

Charity Intelligence Canada

Financial Statements
For the year ended June 30, 2015

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Independent Auditor's Report

To the Stakeholders of Charity Intelligence Canada

We have audited the accompanying financial statements of Charity Intelligence Canada, which comprise the statement of financial position as at June 30, 2015 and the statements of operations 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.

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 in our audit 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 Charity Intelligence Canada as at June 30, 2015 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

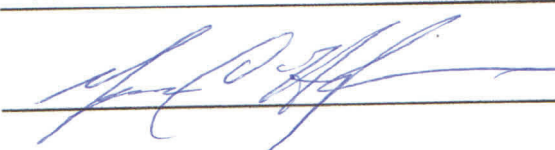
October 30, 2015
Alliston, Ontario

**Charity Intelligence Canada
Statement of Financial Position**

June 30	2015	2014
Assets		
Current		
Cash and cash equivalents	\$ 83,204	\$ 71,347
HST and accounts receivable	7,816	4,011
Prepaid expenses	2,573	2,573
	\$ 93,593	\$ 77,931
Liabilities and Net Assets		
Current Liabilities		
Accounts payable and accrued liabilities - trade	\$ 12,042	\$ 14,401
Accounts payable and accrued liabilities - donor designated	41,100	41,100
	53,142	55,501
Net Assets		
Unrestricted	40,451	22,430
	\$ 93,593	\$ 77,931

On behalf of the Board:

Kate Bahen Director

 Director

Charity Intelligence Canada Statement of Operations and Net Assets

For the year ended June 30	2015	2014
Revenue		
Donations from individuals (Note 2)	\$ 123,473	\$ 84,275
Donations from foundations	79,307	94,763
	<u>202,780</u>	179,038
Donor designated donations	427,900	88,564
Fees for donor services	29,000	50,000
Other income	9,347	4,110
	<u>669,027</u>	321,712
Gifts to Charities		
Donor designated donations	<u>427,900</u>	88,564
Net revenues	<u>241,127</u>	233,148
Expenditures		
Research		
Wages and benefits	119,511	116,272
Other research expenses	-	7,154
Report production and printing	172	3,562
Rent	24,744	24,744
Website development	1,148	14,592
Events	41,190	-
	<u>186,765</u>	166,324
Donor Services		
Wages and benefits	-	19,110
Client development and mailings	-	183
	<u>-</u>	19,293
Public relations	<u>1,325</u>	11,450
Administrative expenses (Note 4)		
Rent	6,186	6,186
Bookkeeping and audit fees	9,479	8,319
Utilities and communication	6,354	6,111
Insurance	4,580	4,525
Office supplies	2,758	1,536
Brokerage fees and bank charges	732	590
	<u>30,089</u>	27,267
Fundraising (Note 4)		
Wages and benefits	3,500	-
Website development	1,427	-
	<u>4,927</u>	-
Total expenditures	<u>223,106</u>	224,334
Excess of revenue over expenditures	18,021	8,814
Net assets, beginning of year	<u>22,430</u>	13,616
Net assets, end of year	<u>\$ 40,451</u>	\$ 22,430

The accompanying notes are an integral part of these financial statements.

Charity Intelligence Canada Statement of Cash Flows

<u>For the year ended June 30</u>	<u>2015</u>	<u>2014</u>
Cash provided by (used in)		
Operating activities		
Excess of revenue over expenditures	\$ 18,021	\$ 8,814
Changes in non-cash working capital balances		
HST and accounts receivable	(3,805)	1,140
Accounts payable and accrued liabilities - trade	(2,359)	5,057
Increase in cash and cash equivalents during the year	11,857	15,011
Cash and cash equivalents, beginning of the year	71,347	56,336
Cash and cash equivalents, end of the year	\$ 83,204	\$ 71,347

The accompanying notes are an integral part of these financial statements.

Charity Intelligence Canada Notes to Financial Statements

June 30, 2015

1. Significant Accounting Policies

Nature of Organization

Charity Intelligence Canada researches and analyses Canadian charities and posts this research on the website www.charityintelligence.ca to help Canadians make informed and intelligent giving decisions.

Charity Intelligence Canada (the Organization) was federally incorporated under the Corporations Act in July, 2007. The Organization is a charity registered under the Income Tax Act (Canada) and, as such, is exempt from income taxes and is able to issue tax donation receipts for income tax purposes, under Registration Number 80340 7956 RR0001.

In order to maintain its status as a charitable organization under the Act, the Organization must meet certain requirements within the Act. These requirements include annual return filings and fulfilling disbursement requirements.

Basis of Accounting

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

Revenue Recognition

The Organization follows the deferral method of accounting for donations and donor designated donations. Donations are recognized as revenue when the amount is received unless deferred for specific future use.

The Organization is requested by certain individuals and organizations to receive and disburse funds on behalf of the donor to other registered charities. Funds that have not been disbursed at year end are recorded as designated donations payable.

The Organization regularly receives donations of publicly listed securities from donors to fund other charities. The securities are tax receipted and recognized as revenue in the amount of the listed market value at the date the donation was received in the Organization's broker account.

Fees for donor services are recognized when the payment for the service is received.

Charity Intelligence Canada

Notes to Financial Statements

June 30, 2015

1. Significant Accounting Policies (continued)

Financial Instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, equities traded in an active market and derivatives are reported at fair value, with any unrealized gains and losses reported in operations. All other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are expensed for those items remeasured at fair value at each statement of financial position date and charged to the financial instrument for those measured at amortized cost and amortized over the expected life of the instrument using the straight line method.

The Organization's financial instruments comprise cash and cash equivalents, and accounts payable and accrued liabilities.

Donated Services

The Organization relies upon the contributed services of volunteers. Since these services are not normally purchased by the Organization and because of the difficulty in determining their fair value, donated services are not recognized in these financial statements.

Property, Plant and Equipment

It is the practice of the Organization to expense the cost of additions to and replacements of capital assets as they are incurred through the Statement of Operations and Net Assets.

Charity Intelligence Canada Notes to Financial Statements

June 30, 2015

2. Donations

Individuals, known as "insiders", that work for Charity Intelligence Canada as staff members, Board members and volunteers occasionally donate to the Organization. In 2015, \$58,615 (2014 -\$53,724) was received from these individuals. This represented 9% (2014 - 17%) of the Organization's total revenues.

3. Fundraising and Administrative Expenses

The majority of Charity Intelligence Canada's fundraising activities are undertaken by volunteers. Administrative expenses totaled \$30,089 (2014 - \$27,267) as outlined on page 4. Management has estimated 7% of a research staff's wages and benefits are to be allocated to fundraising.

4. Governance Policies

Charity Intelligence Canada is committed to providing stakeholders with high transparency and accountability. From the "Standards of Excellence for Non-Profit Management" guidelines established by the Donor Canadian Foundation, the following best practices have been implemented:

- Quarterly financial statements to the Board of Directors
 - Annual audited financial statements posted on the website
-

5. Comparative Figures

Certain comparative figures have been restated to conform to the current year's presentation.
