

YOUTHSPEAK CHARITY
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2023

BATEMAN, GRAHAM & FITZPATRICK

CHARTERED PROFESSIONAL ACCOUNTANTS

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REVIEW ENGAGEMENT REPORT

To the Directors of
Youthspeak Charity

We have reviewed the accompanying financial statements of Youthspeak Charity that comprise the statement of financial position as at August 31, 2023, and the statements of operations and net assets, 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 organization, 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.

Conclusion

Based on our review, 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 Youthspeak Charity as at August 31, 2023, 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.



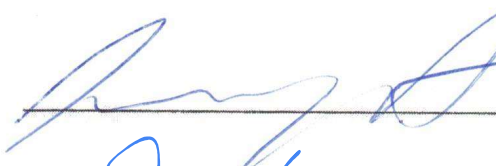
Chartered Professional Accountants
Licensed Public Accountants

Newmarket, Ontario
January 10, 2024

**YOUTHSPEAK CHARITY
STATEMENT OF FINANCIAL POSITION
AS AT AUGUST 31, 2023**

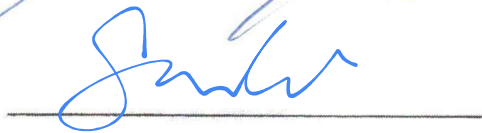
	<u>2023</u>	<u>2022</u>
ASSETS		
Current		
Cash	\$ 16,352	\$ 38,411
Accounts receivable	9,639	12,566
Prepaid expenses	<u>-</u>	<u>400</u>
	<u>\$ 25,991</u>	<u>\$ 51,377</u>
LIABILITIES		
Current		
Accounts payable and accruals (Note 3)	<u>\$ 7,833</u>	<u>\$ 4,647</u>
NET ASSETS		
SURPLUS	<u>18,158</u>	<u>46,730</u>
	<u>\$ 25,991</u>	<u>\$ 51,377</u>

On behalf of the Board



Director

Jeremy Anderson



Director

Unaudited - see Review Engagement Report

BATEMAN, GRAHAM & FITZPATRICK
CHARTERED PROFESSIONAL ACCOUNTANTS

YOUTHSPEAK CHARITY
STATEMENT OF OPERATIONS AND NET ASSETS
FOR THE YEAR ENDED AUGUST 31, 2023

	<u>2023</u>	<u>2022</u>
REVENUES		
Ontario Trillium Foundation	\$ -	\$ 70,700
Booking fees	82,605	110,615
Employment grants	34,386	54,393
Federal Grant	16,608	7,631
Donations	31,158	17,427
The Canadian Red Cross Society	33,208	-
Bingo	12,700	-
Miscellaneous	<u>15,325</u>	<u>14,956</u>
	<u>225,990</u>	<u>275,722</u>
EXPENDITURES		
Advertising and promotion	17,549	22,478
Bank charges and interest	1,299	1,171
Insurance	2,451	2,030
Office	2,811	17,893
Rent	5,847	8,948
Professional fees	4,412	3,291
Travel	10,667	2,155
Wages and benefits	<u>209,526</u>	<u>267,362</u>
	<u>254,562</u>	<u>325,328</u>
DEFICIENCY OF REVENUE OVER EXPENDITURES FOR THE YEAR	(28,572)	(49,606)
NET ASSETS, beginning of year	<u>46,730</u>	<u>96,336</u>
NET ASSETS, end of year	<u>\$ 18,158</u>	<u>\$ 46,730</u>

Unaudited - see Review Engagement Report

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**YOUTHSPEAK CHARITY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED AUGUST 31, 2023**

	<u>2023</u>	<u>2022</u>
SOURCES (USES) OF CASH:		
OPERATING ACTIVITIES		
Deficiency of revenue over expenditures for the year	\$ (28,572)	\$ (49,606)
Changes in non-cash working capital items		
Accounts receivable	2,926	4,124
Prepaid expenses	400	-
Accounts payable and accruals	<u>3,187</u>	<u>165</u>
NET DECREASE IN CASH	(22,059)	(45,317)
CASH, beginning of year	<u>38,411</u>	<u>83,728</u>
CASH, end of year	<u>\$ 16,352</u>	<u>\$ 38,411</u>

Unaudited - see Review Engagement Report

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**YOUTHSPEAK CHARITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2023**

1. OPERATIONS

The organization was incorporated on May 20, 2011 by letters patent without share capital as a not-for-profit corporation under the Corporations Act of Ontario and commenced operating in November, 2011. Youthspeak empowers youth who face challenges through leadership training to positively impact their world by sharing their personal stories in assemblies and workshops. The organization is not subject to income tax.

Effective August 30, 2023, the organization changed its name from Youthspeak Performance Charity Organization to Youthspeak Charity.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements of the organization have been prepared in accordance with Canadian accounting standards for not-for-profit organizations as contained in Part III of the Chartered Professional Accountants Canada ("CPAC") Handbook. To the extent Part III of the CPAC Handbook does not address certain matters applicable to the organization; it uses Canadian accounting standards for private enterprises contained in Part II of the CPAC Handbook. Outlined below are those policies considered particularly significant by the organization.

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 amount of assets and liabilities, the 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. These estimates are reviewed periodically and any adjustments are reported in earnings in the period they become known. The principal estimates used in the preparation of these financial statements include prepaid expenses and accrued liabilities. Actual results could differ from management's best estimates as additional information becomes available in the future.

Financial instruments

The organization initially measures its financial assets and financial liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at cost or amortized cost.

Financial assets measured at amortized cost include accounts receivable.

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

Financial assets measured at cost are tested annually for impairment. If there are indicators of impairment, the amount of the write-down is recognized as an expense.

**YOUTHSPEAK CHARITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2023**

Impairment of financial instruments

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in the statement of financial activities. The previously recognized impairment loss may be reversed to the extent of the previously recognized impairment, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in the statement of financial activities.

Revenue recognition

Revenue from government ministries and foundations is recognized when due under terms of any related contracts. Amounts received but applicable to future periods are recognized as deferred revenues.

Externally restricted contributions are accounted for using the deferral method. Unrestricted contributions, including donations, are recorded in revenue when received.

Other revenues are recorded when earned and collectible.

Booking fees are recorded as revenue when the service is performed.

Fixed assets

Fixed assets are expensed in the year of acquisition.

Deferred contributions

Under the terms of agreements with certain funding organizations, all funds received must be utilized in a prescribed manner. As a result of this stipulation, the organization recognizes funds received but not yet disbursed in the prescribed manner as deferred contributions.

Comparative figures

Certain comparative figures have been reclassified to conform with the presentation adopted for the current year.

3. GOVERNMENT REMITTANCES

Government remittances included in accounts payable total \$6,440 (2022 - \$3,254).

YOUTHSPEAK CHARITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2023

4. FINANCIAL RISK MANAGEMENT

Credit risk

Credit risk represents the financial loss that the organization would experience if a counterparty to a financial instrument failed to meet its obligations. The organization's credit risk is primarily attributable to its accounts receivable. The organization has established various internal controls designed to mitigate credit risk such as account monitoring procedures. There have been no changes in credit risk since 2023.

Liquidity risk

Liquidity risk is the risk that the organization will be unable to fulfill its obligations on a timely basis or at reasonable cost. Management manages liquidity risk by monitoring its operational requirements to ensure it has sufficient funds to fulfil its obligations. Cash flow from operations provides a substantial portion of the organization's cash requirements. Additional cash requirements are met with the use of related party loans and bank overdraft. There have been no changes in liquidity risk since 2023.