

BYTE: Empowering Youth Society

Financial Statements
For the year ended March 31, 2022
(Unaudited)

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Financial Statements
For the year ended March 31, 2022
(Unaudited)

	Contents
Independent Practitioner's Review Engagement Report	2
Financial Statements	
Statement of Financial Position	3
Statement of Operations and Changes in Net Assets	4
Statement of Cash Flows	5
Notes to Financial Statements	6 - 10



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Independent Practitioner's Review Engagement Report

To the Directors of
BYTE: Empowering Youth Society

We have reviewed the accompanying financial statements of BYTE: Empowering Youth Society that comprise the statement of financial position as at March 31, 2022, 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.

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 entity, 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 BYTE: Empowering Youth Society as at March 31, 2022, 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.

BDO Canada LLP

Chartered Professional Accountants

Whitehorse, Yukon
June 29, 2022

BYTE: Empowering Youth Society
Statement of Financial Position
(Unaudited)

March 31	2022	2021
Assets		
Current		
Cash	\$ 313,684	\$ 191,418
Short-term investments	100,704	285,705
Accounts receivable	19,169	15,601
Prepaid expenses	1,328	1,743
	<hr/>	<hr/>
	434,885	494,467
Capital assets (Note 2)	<hr/>	<hr/>
	10,076	14,344
	<hr/>	<hr/>
	\$ 444,961	\$ 508,811

Liabilities and Net Assets

Current		
Accounts payable and accrued liabilities	\$ 22,435	\$ 12,960
Government remittances payable	14,992	6,871
Deferred revenue (Note 3)	58,409	220,399
Payable to BGC (Note 10)	51,965	-
	<hr/>	<hr/>
	147,801	240,230
Net assets (Note 4)	<hr/>	<hr/>
	297,160	268,581
	<hr/>	<hr/>
	\$ 444,961	\$ 508,811

On behalf of the Board:

Elizabeth Peredun Elizabeth Peredun

Director June 29, 2022

Véronique Maggiore
Véronique Maggiore

Director June 29, 2022

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DEPUTY REGISTRAR
OF SOCIETIES

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

BYTE: Empowering Youth Society
Statement of Operations and Changes in Net Assets
(Unaudited)

For the year ended March 31	2022	2021
Revenue		
Yukon Government (Note 5)	\$ 364,283	\$ 300,818
Government of Canada (Note 5)	26,665	63,704
Other grants and subsidies	437,254	451,007
Facilitation	9,920	23,301
Fundraising and donations	35,163	96,943
Rent	-	250
City of Whitehorse (Note 5)	5,000	5,000
Interest and investment income	13,988	15,426
	<u>892,273</u>	<u>956,449</u>
Expenses		
Advertising and promotion	1,837	6,862
Amortization	4,268	6,085
Bad debts	1,204	210
Bank charges and interest	1,308	578
Dues and memberships	294	210
Events and fundraising	1,111	17,575
Facilitator fees	86,113	365,557
Food	10,490	4,242
Honoraria	51,015	17,823
Insurance	1,975	1,962
Office and miscellaneous	3,012	4,638
Professional fees	43,586	21,472
Rent	23,370	23,370
Supplies	37,180	5,145
Training	2,475	2,642
Transfer to Boys & Girls Club Yukon (Note 10)	71,965	-
Transportation	23,073	31,954
Travel and accommodation	28,546	10,983
Utilities	5,877	3,956
Wages and benefits	464,995	326,773
	<u>863,694</u>	<u>852,037</u>
Excess of revenue over expenses for the year	28,579	104,412
Net assets, beginning of year	268,581	164,169
Net assets, end of year	\$ 297,160	\$ 268,581

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

BYTE: Empowering Youth Society
Statement of Cash Flows
(Unaudited)

For the year ended March 31	2022	2021
Cash flows from operating activities:		
Excess of revenue over expenses for the year	\$ 28,579	\$ 104,412
Items not involving cash		
Amortization of capital assets	4,268	6,085
Unrealized gain on short-term investment	<u>(9,667)</u>	<u>(11,140)</u>
	23,180	99,357
Changes in non-cash working capital balances		
Accounts receivable	(3,568)	527
Prepaid expenses	415	599
Accounts payable and accrued liabilities	9,475	3,572
Government remittances payable	8,121	(79)
Deferred revenue	(161,990)	191,051
Payable to BGC	<u>51,965</u>	<u>-</u>
	(72,402)	295,027
Cash flows from investing activities:		
Redemption (purchase) of short-term investments	<u>194,668</u>	<u>(204,052)</u>
Increase in cash during the year	122,266	90,975
Cash, beginning of year	<u>191,418</u>	<u>100,443</u>
Cash, end of year	\$ 313,684	\$ 191,418

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

BYTE: Empowering Youth Society
Notes to Financial Statements
(Unaudited)

March 31, 2022

1. Summary of Significant Accounting Policies

Nature of Organization	BYTE Empowering Youth Society ("the Society") is incorporated and registered in the Yukon. Its primary mission is to strengthen youth voices in the community, take action, and bring about positive change for the well being of everyone. The Society is a registered charity under the Income Tax Act and, as such, is exempt from income tax.
Basis of Accounting	These financial statements have been prepared using Canadian accounting standards for not-for-profit organizations (ASNPO).
Cash and Cash Equivalents	Cash and cash equivalents consist of cash on hand, bank balances and guaranteed investment certificates with a duration of less than three months from the date of acquisition.
Short-term Investments	Short-term investments consist of equities traded in an active market and guaranteed investment certificates with a duration of greater than three months and less than one year from the date of acquisition.
Capital Assets	Capital assets are recorded at cost less accumulated amortization. Amortization is provided annually at rates calculated to write-off the assets over their estimated useful lives as follows: Automotive - 30 % diminishing balance basis Computer - 30 % diminishing balance basis Furniture and equipment - 20 % diminishing balance basis
Impairment of Long-lived Assets	In the event that facts and circumstances indicate that the Society's long-lived assets may be impaired, an evaluation of recoverability would be performed. Such an evaluation entails comparing the estimated fair value associated with the asset to the asset's carrying amount to determine if a write-down is required. The Society considers that no circumstances exist as at March 31, 2022 that would require such an evaluation.
Revenue Recognition	The Society follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Facilitation fee revenue is recorded when earned and collection is reasonably assured.

BYTE: Empowering Youth Society
Notes to Financial Statements
(Unaudited)

March 31, 2022

1. Summary of Significant Accounting Policies, continued

Financial Instruments Short-term investments are recorded at fair value with any change in fair value reported in income. All other financial instruments are reported at cost or amortized cost less impairment. Transaction costs on the acquisition, sale or issue of financial instruments are expensed for those items measured at fair value and charged to the financial instrument for those measured at amortized cost. Financial assets are tested for impairment and any write-downs are recognized in income.

Use of Estimates The preparation of financial statements using Canadian ASNPO requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Significant areas requiring management estimates relate to the determination of the impairment of assets, useful lives of capital assets, recognition of revenue and recovery of receivables. Actual results could differ from those estimates and may have an impact on future periods.

2. Capital Assets

	2022		2021	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Automotive	\$ 30,750	\$ 21,785	\$ 8,965	\$ 12,807
Computer	19,841	19,011	830	1,186
Furniture and equipment	4,898	4,617	281	351
	\$ 55,489	\$ 45,413	\$ 10,076	\$ 14,344

BYTE: Empowering Youth Society
Notes to Financial Statements
(Unaudited)

March 31, 2022

3. Deferred Revenue

	2022	2021
Yukon Government - Youth Achievement Centre	\$ 5,519	\$ 9,909
Yukon Government - Youth Panel on Climate Change	26,448	51,096
Tamarack Institute	-	22,377
CanNor	-	21,796
MasterCard Foundation	-	107,500
The Rogers Foundation	5,221	5,221
Canadian Public Health Association	2,500	2,500
United Way	7,200	-
ATCO Electric Yukon	1,000	-
Contagious Mountain Club	4,257	-
Yukon Youth Healthcare Summit	6,264	-
	\$ 58,409	\$ 220,399

4. Net Assets

The Society's net assets represent the cumulative excess of revenue over expenses of the society since inception. It is comprised of the following:

	2022	2021
Net assets used to purchase capital assets, less accumulated amortization expensed to date	\$ 10,076	\$ 14,344
Unrestricted net assets	287,084	254,237
	\$ 297,160	\$ 268,581

5. Government Revenue by Department

	2022	2021
Government of Canada		
CanNor	\$ 21,796	\$ 63,704
Summer Jobs	4,869	-
	26,665	63,704
Yukon Government		
Executive Council Office	337,978	286,118
Health and Social Services	20,640	4,680
Justice	5,665	10,020
	364,283	300,818
City of Whitehorse		
Municipal Grant	5,000	5,000
Total Government Revenue	\$ 395,948	\$ 369,522

BYTE: Empowering Youth Society
Notes to Financial Statements
(Unaudited)

March 31, 2022

6. Economic Dependence

The Society has various contribution agreements with the Yukon Government and other federal, provincial and municipal agencies and is dependant on these grants and subsidies for continued operations.

7. Financial Instruments Risk

The Society faces certain risks with respect to its financial instruments as follows:

Credit risk

The Society is exposed to credit risk in the event of non-performance by counterparties in connection with its trade accounts receivable. The Society does not obtain collateral or other security to support financial instruments subject to credit risk but mitigates this risk by dealing with financially sound counterparties and, accordingly, does not anticipate loss for non-performance.

The Society is also exposed to normal credit risk with respect to all funds being held at one banking institution.

Liquidity risk

Liquidity risk is the risk that the Society will not be able to meet its financial obligations as they become due. The Society's policy is to ensure that it will have sufficient cash to allow it to meet its liabilities when they become due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Society's reputation. The key to success in managing liquidity is the degree of certainty in the cash flow projections. If future cash flows are fairly uncertain, the liquidity risk increases.

Typically, the Society ensures that it has sufficient cash on demand to meet expected operational expenses. To achieve this objective, the Society prepares annual operating and capital expenditure budgets, which are regularly monitored and updated as considered necessary. The Society also monitors its risk of shortage of funds by monitoring the maturity dates of existing accounts payable.

Management has considered the risk and keeps a savings account to manage any cash flow issues as well as keeping investments in GICs that would cover three months of operating costs should the Society be exposed to any risk or experience any drastic changes in its funding agreements.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The Society is mainly exposed to price risk associated with its short-term investments. The risk is mitigated by diversifying its investments.

There have not been any changes in these risks from the prior year.

BYTE: Empowering Youth Society
Notes to Financial Statements
(Unaudited)

March 31, 2022

8. Commitments

The Society has an operating lease for its premises at \$2,100 plus GST per month, under a lease expiring in March 2024.

9. Uncertainties Due to COVID-19

The impact of COVID-19 in Canada and on the global economy has been significant. The financial effects on the Society so far have not been significant. As the impacts of COVID-19 continue, there could be further impact on the Society and its members. Management is actively monitoring the effects on its financial condition, liquidity and operations. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the Society is not able to fully estimate the future effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity at this time.

10. Subsequent Events

The Communities Building Youth Futures ("CBYF") Project will be transitioning to the Boys & Girls Club of Yukon ("BGC") as of April 1, 2022. As a result, unspent funding of \$51,965 will be transferred to BGC subsequent to year-end. \$20,000 was transferred to BGC during the year. The full \$71,965 has been recognized in the statement of operations for the year ended March 31, 2022.