

TRENT CENTRE FOR COMMUNITY-BASED EDUCATION INC.

AUDITED FINANCIAL STATEMENTS

AT MAY 31, 2011

Tim J.F. Nicholls
Chartered Accountant

TRENT CENTRE FOR COMMUNITY-BASED EDUCATION INC.
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Tim J.F. Nicholls
Chartered Accountant

INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors of
Trent Centre For Community-Based Education Inc.**

Report on the Financial Statements

I have audited the accompanying financial statements of Trent Centre For Community-Based Education Inc. which comprises the statement of financial position as at May 31, 2011, and the statements of operations and changes in fund balance 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 generally accepted accounting standards for not-for-profit entities, 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

My responsibility is to express an opinion on these financial statements based upon my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

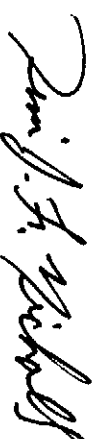
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or 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 the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of Trent Centre For Community-Based Education Inc. as at May 31, 2011, and of its financial performance and its cash flows for the year ended in accordance with Canadian generally accepted accounting standards for not-for-profit entities.

Peterborough, Ontario
September 21, 2011



Chartered Accountant
Licensed Public Accountant

TRENT CENTRE FOR COMMUNITY-BASED EDUCATION INC.

STATEMENT OF FINANCIAL POSITION

As At May 31, 2011

	2011 \$	2010 \$
ASSETS		
Current		
Cash	8,592	75,938
Accounts receivable	3,417	-
Prepaid expenses	937	925
Total Assets	12,946	76,863
LIABILITIES AND FUND BALANCE		
Current Liabilities		
Accounts payable and accrued liabilities	12,581	13,461
Deferred contributions - Note 3	-	63,402
Fund Balance		
Unrestricted	325	-
Externally restricted	40	-
	365	-
Total Liabilities and Fund Balance	12,946	76,863

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

Tim J.F. Nicholls
Chartered Accountant

TRENT CENTRE FOR COMMUNITY-BASED EDUCATION INC.

STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE
For The Year Ended May 31, 2011

	2011	2010
	\$	\$
Revenue		
Grants		
Trent University	30,000	50,000
McConnell Foundation	190,000	200,000
Undergraduate Studies	3,653	3,286
Government of Canada	28,283	4,065
Province of Ontario	31,027	47,226
Trillium	8,035	-
Donations	3,666	847
Other		
Total Revenue	294,664	305,424
Expenditures		
Board/Committee supplies and expenses	131	92
Training and professional development	12,441	5,752
Staff travel and accommodations	1,196	1,403
Program participant supports	4,047	4,400
Marketing and promotion	1,792	6,644
Salaries and benefits	172,099	165,489
Resource centre	5,443	298
Telephone, internet and network	6,647	4,958
Office equipment and furnishings	2,414	4,026
Office supplies and expenses	2,054	867
Rent	5,609	5,549
Accounting and audit	8,940	5,922
Insurance	2,221	2,148
Kawartha Heritage Conservancy	19,007	-
Purchase of service payments - Note 4	78,250	80,044
Total Expenditures	322,291	287,592
Excess (Deficiency) of Revenue Over Expenditures Before Other Item	(27,627)	17,832
Other Item		
Recognition (Deferral) of Contributions From Trent University - Note 3	27,992	(17,832)
Excess of Revenue Over Expenditures For The Year	365	-
Fund Balance, Beginning of Year	-	-
Fund Balance, End of Year	365	-

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

Tim J.F. Nicholls
Chartered Accountant

TRENT CENTRE FOR COMMUNITY-BASED EDUCATION INC.

STATEMENT OF CASH FLOWS
For The Year Ended May 31, 2011

	2011 \$	2010 \$
CASH PROVIDED BY (USED IN)		
Operating Activities		
Excess of revenue over expenditures for the year	365	-
Changes in non-cash working capital accounts		
Prepaid expenses	(12)	(925)
Accounts payable and accrued liabilities	(880)	(1,012)
Deferred contributions	(63,402)	47,889
	(67,346)	45,952
Increase (Decrease) In Cash During The Year	(67,346)	45,952
Cash, Beginning of Year	75,938	29,986
Cash, End of Year	8,592	75,938

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

Tim J.F. Nicholls
Chartered Accountant

TRENT CENTRE FOR COMMUNITY-BASED EDUCATION INC.

NOTES TO THE FINANCIAL STATEMENTS For The Year Ended May 31, 2011

NOTE 1: PURPOSE OF ORGANIZATION

Trent Centre For Community-Based Education Inc. is a community-based, non-profit organization incorporated without share capital, which has a mission statement of facilitating community-based research and experiential learning. The Centre provides opportunities for students, faculty and local organizations to pool their resources and work together on community-inspired projects that enhance the social, environmental, cultural and economic health of our community.

The organization received status as a registered charity from the Canada Revenue Agency on June 21, 2010.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Trent Centre For Community-Based Education Inc. uses the deferral method of accounting.

Realization of Revenues and Expenses

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 can be reasonably estimated and collection is reasonably assured.

Income Taxes

The organization is a non-profit organization as defined by the Federal and Ontario Income Tax Acts and, as such, is not subject to Federal and Provincial income taxes.

Financial Instruments

The organization's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. The carrying value of the financial instruments approximates their fair values due to their immediate or short-term maturity. The organization does not have any significant concentration of credit risk.

Capital Assets

Computers and equipment are expensed in the year of acquisition. During the year, capital assets costing \$809 (2010 - \$1,236) were expensed.

Donated Materials and Services

No amounts have been recorded in the current year financial statements for donated materials and services.

Use of Accounting Estimates

The preparation of 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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting periods. Actual results could differ from those estimates.

TRENT CENTRE FOR COMMUNITY-BASED EDUCATION INC.

NOTES TO THE FINANCIAL STATEMENTS
For The Year Ended May 31, 2011

NOTE 3: DEFERRED CONTRIBUTIONS

The organization receives operating grants from Trent University, the Ontario Trillium Foundation and the Ontario Ministry of Culture, which if unused in a current year, are permitted to be utilized in a following year for the same purpose as originally granted. Deferred contributions relate to amounts received in the current year which are eligible to be retained for use in a future year. Changes in the deferred contributions balance were as follows:

	2011	2010
	\$	\$
Balance, beginning of year	63,402	15,513
Add: amounts received	259,254	353,313
Less: amounts recorded as revenue	(322,656)	(305,424)
Balance, end of year	-	63,402

NOTE 4: PURCHASE OF SERVICE PAYMENTS

During the year, the organization made payments to U-Links Centre For Community-Based Research in Haliburton County (U-Links) to provide services in Haliburton County. As at the year end, U-Links retained \$nil (2010 - \$nil) of the total payments of \$78,250 (2010 - \$80,044). Under the terms of agreement between the two organizations, these funds are not repayable to the organization, provided they are utilized to deliver services in the following year.

NOTE 5: LEASE COMMITMENT

The organization is currently negotiating rental terms with Trent University.

NOTE 6: ECONOMIC DEPENDENCE

The organization receives a significant amount of funding from Trent University and as such, is economically dependent on this source of income.

Tim J.F. Nicholls
Chartered Accountant