
**JEWISH FAMILY SERVICE AGENCY OF VANCOUVER
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
AUGUST 31, 2015**





INDEPENDENT AUDITORS' REPORT

To the Members of:
Jewish Family Service Agency of Vancouver

Report on the Financial Statements

We have audited the accompanying financial statements of Jewish Family Service Agency of Vancouver which comprise the statement of financial position as at August 31, 2015, the statements of changes in net assets, revenue and expenses and cash flows for the year then ended, and the related notes comprising a summary of significant accounting policies and other explanatory information.

Directors' Responsibility for the Financial Statements

Directors are 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 directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' 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 our 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, we consider 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 directors, 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.

Basis for Qualified Opinion

In common with many charitable organizations, the Agency derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Agency and we were unable to determine whether any adjustments might be necessary to donation revenue, excess of revenue over expenses, cash flows from operations, total assets and net assets.



INDEPENDENT AUDITORS' REPORT

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Jewish Family Service Agency of Vancouver as at August 31, 2015, 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.

Report on Other Legal and Regulatory Requirements

As required by the British Columbia Society Act, we report that, in our opinion, the Agency's financial statements have been prepared following Canadian accounting standards for not-for-profit organizations.

Manning Elliott LLP

Chartered Professional Accountants

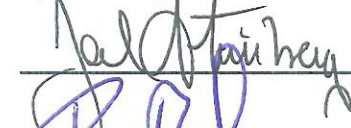
Vancouver, British Columbia

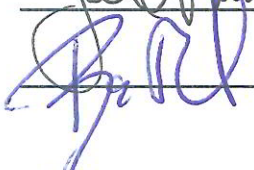
November 12, 2015

JEWISH FAMILY SERVICE AGENCY OF VANCOUVER
STATEMENT OF FINANCIAL POSITION
AS AT AUGUST 31, 2015

	2015	2014
ASSETS		
CURRENT ASSETS		
Cash	\$ 472,223	\$ 541,298
Accounts receivable	230,949	217,172
Prepaid expenses	117,120	72,452
	820,292	830,922
CAPITAL ASSETS (Note 2)	156,435	20,994
INTERNALLY RESTRICTED CASH AND INVESTMENTS (Note 3)	363,756	359,562
	\$ 1,340,483	\$ 1,211,478
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 184,088	\$ 231,540
Government remittances payable	21,827	24,001
Deferred revenue (Note 5)	362,174	214,304
	568,089	469,845
DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS (Note 6)	72,030	5,465
	640,119	475,310
COMMITMENTS (Note 7)		
INVESTED IN CAPITAL ASSETS	84,405	15,529
INTERNALLY RESTRICTED (Note 3)	363,756	359,562
UNRESTRICTED	252,203	361,077
	700,364	736,168
	\$ 1,340,483	\$ 1,211,478

Approved by the Board:


 _____ Director


 _____ Director



JEWISH FAMILY SERVICE AGENCY OF VANCOUVER
 STATEMENT OF CHANGES IN NET ASSETS
 FOR THE YEAR ENDED AUGUST 31, 2015

						2015	2014
	Invested in	Internally	Unrestricted	Total		Total	Total
	capital assets	restricted					
BALANCE AT BEGINNING OF YEAR	\$ 15,529	\$ 359,562	\$ 361,077	\$ 736,168	\$	\$ 736,168	\$ 733,959
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE) FOR THE YEAR	-	4,194	(39,998)	(35,804)		(35,804)	2,209
DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS	(79,612)	-	79,612	-		-	-
ACQUISITION OF CAPITAL ASSETS	163,671	-	(163,671)	-		-	-
AMORTIZATION OF DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS	13,047	-	(13,047)	-		-	-
AMORTIZATION OF CAPITAL ASSETS	(28,230)	-	28,230	-		-	-
BALANCE AT END OF YEAR	\$ 84,405	\$ 363,756	\$ 252,203	\$ 700,364	\$	\$ 700,364	\$ 736,168



JEWISH FAMILY SERVICE AGENCY OF VANCOUVER
STATEMENT OF REVENUE AND EXPENSES
FOR THE YEAR ENDED AUGUST 31, 2015

	2015	2014
REVENUE		
Distributions from endowment funds (Note 8)	\$ 185,482	\$ 191,471
Donations and fundraising	999,966	937,870
Fees for services	1,105,457	921,916
Foreign exchange gain	26,260	22,795
Government and other grants	375,786	262,073
Holocaust Survivor Emergency Assistance Program	344,270	225,460
Interest and other income	40,193	62,050
Jewish Federation of Greater Vancouver	836,966	862,861
Jewish Immigration Assistance Society	-	6,375
United Way	160,243	179,400
	4,074,623	3,672,271
EXPENSES		
Administrative expenses	275,641	186,484
Advertising and promotion	16,636	8,329
Amortization	28,230	18,036
Programs	75,114	72,866
Financial Aid - Food assistance	206,438	172,621
Financial Aid - Holocaust survivors	312,974	212,650
Financial Aid - Jewish Immigrants	37,285	34,082
Financial Aid - Other	115,947	82,966
Fundraising	113,751	123,520
Kosher meals	138,192	119,104
Rent	167,625	201,003
Staff and volunteer training	6,149	20,752
Travel	19,215	12,806
Wages and benefits	2,597,230	2,404,843
	4,110,427	3,670,062
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE) FOR THE YEAR	\$ (35,804)	\$ 2,209



JEWISH FAMILY SERVICE AGENCY OF VANCOUVER
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED AUGUST 31, 2015

	2015	2014
CASH FROM (USED IN):		
OPERATING ACTIVITIES		
Excess of revenue over expenses (expenses over revenue) for the year	\$ (35,804)	\$ 2,209
Items not involving cash:		
Amortization	28,230	18,036
Amortization of deferred contributions related to capital assets	(13,047)	(9,778)
Deferred lease inducement	79,612	-
	58,991	10,467
Change in non-cash working capital items:		
Accounts receivable	(13,777)	(25,581)
Prepaid expenses	(44,668)	(3,750)
Accounts payable and accrued liabilities	(47,452)	133,123
Government remittances payable	(2,174)	7,136
Deferred revenue	147,870	32,356
	98,790	153,751
INVESTING ACTIVITIES		
Acquisition of capital assets	(163,671)	(9,170)
Sale (acquisition) of investments, net	(4,194)	(79,204)
	(167,865)	(88,374)
INCREASE (DECREASE) IN CASH DURING THE YEAR	(69,075)	65,377
CASH, BEGINNING OF YEAR	541,298	475,921
CASH, END OF YEAR	\$ 472,223	\$ 541,298
CASH FLOW SUPPLEMENTAL INFORMATION		
Interest received	\$ 5,498	\$ 5,519



JEWISH FAMILY SERVICE AGENCY OF VANCOUVER

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2015

PURPOSE OF THE ORGANIZATION

The Jewish Family Service Agency of Vancouver (the "Agency") is a not-for-profit organization incorporated under the Society Act of British Columbia and a registered charity under the Income Tax Act. The purpose of the Agency is to provide resources and opportunities to strengthen and embrace the quality of life of individuals and families within the Jewish and broader communities.

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO"), using the accounting policies below:

a) Use of estimates

The preparation of the financial statements requires management to make estimates and assumptions about future events that affect the reported amounts of assets and liabilities. Management believes that the estimates used are reasonable and prudent, however, actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the determination of the useful lives of assets for amortization and the recognition of revenue.

b) Revenue recognition

The Agency follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Contributions towards expenditures that will be incurred in future years are reported as deferred revenue. Unrestricted contributions are recognized as revenue when received or receivable if the amount receivable can be reasonably estimated and collection is reasonably assured. Unrestricted investment income is recognized as revenue when earned. Other revenue is recognized when received or receivable if the amount receivable can be reasonably estimated and collection is reasonably assured.

c) Cash and cash equivalents

Cash consists of cash on hand, balances with banks and treasury bill savings accounts.

d) Foreign currency translation

Transactions and balances in currencies other than the Canadian dollar are translated using the temporal method. Accordingly revenue, expenses and non-monetary balances are translated at the rate of exchange prevailing at the transaction dates, and monetary balances are translated at the rate prevailing at the balance sheet date with resulting exchange gains and losses being included in the determination of income.

e) Capital assets

Capital assets are stated at cost less accumulated amortization which is recorded over the useful lives of the assets at the following annual rates:

Computer equipment	25%	straight-line method
Equipment	20%	straight-line method
Leasehold improvements		Over the lease term



JEWISH FAMILY SERVICE AGENCY OF VANCOUVER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2015

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

f) Financial Instruments

The Agency measures its financial instruments, comprised of cash, accounts receivable, investments, and accounts payable, at amortized cost. In management's opinion, the Agency is not exposed to significant risks related to its financial instruments.

g) Contributed services and materials

The Agency benefits greatly from contributed services in the form of volunteer time. The value of volunteer time is not recognized in these financial statements as the fair value thereof is not determinable. Other contributed materials and services are recognized only when their fair values can be reasonably estimated.

2. CAPITAL ASSETS

			2015			2014
	Cost	Accumulated Amortization	Net Book Value	Net Book Value	Net Book Value	Net Book Value
Computer equipment	\$ 183,884	\$ 166,016	\$ 17,868	\$ 16,107	\$ 16,107	\$ 16,107
Equipment	96,957	56,714	40,243	4,887	4,887	4,887
Leasehold improvements	109,249	10,925	98,324	-	-	-
	\$ 390,090	\$ 233,655	\$ 156,435	\$ 20,994	\$ 20,994	\$ 20,994

3. INTERNALLY RESTRICTED CASH AND INVESTMENTS

The Agency holds a capital reserve fund invested in high interest savings accounts bearing interest at 1.25% per annum. These amounts are for acquisition of real estate and not available for other purposes without approval of the board of directors.

4. LINE OF CREDIT

The Agency has an operating line of up to \$150,000, secured by an agreement under the Personal Property Security Act and bearing interest at the credit union's prime interest rate plus 1% per annum. At August 31, 2015, the Agency has used \$nil (2014: \$nil) of the line of credit.

5. DEFERRED REVENUE

	2015	2014
Balance, beginning of the year	\$ 214,304	\$ 181,948
Less: Amounts recognized as revenue in the year	(124,061)	(178,043)
Add: Amounts received relating to the following year	271,931	210,399
Balance, end of year	\$ 362,174	\$ 214,304



JEWISH FAMILY SERVICE AGENCY OF VANCOUVER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2015

6. DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS

	2015	2014
Balance, beginning of year	\$ 5,465	\$ 15,243
Add: Lease inducement received in the year	79,612	-
Less: Amount recognized as revenue in the year	(13,047)	(9,778)
	<u>\$ 72,030</u>	<u>\$ 5,465</u>

7. COMMITMENTS

Commitments under leases for premises over the next five years are:

2016	\$ 105,735
2017	107,780
2018	111,024
2019	114,269
2020	62,357

8. ENDOWMENT FUNDS

The Agency is the beneficiary of endowment funds held in perpetuity by the Vancouver Foundation and the Jewish Community Foundation of Greater Vancouver, the income from which is distributed to the Agency annually for use in its operations.

The market value of the investments held through the endowment funds is as follows:

	2015	2014
Jewish Community Foundation	\$ 1,283,848	\$ 1,227,969
Vancouver Foundation	292,139	279,046
	<u>\$ 1,575,987</u>	<u>\$ 1,507,015</u>

9. ECONOMIC DEPENDENCE

The Agency is economically dependent upon the Jewish Federation of Greater Vancouver for operating funds as they comprise 21% (2014: 24%) of total revenue.

10. COMPARATIVE FIGURES

The comparative figures for 2014 have been reclassified to ensure comparability with those of the current period. Such reclassification does not have any effect on the net assets previously reported.

