

Financial Statements of

**COMMUNITY ASSETS FOR
EDUCATION INSTITUTE**

Years ended February 28, 2013 and February 29, 2012



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INDEPENDENT AUDITORS' REPORT

To the Members of Community Assets for Education Institute

We have audited the accompanying financial statements of Community Assets for Education Institute which comprise the statement of financial position as at February 28, 2013, February 29, 2012 and March 1, 2011, the statements of operations and changes in net assets and cash flows for the years ending February 28, 2013 and February 29, 2012, and notes, comprising 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 audits in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform an 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 in our audits is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of Community Assets for Education Institute as at February 28, 2013, February 29, 2012 and March 1, 2011, and its results of operations and its cash flows for the years ending February 28, 2013 and February 29, 2012 in accordance with Canadian accounting standards for not-for-profit organizations.

KPMG LLP

Chartered Accountants
Calgary, Canada
August 13, 2013

COMMUNITY ASSETS FOR EDUCATION INSTITUTE

Statements of Financial Position

As at February 28, 2013, February 29, 2012 and March 1, 2011

	February 28, 2013	February 29, 2012	March 1, 2011
Assets			
Current Assets:			
Cash	\$ 11,872	\$ 12,944	\$ 6,397
Contributions receivable	600	—	—
Prepaid Insurance	484	547	467
	<u>\$ 12,956</u>	<u>\$ 13,491</u>	<u>\$ 6,864</u>

Liabilities and Net Assets

Current Liabilities:			
Accounts payable	\$ 579	\$ 200	\$ 1,513
Net assets	12,377	13,291	5,351
	<u>\$ 12,956</u>	<u>\$ 13,491</u>	<u>\$ 6,864</u>

See accompanying notes to the financial statements.

Approved by the Board:

_____ Director

_____ Director

COMMUNITY ASSETS FOR EDUCATION INSTITUTE

Statement of Operations and Changes in Net Assets

Years ended February 28, 2013 and February 29, 2012

	2013	2012
Revenue:		
Workshop fees	\$ 3,570	\$ 2,380
Donations	–	6,000
Grants	–	7,200
	<u>3,570</u>	<u>15,580</u>
Expenses:		
Course development	1,173	–
Course preparation	546	–
Course presentation	1,690	6,230
Administration	979	873
Research and resources	96	537
	<u>4,484</u>	<u>7,640</u>
Excess (deficiency) of revenue over expenses	(914)	7,940
Net assets, beginning of year	13,291	5,351
Net assets, end of year	<u>\$ 12,377</u>	<u>\$ 13,291</u>

See accompanying notes to the financial statements.

COMMUNITY ASSETS FOR EDUCATION INSTITUTE

Statement of Cash Flows

Years ended February 28, 2013 and February 29, 2012

	2013	2012
Cash provided by (used in):		
Operations:		
Excess (deficiency) of revenue over expenses	\$ (914)	\$ 7,940
Changes in non-cash operating working capital accounts:		
Contributions receivable	(600)	—
Prepaid insurance	63	(80)
Accounts payable	379	(1,313)
	(1,072)	6,547
Increase (decrease) in cash position	(1,072)	6,547
Cash, beginning of year	12,944	6,397
Cash, end of year	\$ 11,872	\$ 12,944

See accompanying notes to the financial statements.

COMMUNITY ASSETS FOR EDUCATION INSTITUTE

Notes to the Financial Statements

Years ended February 28, 2013 and February 29, 2012

1. General:

Community Assets for Education Institute (“CAFÉ” or “the Institute”) was incorporated under the Societies Act of Alberta on July 10, 2007 and is exempt from income taxes. CAFÉ received registered charitable status effective March 1, 2008. CAFÉ has a mandate to provide education and support to schools and the broader community for developing community capacity for education.

On March 1, 2012, the Organization adopted Canadian Accounting Standards for Not-For-Profit Organizations in Part III of the CICA Handbook. These are the first financial statements prepared in accordance with Not-For-Profit Standards.

In accordance with the transitional provisions in Not-For-Profit Standards, the Organization has adopted the changes retrospectively, subject to certain exemptions allowed under these standards. The transition date is March 1, 2011 and all comparative information provided has been presented by applying Not-For-Profit Standards.

There were no adjustments to net assets as at March 1, 2011 or net income for the year ended February 29, 2012 as a result of the transition to Not-For-Profit Standards.

2. Significant accounting policies:

(a) Revenue recognition:

The Institute follows the deferral method for recognizing contributions and donations. Unrestricted amounts are recognized in revenue when received or receivable and collection has been determined to be reasonably assured. Restricted contributions are recognized as revenue in the year in which the related expenditures are incurred. No restricted contributions have been received to February 28, 2013.

(b) Use of estimates:

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities at the date of the financial statements and the reporting amounts of revenues and expenses during the reporting period.

(c) Volunteer and donated services and goods:

Volunteers contribute their time and services to the Institute and the Institute receives goods donated by members and supporters. The value of the contributed time, service, and donated goods is not reflected in these financial statements since it is not susceptible to objective valuation or measurement.

COMMUNITY ASSETS FOR EDUCATION INSTITUTE

Notes to the Financial Statements

Years ended February 28, 2013 and February 29, 2012

2. Significant accounting policies (continued):

(d) Financial instruments:

Financial instruments are initially recorded at estimated fair value and classified into one of five categories: held for trading, held to maturity, available for sale, loans and receivables and other liabilities. Cash is classified as held for trading and measured at estimated fair value. Accounts payable are classified as other liabilities and measured at amortized cost.

The fair value of cash and cash equivalents and accounts payable approximate their carrying amounts due to the short-term nature of these financial instruments.

The Institute is not exposed to significant amounts of credit, liquidity or interest rate risk. Cash and cash equivalents are held with a Canadian chartered bank and balances are maintained below insured limits.

4. Capital Management:

The Institute views its capital as cash and cash equivalents. Management and the Board of Directors manage capital on a frequent basis through reviewing budgets.

5. Subsequent event:

Subsequent to year end, the Institute received a \$3,600 grant from the Community Spirit Donation Grant program administered by Alberta and Community Spirit which relates to the general operations of the Institute.