budgets to ensure it has sufficient funds to fulfill its obligations.

It is management's opinion that YPI Canada is not exposed to significant interest, currency or credit risks.