

THRIVE, CYN ST. JOHN'S, INC.
Financial Statements
Year Ended March 31, 2015

THRIVE, CYN ST. JOHN'S, INC.
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Year Ended March 31, 2015

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INDEPENDENT AUDITOR'S REPORT

To the Members of Thrive, CYN St. John's, INC.

We have audited the accompanying financial statements of Thrive, CYN St. John's, INC., which comprise the statement of financial position as at March 31, 2015 and the statements of revenues and expenditures, changes in net assets and cash flow 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 qualified audit opinion.

Basis for Qualified Opinion

In common with many charitable organizations, the organization derives some of its revenue from the general public in the form of donations and fundraising, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to contributions, excess of revenues over expenses, current assets and net assets.

(continues)

Independent Auditor's Report to the Members of Thrive, CYN St. John's, INC. *(continued)*

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Thrive, CYN St. John's, Inc. as at March 31, 2015, and the results of its operations and its cash flows for the year ended March 31, 2015 in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.

Mount Pearl, NL
June 24, 2015


CHARTERED PROFESSIONAL ACCOUNTANTS

THRIVE, CYN ST. JOHN'S, INC.
Statement of Revenues and Expenditures
For the Year Ended March 31, 2015

	2015	2014
REVENUES		
Program and project revenue <i>(Note 4)</i>	\$ 991,263	\$ 907,290
Registration fees and other income	17,569	41,230
Donations	68,354	10,628
Core funding - Office of Public Engagement	229,645	229,629
Fundraising revenue	-	37,927
	1,306,831	1,226,704
PROGRAM COSTS		
Learning Initiative	380,188	364,886
Street Reach	383,740	342,747
Velocity Adventure	44,913	184,995
Other	72,177	70,953
CASEY	784	5,457
Project Endure	178,278	13,177
Meeting Future Labour	5,614	-
	1,065,694	982,215
EXPENSES		
Amortization	3,828	3,776
Evaluation	5,000	5,000
Insurance	4,468	3,081
Interest and bank charges	2,671	3,266
Meetings and conferences	2,704	2,759
Occupancy costs	55,088	27,484
Office	4,824	8,326
Printing, promotions and postage	10,531	6,454
Professional development	1,789	1,437
Professional fees	5,202	9,083
Repairs and maintenance	-	3,881
Salaries and wages	127,844	159,616
Telephone and internet	3,051	2,038
Travel	1,014	1,412
Website development	1,636	7,157
	229,650	244,770
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ 11,487	\$ (281)

THRIVE, CYN ST. JOHN'S, INC.
Statement of Changes in Net Assets
Year Ended March 31, 2015

	2015	2014
NET ASSETS - BEGINNING OF YEAR	\$ 225,933	\$ 226,214
Excess of revenues over expenses	11,487	(281)
NET ASSETS - END OF YEAR	\$ 237,420	\$ 225,933

THRIVE, CYN ST. JOHN'S, INC.
Statement of Financial Position
March 31, 2015

	2015	2014
ASSETS		
CURRENT		
Cash	\$ 288,546	\$ 366,840
Short-term investment	20,250	72,298
Accounts receivable	110,472	77,625
Harmonized sales tax recoverable	15,227	13,877
Prepaid expenses	7,167	17,659
	441,662	548,299
PROPERTY, PLANT AND EQUIPMENT <i>(Note 3)</i>	16,797	17,651
	\$ 458,459	\$ 565,950
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 57,058	\$ 89,774
Employee deductions payable	18,933	9,966
Deferred income	145,048	240,277
	221,039	340,017
NET ASSETS		
General fund	237,420	225,933
	\$ 458,459	\$ 565,950

ON BEHALF OF THE BOARD

_____ *Director*

_____ *Director*

THRIVE, CYN ST. JOHN'S, INC.**Statement of Cash Flow****Year Ended March 31, 2015**

	2015	2014
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenses	\$ 11,487	\$ (281)
Item not affecting cash:		
Amortization of property, plant and equipment	3,828	3,776
	15,315	3,495
Changes in non-cash working capital:		
Accounts receivable	(32,847)	(49,021)
Accounts payable	(32,717)	9,070
Deferred income	(95,229)	102,341
Prepaid expenses	10,492	(3,803)
Harmonized sales tax payable	(1,350)	779
Employee deductions payable (recoverable)	8,967	(8,385)
	(142,684)	50,981
Cash flow from (used by) operating activities	(127,369)	54,476
INVESTING ACTIVITY		
Purchase of property, plant and equipment	(2,973)	(5,098)
INCREASE (DECREASE) IN CASH FLOW	(130,342)	49,378
Cash - beginning of year	439,138	389,760
CASH - END OF YEAR	\$ 308,796	\$ 439,138
CASH CONSISTS OF:		
Cash	\$ 288,546	\$ 366,840
Short-term investment	20,250	72,298
	\$ 308,796	\$ 439,138

THRIVE, CYN ST. JOHN'S, INC.

Notes to Financial Statements

Year Ended March 31, 2015

1. NATURE OF OPERATIONS

The Community Youth Network - St. John's Inc. was incorporated on August 22, 2001. During the fiscal year under evaluation, the organization legally changed its name to Thrive, CYN St. John's, Inc. Its mandate is to increase the opportunity for youth to avail of the supports they need to mature into healthy, educated, employable members of their community by identifying solutions to the barriers they face while trying to access learning, employment, community building and other support services.

The entity is a charitable organization and, as such, is exempt from income tax under Section 149.1 of the Income Tax Act.

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 (ASNFPO).

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

Measurement uncertainty

Certain amounts in the financial statements are subject to measurement uncertainty and are based on the organization's best information and judgment. Actual results could differ from these estimates.

Examples of significant estimates include:

- providing for amortization of property, plant and equipment;
- the estimated useful lives of assets;
- the allowance for doubtful accounts.

Property, plant and equipment

Property, plant and equipment are stated at cost or deemed cost less accumulated amortization. Property, plant and equipment are amortized over their estimated useful lives at the following rates and methods:

Equipment	20%	declining balance method
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The organization regularly reviews its property, plant and equipment to eliminate obsolete items.

Property, plant and equipment acquired during the year but not placed into use are not amortized until they are placed into use.

Revenue Recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the period in which the related expenses are incurred.

THRIVE, CYN ST. JOHN'S, INC.**Notes to Financial Statements****Year Ended March 31, 2015****3. PROPERTY, PLANT AND EQUIPMENT**

	Cost	Accumulated amortization	2015 Net book value	2014 Net book value
Equipment	\$ 32,710	\$ 15,913	\$ 16,797	\$ 17,651

4. PROGRAM AND PROJECT REVENUE

Program and project revenue has been provided from the following funders:

	2015	2014
Department of Advanced Education and Skills	\$ 113,403	\$ 93,014
Rogers Communications Partnership	200,342	200,100
Public Safety Canada	(950)	173,936
Eastern Health	159,304	169,343
Donations	39,124	147
Other program revenue	106,441	70,179
Newfoundland and Labrador Housing	190,015	186,149
Health Canada	177,970	14,422
Office of Public Engagement	5,614	-
	\$ 991,263	\$ 907,290

5. ADMINISTRATION REVENUE

Included in registration fees and other income is the following amount:

- \$15,000 received from the City of St. John's (2014 - \$10,000).

6. LEASE COMMITMENTS

The organization leases premises under one term lease.

The organization has a lease with respect to its office space at 108 LeMarchant Road. Future minimum lease payments are as follows:

2016	\$ 83,750
2017	62,813
	<u>\$ 146,563</u>

7. FINANCIAL INSTRUMENTS

The organization has determined that it is not exposed to any significant risks through its financial instruments.