

**Youth and Philanthropy Initiative
Canada**

Financial Statements

June 30, 2017

Youth and Philanthropy Initiative Canada

Financial Statements

June 30, 2017

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October 4, 2017

Independent Auditors' Report

To the Board of Directors of Youth and Philanthropy
Initiative Canada

We have audited the accompanying financial statements of Youth and Philanthropy Initiative Canada, which comprise the balance sheet as at June 30, 2017, and the statements of revenue and expenses and 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.

Auditors' 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 our 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, we consider 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.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Youth and Philanthropy Initiative Canada as at June 30, 2017 and its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Other matter

The comparative figures are unaudited and are presented for comparison purposes only.

A handwritten signature in blue ink that reads 'Chaplin & Co.' followed by a horizontal line.

Chartered Accountants
Licensed Public Accountants
Toronto, Ontario

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

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Youth and Philanthropy Initiative Canada

Balance Sheet

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	June 30	
	2017	2016
		(unaudited) (as restated Note 2)
Assets		
Current		
Cash	\$ 18,893	\$ -
Accounts receivable	18,928	-
HST rebate receivable	4,124	-
Prepaid expenses	560	-
	<u>\$ 42,505</u>	<u>\$ -</u>
Liabilities		
Current		
Accounts payable and accrued liabilities	\$ 29,541	\$ 31,390
	<u>29,541</u>	<u>31,390</u>
Net assets	<u>12,964</u>	<u>(31,390)</u>
	<u>\$ 42,505</u>	<u>\$ -</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

	Year ended June 30 2017	2016 (unaudited) (as restated Note 2)
Revenue		
Private and public foundations	\$ 532,279	\$ -
Community foundations	14,400	-
Individual donations	15,540	-
Private school partnerships	42,000	-
	<u>604,219</u>	<u>-</u>
Expenses		
Bank service charges	1,219	-
Computer and web hosting	11,082	-
Fundraising	2,723	-
Insurance	5,418	-
Occupancy	29,888	-
Office expenses	5,495	-
Professional fees	42,233	136
Programming	8,668	-
Wages and benefits	183,139	-
	<u>289,865</u>	<u>136</u>
Excess of revenue over expenses (expenses over revenue) before donations	314,354	(136)
Donations to charitable organizations (page 4 and 5)	(270,000)	-
	<u>44,534</u>	<u>(136)</u>
Net assets, beginning of year	(31,390)	(31,254)
Net assets, end of year	<u>\$ 12,964</u>	<u>\$ (31,390)</u>

See accompanying notes

Youth and Philanthropy Initiative Canada

Schedule Of Donations To Charitable Organizations June 30, 2017

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Organization	Amount	Registered Charity Number
Alzheimer Society of Toronto	\$ 5,000.00	106705262RR0001
Alzheimer Society of York Region	5,000.00	106705429RR0001
Ancoura	5,000.00	804860955RR0001
Association De L'ouest De L'ile Pour Les Handicapes Intellectuels Inc.- West Island Association for the Intellectually Handicapped Inc.	5,000.00	105645196RR0001
Big Brothers Big Sisters of Toronto	5,000.00	106793771RR0001
Brown Bagging for Calgary Street Kids Society	5,000.00	890458417RR0001
Canadian Tire Jumpstart Charities/Oeuvre Bon Depart De Canadian Tire	5,000.00	137929451RR0002
Catholic Family Services of Toronto	5,000.00	100844919RR0001
Centre Communautaire Tyndale St-Georges	5,000.00	108146754RR0002
Cercle Amical Du Quebec / Friendship Circle of Quebec	5,000.00	892645508RR0001
Chai Lifeline (Canada) Inc.	5,000.00	856565536RR0001
Charlford House Foundation	5,000.00	854801685RR0001
Community First Foundation ⁽ⁱ⁾	2,500.00	837443233RR0001
Cowichan Therapeutic Riding Association	5,000.00	891723843RR0001
Cyrus Centre Ministries	5,000.00	855938064RR0001
Deuil-Jeunesse	5,000.00	825887177RR0001
Edmonton Down Syndrome Society	5,000.00	899799753RR0001
Epilepsy Association of Calgary	5,000.00	118900778RR0001
Epilepsy London & Area	5,000.00	118900802RR0001
Famille A Coeur Inc.	5,000.00	140673039RR0001
Foodshare Toronto	5,000.00	107392359RR0001
Good Foot Support Services	5,000.00	825692668RR0001
Griffin Centre Mental Health Services	5,000.00	107528879 RR0001
Hamilton-Wentworth Chapter of Native Women Incorporated	5,000.00	118951987RR0001
Hopespring Cancer Support Centre	5,000.00	898943857RR0001
Hospice of Waterloo Region	5,000.00	140415795RR0001
Indigo Love of Reading Foundation	5,000.00	817386873RR0001
Kingston Home Base Non-Profit Housing Inc.	5,000.00	129397709RR0001

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Schedule Of Donations To Charitable Organizations June 30, 2017

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Organization	Amount	Registered Charity Number
La Fondation Place Coco / Coco's Place Foundation	5,000.00	855211629RR0001
L'arche Saint John Inc.	5,000.00	885473140RR0001
Le Phare, Enfants Et Familles - The Lighthouse, Children and Families	5,000.00	878089721RR0001
Les Fonds Sonitus Vitae	5,000.00	817271927RR0001
Lutherwood	5,000.00	107650178RR0001
Making Faces Inc.	5,000.00	841379472RR0001
Margaret's Housing and Community Support Services Inc.	5,000.00	118890391RR0001
Matthew House Refugee Reception Services (Toronto)	5,000.00	891152944RR0001
Matthew House Refugee Reception Services (Toronto)	5,000.00	891152944RR0001
Matthew House Refugee Reception Services (Toronto)	5,000.00	891152944RR0001
Native Canadian Centre of Toronto	5,000.00	107764722RR0001
Native Child and Family Services of Toronto	5,000.00	131621765RR0001
Outreach St. George's Kingston	5,000.00	872941497RR0001
Parents, Families and Friends of Lesbians and Gays - North Toronto Chapter	5,000.00	891493348RR0001
Pathways to Education	5,000.00	861908499RR0001
Second Harvest Food Support Committee	5,000.00	133865477RR0001
Sexual Assault Centre of Edmonton	5,000.00	107971772RR0001
Skylark Children Youth and Families	5,000.00	887420990RR0001
The Astra Society of Hamilton & District	5,000.00	888118197RR0001
The Bonnyville Canadian Native Friendship Centre	5,000.00	106801657RR0001
The Children's Bookbank and Literacy Foundation	5,000.00	844532952RR0001
The Children's Foundation of Guelph and Wellington	5,000.00	140543430RR0001
The Concerned Kids Charity of Toronto	5,000.00	886594191RR0001
The Voboc Foundation / La Fondation Voboc ⁽ⁱ⁾	2,500.00	864166533RR0001
W.A.V.A.W./ R.C.C.: Women Against Violence Against Women / Rape Crisis Centre	5,000.00	892504366RR0001
Youth Assisting Youth	5,000.00	119307478RR0001
Youth Without Shelter Terra House North Toronto Emergency Referral Agency	5,000.00	119307817RR0001
	<u>\$ 270,000.00</u>	

⁽ⁱ⁾ Each YPI Canada grant is \$5,000. 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.

	Year ended June 30	
	2017	2016
		(unaudited)
		(as restated
		Note 2)
Net cash provided by (used in)		
Operations		
Excess of revenue over expenses		
(expenses over revenue) for the year	\$ 44,354	\$ (136)
Changes in non-cash working capital items		
Accounts receivable	(18,928)	-
HST rebate receivable	(4,124)	-
Prepaid expenses	(560)	-
Accounts payable and accrued liabilities	(1,849)	136
	<u>(25,461)</u>	<u>-</u>
Net increase in cash during the year	18,893	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ 18,893</u>	<u>\$ -</u>

See accompanying notes

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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.

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 and accounts 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.

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. Restatement of prior year's financial statements

During prior fiscal year's the organization's policy was to capitalize and amortize the incorporation and professional fees associated with conversion of the organization from a not-for-profit organization to a registered charity. The organization has decided to change this policy to expense these costs as incurred. These changes have been applied retroactively and have the following effect on net assets as follows

Net assets, as originally stated	\$ (1,541)
Reversal of amortization	195
Incorporation costs	(7,513)
Charity registration costs	(22,531)
Net assets, as restated	<u>\$ (31,390)</u>

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3. Related party transactions

YPI Canada received \$99,779 in-kind donations from The Toskan Casale Foundation (TCF). The in-kind donations are expenses paid by TCF on YPI's behalf and are not required to be paid back.

4. Commitment

The organization is committed under a sub-lease for office premises at the rate of \$2,250 per month. The lease can be terminated with 60 day written notice.

5. 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.