
CIVIX

FINANCIAL STATEMENTS

DECEMBER 31, 2017

INDEPENDENT AUDITOR'S REPORT

To the Members,
CIVIX

We have audited the accompanying financial statements of CIVIX which comprise the statement of financial position as at December 31, 2017, and the statements of operations and changes in 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.

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 audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of CIVIX as at December 31, 2017, and the results of its operations and its cash flow for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Other Matter

The financial statements of CIVIX as at and for the year ended December 31, 2016 were audited by another auditor who expressed an unqualified opinion on those financial statements on March 22, 2018.



Chartered Professional Accountants
Licensed Public Accountants

August 13, 2018
Toronto, Ontario

CIVIX

STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2017

	2017	2016
ASSETS		
Current assets		
Cash	\$ 791,934	\$ 2,842
Marketable securities	4,400	4,317
HST recoverable	64,367	26,399
Accounts receivable	203,955	354,601
Prepaid expenses	<u>11,255</u>	<u>8,274</u>
	1,075,911	396,433
Capital assets (note 3)	<u>2,477</u>	<u>-</u>
	<u>\$ 1,078,388</u>	<u>\$ 396,433</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable and accrued liabilities	\$ 147,792	\$ 141,295
Deferred contributions (note 4)	<u>855,904</u>	<u>189,995</u>
	<u>1,003,696</u>	<u>331,290</u>
Net assets		
Unrestricted	<u>74,692</u>	<u>65,143</u>
	<u>\$ 1,078,388</u>	<u>\$ 396,433</u>

Approved on behalf of the Board:

_____, Director

_____, Director

see accompanying notes

CIVIX

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2017

	2017	2016
REVENUE		
Contributions (note 5)	\$ 1,080,013	\$ 798,827
Fee for service	429,700	286,019
Investment income	992	616
Other	<u>19,096</u>	<u>7,181</u>
	<u>1,529,801</u>	<u>1,092,643</u>
EXPENSES		
Salaries and benefits	646,174	556,178
Educator training	313,310	83,612
Travel	116,483	70,178
Printing	106,957	56,636
Mailing and distribution	66,764	81,101
Media and communications	61,699	81,773
Occupancy costs	57,263	56,224
Administration	46,088	37,790
Professional fees	43,690	18,183
Research and evaluation	26,021	-
Graphic design	20,036	30,508
Translation	14,528	14,386
Amortization	<u>1,239</u>	<u>-</u>
	<u>1,520,252</u>	<u>1,086,569</u>
EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR	9,549	6,074
Net assets, beginning of year	<u>65,143</u>	<u>59,069</u>
NET ASSETS, END OF YEAR	<u>\$ 74,692</u>	<u>\$ 65,143</u>

see accompanying notes

CIVIX

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2017

	2017	2016
OPERATING ACTIVITIES		
Excess of revenue over expenses for the year	\$ 9,549	\$ 6,074
Amortization of capital assets	1,239	-
Net change in non-cash working capital items (see below)	<u>782,103</u>	<u>(140,158)</u>
Net cash generated from (used for) operating activities	<u>792,891</u>	<u>(134,084)</u>
INVESTING ACTIVITIES		
Purchase of marketable securities	(83)	(469)
Purchase of capital assets	<u>(3,716)</u>	<u>-</u>
Net cash used for investing activities	<u>(3,799)</u>	<u>(469)</u>
NET INCREASE (DECREASE) IN CASH FOR THE YEAR	789,092	(134,553)
Cash, beginning of year	<u>2,842</u>	<u>137,395</u>
CASH, END OF YEAR	<u>\$ 791,934</u>	<u>\$ 2,842</u>

Net change in non-cash working capital items:

Decrease (increase) in current assets-		
HST recoverable	\$ (37,967)	\$ 82,809
Accounts receivable	150,645	(191,605)
Prepaid expenses	(2,982)	-
Increase (decrease) in current liabilities-		
Accounts payable and accrued liabilities	6,498	(64,046)
Deferred contributions	<u>665,909</u>	<u>32,684</u>
	<u>\$ 782,103</u>	<u>\$ (140,158)</u>

see accompanying notes

CIVIX

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2017

3. CAPITAL ASSETS

Capital assets consist of the following:

	Cost	Accumulated Amortization	2017 Net	2016 Net
Office furniture & equipment	<u>\$ 3,716</u>	<u>\$ (1,239)</u>	<u>\$ 2,477</u>	<u>\$ -</u>

4. DEFERRED CONTRIBUTIONS

Continuity of deferred contributions for the year is as follows:

	2017	2016
Deferred contributions, beginning of year	\$ 189,995	\$ 157,311
Add cash received from contributions	1,745,922	831,511
Less contribution revenue recognized (note 5)	<u>(1,080,013)</u>	<u>(798,827)</u>
Deferred contributions, end of year	<u>\$ 855,904</u>	<u>\$ 189,995</u>

5. CONTRIBUTIONS

Contribution revenue recognized in the year was from the following sources:

	2017	2016
Government	\$ 436,419	\$ 216,559
Foundations	383,780	114,811
Corporations	162,600	388,347
Other groups	75,000	68,500
Individuals	<u>22,214</u>	<u>10,610</u>
	<u>\$ 1,080,013</u>	<u>\$ 798,827</u>

6. DONATED MATERIALS AND SERVICES

During the year, the organization received \$83,787 of donated materials and services. These donations have not been recorded as either revenue or expenses in the statement of operations for the year.

7. LEASE COMMITMENT

The organization leases office space in Montreal, Quebec. Minimum annual payments under the terms of the lease, which expires on November 30, 2019, are as follows:

2018	24,660
2019	22,605

8. COMPARATIVE FINANCIAL INFORMATION

Expenses for the year ended December 31, 2016 have been reclassified to conform with the basis of presentation adopted for 2017.
