

**CANADIAN COUNCIL FOR THE
ADVANCEMENT OF EDUCATION INC.
FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2012**

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NEPHIN WINTER BINGLEY

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Members:

Report on the Financial Statements

We have audited the accompanying financial statements of Canadian Council For The Advancement of Education Inc. which comprise the statement of financial position as at April 30, 2012, and the statements of changes in net assets, operations and cash flow for the year then ended, and a summary of significant accounting principles 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 generally accepted accounting principles, 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 judgement, 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 these 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, these financial statements present fairly, in all material respects, the balance sheet of Canadian Council For The Advancement of Education Inc. as at April 30, 2012, and its financial performance and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Comparative Information

Without modifying our opinion, we were not engaged to report on the comparative information, and as such, it is unaudited.

Nephi Winter Bingley

Smiths Falls, Ontario
December 12, 2012

Chartered Accountants
Licensed Public Accountants

CANADIAN COUNCIL FOR THE ADVANCEMENT OF EDUCATION INC.

STATEMENT OF FINANCIAL POSITION

AS AT APRIL 30, 2012

	2012	2011
		(Unaudited)
ASSETS		
CURRENT		
Cash	\$ 97,229	\$ 33,971
Investments (note 2)	200,531	379,182
Accounts receivable	26,327	16,896
Prepaid expenses	74,084	81,319
	<u>\$ 398,171</u>	<u>\$ 511,368</u>
LIABILITIES		
CURRENT		
Accounts payable	\$ 24,465	\$ 23,533
Accounts payable - Government	4,803	2,302
Deferred income	178,444	214,369
	<u>207,712</u>	<u>240,204</u>
NET ASSETS		
Unrestricted	<u>190,459</u>	<u>271,164</u>
	<u>\$ 398,171</u>	<u>\$ 511,368</u>

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

CANADIAN COUNCIL FOR THE ADVANCEMENT OF EDUCATION INC.

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED APRIL 30, 2012

	2012	2011 (unaudited)
Balance, beginning of year	\$ 271,164	\$ 394,605
Excess of expenditures over revenue	(80,705)	(123,441)
Balance, end of year	\$ 190,459	\$ 271,164

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

CANADIAN COUNCIL FOR THE ADVANCEMENT OF EDUCATION INC.

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED APRIL 30, 2012

	2012	2011 (unaudited)
REVENUES		
Membership	\$ 123,424	\$ 108,107
Conference	256,113	244,709
Awards	18,232	16,575
Investment	25,993	14,985
Sponsorship	137,500	132,500
Professional Development	37,583	54,516
Regional Grant	3,000	-
Other	707	2,290
	602,552	573,682
EXPENDITURES		
Board and Executive Committee	16,667	37,858
Communications	74,499	80,148
Conference	248,869	223,447
Administration	307,984	285,267
Awards	7,537	5,119
Professional Development	27,701	65,284
	683,257	697,123
EXCESS OF EXPENDITURES OVER REVENUE	\$ (80,705)	\$(123,441)

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

CANADIAN COUNCIL FOR THE ADVANCEMENT OF EDUCATION INC.

STATEMENT OF CASH FLOW

FOR THE YEAR ENDED APRIL 30, 2012

	2012	2011
		(unaudited)
OPERATING ACTIVITIES		
Cash used in operations		
Excess of expenditures over revenue	\$ (80,705)	\$(123,441)
Net change in non cash working capital balances related to operations (note 4)	(34,688)	79,417
CHANGES IN CASH AND INVESTMENTS DURING THE YEAR	(115,393)	(44,024)
CASH AND INVESTMENTS, AT BEGINNING OF YEAR	413,153	457,177
CASH AND INVESTMENTS, AT END OF YEAR	\$ 297,760	\$ 413,153

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

CANADIAN COUNCIL FOR THE ADVANCEMENT OF EDUCATION INC.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2012

1. PURPOSE OF THE ORGANIZATION

Canadian Council for the Advancement of Education Inc. is a national organization dedicated to fostering excellence in institutional advancement and to contributing to the realization of institutional goals with the Canadian education system. It was incorporated under the Canada Corporations Act as a non-profit organization on June 27, 2003.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of accounting

Revenue and expenditures are recorded on the accrual basis whereby they are reflected in the accounts in the period in which they have been earned and incurred respectively, whether or not such transactions have been finally settled by the receipt or payment of money.

(b) Revenue recognition

Unrestricted contributions are recognized as revenue when received.

Investment income is recognized as revenue when earned.

Conference fees are recognized when the conferences are held.

Membership fees are recognized on a fiscal basis.

(c) Use of Estimates

The preparation of the 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 at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

(d) Investments

Investments are recorded at cost. The fair market value at April 30, 2012 is \$ 198,712.

CANADIAN COUNCIL FOR THE ADVANCEMENT OF EDUCATION INC.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2012

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

- (e) The Canadian Institute of Chartered Accountants (CICA) Accounting Standards Board (AcSB) has issued a new accounting framework applicable to Canadian not-for-profit organizations. Effective for fiscal years beginning on January 1, 2012, not-for-profit organizations will be required to choose between International Financial Reporting Standards (IFRSs) and Accounting Standards for Not for Profit Organizations. Early adoption of these standards is permitted. The Foundation plans to adopt the new accounting standards for not-for-profit organizations for its fiscal year beginning May 1, 2012 however the impact of this transition has not been determined.

3. FINANCIAL INSTRUMENTS

The organization's financial instruments consist of cash, accounts receivable, prepaid expense and accounts payable and accrued liabilities. The carrying amounts reported on the statement of financial position for these financial instruments approximate fair market values due to their immediate or short-term maturities. Unless otherwise noted, it is management's opinion that the organization is not subject to significant interest rate risk and credit risk arising from these financial statements.

The liquidity risk is constantly monitored through current and future cash flows and financial liability maturities.

The organization's exposure to and management of risk has not changed materially from April 30, 2011.

4. STATEMENT OF CASH FLOW

	<u>2012</u>	<u>2011</u>
Accounts receivable	\$ (9,341)	\$ 6,838
Prepaid expenses	7,235	(21,755)
Accounts payable	932	(16,469)
Accounts payable - government	2,501	-
Deferred income	(35,925)	110,803
	<u>\$ (34,688)</u>	<u>\$ 79,417</u>
Cash and investments:		
Cash	\$ 97,229	\$ 33,971
Investments	200,531	379,182
	<u>\$ 297,760</u>	<u>\$ 413,153</u>

CANADIAN COUNCIL FOR THE ADVANCEMENT OF EDUCATION INC.

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2012

5. TRANSITIONAL EXPENSES

The Board of Directors decided in 2008 to restructure the organization to adopt a governance structure. The board approved transition funding of \$200,000. Expenditures during 2008-2009 were \$120,575, 2009-10 were \$ 0, 2010-11 were \$18,000, and 2011-12 were \$0.