

**CALGARY YOUTH JUSTICE SOCIETY**  
**Financial Statements**  
**Year Ended December 31, 2023**

**CALGARY YOUTH JUSTICE SOCIETY**

**Index to Financial Statements**

**Year Ended December 31, 2023**

---

	Page
INDEPENDENT AUDITOR'S REPORT	3 - 4
FINANCIAL STATEMENTS	
Statement of Financial Position	5
Statement of Revenues and Expenditures	6
Statement of Changes in Net Assets	7
Statement of Cash Flows	8
Notes to Financial Statements	9 - 12
Family and Community Support Services ( <i>Schedule 1</i> )	13
Family and Community Support Services - Bridge Funding ( <i>Schedule 2</i> )	14
Crime Prevention Investment Plan ( <i>Schedule 3</i> )	15



Telephone: (403) 212-3880  
Fax: (403) 212-3884

230, 340 Midpark Way SE  
Calgary, Alberta T2X 1P1

---

## INDEPENDENT AUDITOR'S REPORT

---

To the Members of Calgary Youth Justice Society

### *Opinion*

We have audited the financial statements of Calgary Youth Justice Society (the "Society"), which comprise the statement of financial position as at December 31, 2023, and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Society as at December 31, 2023, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

### *Basis for Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Society in accordance with ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Responsibilities of Management and Those Charged with Governance for the Financial Statements*

Management is responsible for the preparation and fair presentation of the financial statements in accordance with ASNPO, 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.

In preparing the financial statements, management is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society's financial reporting process.

(continues)

Independent Auditor's Report to the Members of Calgary Youth Justice Society (*continued*)

*Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Calgary, Alberta  
February 27, 2024

*Lockhart LLP*

LOCKHART LLP  
Chartered Professional Accountants

**CALGARY YOUTH JUSTICE SOCIETY****Statement of Financial Position****December 31, 2023**

	2023	2022
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 534,949	\$ 465,007
Restricted cash (Note 2)	1,053,971	763,379
Accounts receivable	596	1,546
Goods and services tax recoverable	14,583	7,575
Interest receivable	25,325	-
Prepaid expenses	10,583	9,608
	<u>1,640,007</u>	1,247,115
CAPITAL ASSETS (Net of accumulated amortization) (Note 3)	<u>5,633</u>	8,799
	<u>\$ 1,645,640</u>	<u>\$ 1,255,914</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT</b>		
Accounts payable	\$ 24,701	\$ 26,890
Payroll liabilities	27,063	30,372
Deferred contributions (Note 4)	1,054,169	763,379
	<u>1,105,933</u>	820,641
DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS (Note 5)	<u>2,956</u>	6,122
	<u>1,108,889</u>	826,763
<b>NET ASSETS</b>		
Unrestricted	309,074	286,474
Invested in capital assets	2,677	2,677
Internally restricted (Note 6)	225,000	140,000
	<u>536,751</u>	429,151
	<u>\$ 1,645,640</u>	<u>\$ 1,255,914</u>

**ON BEHALF OF THE BOARD**

DocuSigned by:

Carnie Zimmerman

Director

DocuSigned by:

Kim Lynch Proctor

Director

476BABD2228D41D...

See notes to financial statements

**CALGARY YOUTH JUSTICE SOCIETY**  
**Statement of Revenues and Expenditures**  
**Year Ended December 31, 2023**

	2023	2022
<b>REVENUES</b>		
Program grants and contributions (Note 7)	\$ 1,055,145	\$ 974,073
Events	81,413	-
Donations	64,585	81,355
Casino and raffle	64,242	21,325
Gifts-in-kind donations	48,000	48,000
Amortization of deferred capital contributions	3,166	2,497
Scholarship and awards	500	3,787
	<u>1,317,051</u>	<u>1,131,037</u>
<b>EXPENSES</b>		
Salaries and wages	1,001,909	889,780
Program	105,836	77,804
Rental	48,000	48,000
General and administrative	26,819	20,398
Consulting and evaluation	23,581	81,267
Information technology	13,794	7,918
Insurance	10,969	10,172
Telephone	10,496	10,615
Accounting and legal	7,713	8,559
Volunteer appreciation and training	6,705	3,765
Amortization	3,166	3,166
Professional development and training	1,925	3,280
Scholarship and awards	500	3,787
	<u>1,261,413</u>	<u>1,168,511</u>
<b>EXCESS OF REVENUES OVER EXPENSES FROM OPERATIONS</b>	<u>55,638</u>	<u>(37,474)</u>
<b>OTHER ITEMS</b>		
Interest from investments	47,248	8,558
Government subsidies (Note 8)	4,714	-
	<u>51,962</u>	<u>8,558</u>
<b>EXCESS OF REVENUES OVER EXPENSES</b>	<u>\$ 107,600</u>	<u>\$ (28,916)</u>

See notes to financial statements

**CALGARY YOUTH JUSTICE SOCIETY**  
**Statement of Changes in Net Assets**  
**Year Ended December 31, 2023**

	Unrestricted	Invested in Capital Assets	Internally Restricted	<b>2023</b>	2022
<b>NET ASSETS - BEGINNING OF YEAR</b>	\$ 286,474	\$ 2,677	\$ 140,000	<b>\$ 429,151</b>	\$ 458,067
Transfer of Funds	(85,000)	-	85,000	-	-
Excess of revenues over expenses	107,600	-	-	<b>107,600</b>	(28,916)
Purchase of equipment	-	-	-	-	-
<b>NET ASSETS - END OF YEAR</b>	<b>\$ 309,074</b>	<b>\$ 2,677</b>	<b>\$ 225,000</b>	<b>\$ 536,751</b>	<b>\$ 429,151</b>

See notes to financial statements

**CALGARY YOUTH JUSTICE SOCIETY****Statement of Cash Flows****Year Ended December 31, 2023**

	<b>2023</b>	<b>2022</b>
<b>OPERATING ACTIVITIES</b>		
Excess (deficiency) of revenues over expenses	\$ 107,600	\$ (28,916)
Items not affecting cash:		
Amortization	3,166	3,166
Amortization of deferred capital contributions	<u>(3,166)</u>	<u>(2,497)</u>
	<u>107,600</u>	<u>(28,247)</u>
Changes in non-cash working capital:		
Accounts receivable	950	(1,546)
Goods and services tax recoverable	(7,008)	(3,567)
Interest receivable	(25,325)	-
Prepaid expenses	(975)	6,398
Accounts payable	(2,189)	13,750
Payroll liabilities	(3,309)	19,445
Deferred contributions	<u>290,790</u>	<u>11,514</u>
	<u>252,934</u>	<u>45,994</u>
Cash flow from operating activities	<u>360,534</u>	<u>17,747</u>
<b>INVESTING ACTIVITY</b>		
Purchase of capital assets	<u>-</u>	<u>(3,346)</u>
<b>INCREASE IN CASH FLOW</b>	<b>360,534</b>	<b>14,401</b>
Cash - beginning of year	<u>1,228,386</u>	<u>1,213,985</u>
<b>CASH - END OF YEAR</b>	<b><u>\$ 1,588,920</u></b>	<b><u>\$ 1,228,386</u></b>
<b>CASH CONSISTS OF:</b>		
Cash	\$ 534,949	\$ 465,007
Restricted cash	<u>1,053,971</u>	<u>763,379</u>
	<b><u>\$ 1,588,920</u></b>	<b><u>\$ 1,228,386</u></b>

See notes to financial statements



**CALGARY YOUTH JUSTICE SOCIETY****Notes to Financial Statements****Year Ended December 31, 2023****PURPOSE OF THE SOCIETY**

Calgary Youth Justice Society (the "Society") is not-for-profit organization, incorporated under the Societies Act of Alberta on February 9, 1998. The Society is exempt from federal income taxes in Canada as a registered charity pursuant to paragraph 149(1)(f) of the Income Tax Act (Canada) and is designated as a charitable organization for charity tax purposes.

The Society's programs support youth who are vulnerable to risk taking and criminal activities by engaging communities with young people to foster choices and opportunities that build upon their strengths, diverting them from crime.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

Cash and cash equivalents

Cash and cash equivalents include deposits with financial institutions and cash on hand.

Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Capital assets

Capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives on a straight-line basis at the following rates:

Computer equipment	5 years
Furniture and fixtures	5 years
Website	3 years

Deferred contributions related to capital assets

Deferred contributions related to capital assets represent the unamortized portion of restricted contributions that were used to purchase the Society's capital assets. Recognition of these amounts as revenue is deferred to periods when the related capital assets are amortized.

Impairment of long lived assets

The Society tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

Revenue recognition

The Society follows the deferral method of accounting for contributions.

Externally 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.

Internally restricted contributions are reflected as appropriations of unrestricted net assets.

*(continues)*

**CALGARY YOUTH JUSTICE SOCIETY****Notes to Financial Statements****Year Ended December 31, 2023****1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**Contributed services

The operations of the Society depend on both the contribution of time by volunteers and donated materials from various sources. Donated materials are recorded at fair value when it can be reasonably determined. Due to the difficulty in determining the fair value of contributed services, they are not recognized in these financial statements

Financial instruments

The fair values of the Society's cash and cash equivalents, accounts receivable and accounts payable and accrued liabilities approximate their carrying value because of their short term nature. In certain circumstances, accounts receivable and accounts payable and accrued liabilities may be adjusted subsequent to their initial measurement at fair value based on management's expectations of collectibility, as well as estimates involving realization.

Investments are recorded at fair market value, determined by reference to investment certificates, with any unrealized gains and losses reported in income.

All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition or sale of financial instruments are expensed when incurred.

Measurement uncertainty

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, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets.

These estimates and assumptions are periodically reviewed and any adjustments necessary are reported in the statement of operations in the period in which they become known.

**2. RESTRICTED CASH**

Restricted cash is comprised of cash subject to restrictions imposed by funding agreements outstanding at December 31, 2023.

**3. CAPITAL ASSETS**

	Cost	Accumulated amortization	<b>2023 Net book value</b>	2022 Net book value
Computer equipment	\$ 38,158	\$ 35,901	\$ <b>2,257</b>	\$ 3,385
Furniture and fixtures	28,991	25,615	<b>3,376</b>	5,414
Website	6,150	6,150	-	-
	<b>\$ 73,299</b>	<b>\$ 67,666</b>	<b>\$ 5,633</b>	<b>\$ 8,799</b>

**CALGARY YOUTH JUSTICE SOCIETY****Notes to Financial Statements****Year Ended December 31, 2023****4. DEFERRED CONTRIBUTIONS**

	<b>2023</b>	<b>2022</b>
In the Lead Program	<b>\$ 1,035,555</b>	\$ 670,540
Solicitor General	<b>14,363</b>	33,846
Scholarship and Awards Program	<b>2,000</b>	2,500
Fetal Alcohol Spectrum Disorder Program	<b>1,300</b>	1,300
Alberta Gaming and Liquor Commission	<b>951</b>	55,193
	<b>\$ 1,054,169</b>	\$ 763,379

**5. DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS**

Deferred capital contributions consist of the unamortized amount of contributions received for the purchase of capital assets. Recognition of these amounts as revenue is deferred to periods when the related capital assets are amortized. Changes in deferred capital contributions are as follows:

	<b>2023</b>	<b>2022</b>
Balance, beginning of year	<b>\$ 6,122</b>	\$ 8,619
Contributions restricted to acquisition of capital assets	<b>-</b>	-
Amounts recognized as revenue during the year	<b>(3,166)</b>	(2,497)
	<b>\$ 2,956</b>	\$ 6,122

**6. INTERNALLY RESTRICTED NET ASSETS**

The Society has restricted \$225,000 (2022 - \$140,000) as a reserve fund to cover unforeseen expenditures related to operations and non-recurring capacity building. Use of these funds are subject to approval of the Board of Directors.

**7. PROGRAM GRANTS AND CONTRIBUTIONS**

Program grants and contributions include the following amounts from the City of Calgary.

	<b>2023</b>	<b>2022</b>
Family and Community Support Services (FCSS) - (Schedule 1)	<b>\$ 217,175</b>	\$ 226,374
Family and Community Support Services (FCSS) - Bridge Funding - (Schedule 2)	<b>56,594</b>	-
Crime Prevention Investment Plan (CPIP) - (Schedule 3)	<b>85,000</b>	85,000
Capacity Building - Human Resources	<b>-</b>	9,765
	<b>\$ 358,769</b>	\$ 321,139

**8. GOVERNMENT SUBSIDIES**

The Society qualified for the Canada Summer Jobs wage subsidy of \$4,714 (2022 - \$nil). This is a subsidy only with no applicable repayment terms.

**CALGARY YOUTH JUSTICE SOCIETY**

**Notes to Financial Statements**

**Year Ended December 31, 2023**

---

9. FINANCIAL INSTRUMENTS

The Society, as part of its operations, carries numerous financial instruments. It is management's opinion that the Society is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

---

**CALGARY YOUTH JUSTICE SOCIETY**  
**Family and Community Support Services**  
*(Schedule 1)*  
**Year Ended December 31, 2023**

	Budget	2023
<b>REVENUES</b>		
Family and Community Support Services	\$ 217,175	\$ 217,175
<b>EXPENSES</b>		
Personnel salary and wages	153,256	153,256
Employment benefits	24,071	24,071
Program resources	14,250	14,250
Program support salaries	11,775	11,775
Information technology	3,937	3,937
Evaluation	3,375	3,375
Insurance/Accounting/Legal	2,739	2,739
Parking and mileage	2,062	2,062
Office supplies	1,335	1,335
Advertising	375	375
	<u>217,175</u>	<u>217,175</u>
<b>EXCESS OF REVENUES OVER EXPENSES</b>	<u>\$ -</u>	<u>\$ -</u>

**CALGARY YOUTH JUSTICE SOCIETY**  
**Family and Community Support Services - Bridge Funding**  
*(Schedule 2)*

**Year Ended December 31, 2023**

	Budget	2023
<b>REVENUES</b>		
Family and Community Support Services	\$ 56,594	\$ 56,594
<b>EXPENSES</b>		
Personnel salary and wages	37,835	37,835
Employment benefits	5,475	5,475
Program resources	4,750	4,750
Program support salaries	3,925	3,925
Information technology	1,315	1,315
Evaluation	1,125	1,125
Insurance/Accounting/Legal	910	910
Parking and mileage	689	689
Office supplies	445	445
Advertising	125	125
	<u>56,594</u>	<u>56,594</u>
<b>EXCESS OF REVENUES OVER EXPENSES</b>	<u>\$ -</u>	<u>\$ -</u>

**CALGARY YOUTH JUSTICE SOCIETY****Crime Prevention Investment Plan***(Schedule 3)***Year Ended December 31, 2023**

	Budget	2023
<b>REVENUE</b>		
Crime Prevention Investment Plan	\$ 85,000	\$ 85,000
<b>EXPENSES</b>		
Personnel salary and wages	56,000	56,000
Employment benefits	9,000	9,000
Program support salaries	2,500	2,500
Parking and mileage	4,000	4,000
Program resources	4,000	4,000
Insurance/Accounting/Legal	2,200	2,200
Evaluation	4,000	4,000
Information technology	1,500	1,500
Advertising	1,300	1,300
Office supplies	500	500
	<u>85,000</u>	<u>85,000</u>
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<u>\$ -</u>	<u>\$ -</u>