



JEWISH FEDERATION OF OTTAWA

Financial Statements

For The Year Ended June 30, 2018

JEWISH FEDERATION OF OTTAWA

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JUNE 30, 2018

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INDEPENDENT AUDITOR'S REPORT

To the directors of
Jewish Federation of Ottawa

We have audited the accompanying financial statements of Jewish Federation of Ottawa, which comprise the balance sheet as at June 30, 2018, and the statements of changes in net assets, revenues and expenditures 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.

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 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, 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

In common with many not-for-profit organizations, Jewish Federation of Ottawa derives revenue from pledges and donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, the verification of these revenues was limited to the amounts recorded in the records of the organization. Therefore, we were not able to determine whether any adjustments might be necessary with respect to donation revenue, net result for the year, and cash flows from operations for the years ended June 30, 2018 and 2017, assets as at June 30, 2018 and 2017, and net assets as at July 1 and June 30 for both years. Our audit opinion on the financial statements for the year ended June 30, 2017 was modified accordingly because of the possible effects of this limitation in scope.

Qualified Opinion

In our opinion, except for the 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 Federation of Ottawa as at June 30, 2018, 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.



Chartered Professional Accountants, Licensed Public Accountants
Ottawa,
November 20, 2018.



JEWISH FEDERATION OF OTTAWA

BALANCE SHEET

AS AT JUNE 30, 2018

	General	Ottawa Vaad Hakashruth	Property	2018 Total	2017 Total
ASSETS					
Current					
Cash	\$ 3,131,002	\$ -	\$ -	\$ 3,131,002	\$ 2,872,849
Cash equivalents (note 4)	432,783	-	-	432,783	685,455
Pledges receivable - annual campaign (note 5)	3,050,532	-	-	3,050,532	2,933,475
Pledges receivable - other (note 6)	138,214	-	-	138,214	403,298
Accounts receivable (note 7)	186,660	22,161	-	208,821	367,758
Deferred expenditures - subsequent campaign	29,915	-	-	29,915	31,772
Prepaid expenses	15,884	-	4,331	20,215	43,759
Loan receivable (note 8)	80,000	-	-	80,000	80,000
Due from related parties (note 6)	424,349	-	-	424,349	353,977
	<u>7,489,339</u>	<u>22,161</u>	<u>4,331</u>	<u>7,515,831</u>	<u>7,772,343</u>
Long-term					
Pledges receivable - other (note 6)	508,375	-	-	508,375	608,375
Investment - managed funds (note 9)	250,000	-	-	250,000	-
Capital assets (note 10)	107,273	-	412,220	519,493	536,425
	<u>865,648</u>	<u>-</u>	<u>412,220</u>	<u>1,277,868</u>	<u>1,144,800</u>
	<u>\$ 8,354,987</u>	<u>\$ 22,161</u>	<u>\$ 416,551</u>	<u>\$ 8,793,699</u>	<u>\$ 8,917,143</u>

Approved on behalf of the board:

director

director



JEWISH FEDERATION OF OTTAWA

BALANCE SHEET

AS AT JUNE 30, 2018

	General	Ottawa Vaad Hakashruth	Property	2018 Total	2017 Total
LIABILITIES					
Current					
Accounts payable and accrued liabilities	\$ 99,754	\$ 10,393	\$ 982	\$ 111,129	\$ 149,418
Allocations payable (note 6)	3,071,838	-	-	3,071,838	2,976,786
Due to related party (note 6)	702,868	-	-	702,868	682,751
Deferred revenue (note 11)	288,702	16,072	1,845	306,619	322,445
Security deposit	-	1,500	-	1,500	1,500
Interfund advances (note 12)	176,011	(73,141)	(102,870)	-	-
	<u>4,339,173</u>	<u>(45,176)</u>	<u>(100,043)</u>	<u>4,193,954</u>	<u>4,132,900</u>
Deferred revenue (note 11)	<u>362,411</u>	<u>-</u>	<u>-</u>	<u>362,411</u>	<u>448,277</u>
	<u>4,701,584</u>	<u>(45,176)</u>	<u>(100,043)</u>	<u>4,556,365</u>	<u>4,581,177</u>
Contingency (note 18)					
NET ASSETS (schedule 1)					
Unrestricted (note 13)	1,543,861	67,337	-	1,611,198	1,299,481
Internally restricted (note 14)	2,002,269	-	104,374	2,106,643	2,500,060
Invested in capital assets	107,273	-	412,220	519,493	536,425
	<u>3,653,403</u>	<u>67,337</u>	<u>516,594</u>	<u>4,237,334</u>	<u>4,335,966</u>
	<u>\$ 8,354,987</u>	<u>\$ 22,161</u>	<u>\$ 416,551</u>	<u>\$ 8,793,699</u>	<u>\$ 8,917,143</u>

JEWISH FEDERATION OF OTTAWA
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2018

	General	Ottawa Vaad Hakashruth	Property	2018 Total	2017 Total
Net assets, beginning of year	\$ 3,779,399	\$ 27,275	\$ 529,292	\$ 4,335,966	\$ 4,613,405
Net result for the year	(125,996)	40,062	(12,698)	(98,632)	(277,439)
Net assets, end of year	<u>\$ 3,653,403</u>	<u>\$ 67,337</u>	<u>\$ 516,594</u>	<u>\$ 4,237,334</u>	<u>\$ 4,335,966</u>

JEWISH FEDERATION OF OTTAWA
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2018

	General	Ottawa Vaad Hakashruth	Property	2018 Total	2017 Total
Annual Campaign revenues					
Pledges	\$ 4,542,966	\$ -	\$ -	\$ 4,542,966	\$ 4,251,272
Campaign events (note 15)	288,729	-	-	288,729	339,401
Ottawa Jewish Community Foundation grants	412,790	-	-	412,790	294,252
	<u>5,244,485</u>	<u>-</u>	<u>-</u>	<u>5,244,485</u>	<u>4,884,925</u>
Other revenues					
Recoveries	-	292,017	39,658	331,675	315,215
Interest	41,356	-	-	41,356	17,206
Donations and grants	589,343	-	-	589,343	568,605
Federation programs (schedule 3)	280,375	-	-	280,375	289,487
	<u>911,074</u>	<u>292,017</u>	<u>39,658</u>	<u>1,242,749</u>	<u>1,190,513</u>
	<u>6,155,559</u>	<u>292,017</u>	<u>39,658</u>	<u>6,487,234</u>	<u>6,075,438</u>
Expenditures					
Campaign events (note 15)	118,153	-	-	118,153	127,040
Fundraising and administration (schedule 2)	561,323	-	-	561,323	550,047
	<u>679,476</u>	<u>-</u>	<u>-</u>	<u>679,476</u>	<u>677,087</u>
Net result before allocations and programs	<u>5,476,083</u>	<u>292,017</u>	<u>39,658</u>	<u>5,807,758</u>	<u>5,398,351</u>
Allocations and programs					
Agencies (schedule 5)	3,062,589	-	-	3,062,589	2,975,507
Designated distributions	494,659	-	-	494,659	450,624
Federation programs (schedules 3, 4)	1,584,583	251,955	52,356	1,888,894	1,912,529
	<u>5,141,831</u>	<u>251,955</u>	<u>52,356</u>	<u>5,446,142</u>	<u>5,338,660</u>
Net result from operations	<u>334,252</u>	<u>40,062</u>	<u>(12,698)</u>	<u>361,616</u>	<u>59,691</u>
Ottawa Jewish Community School allocation	<u>460,248</u>	<u>-</u>	<u>-</u>	<u>460,248</u>	<u>337,130</u>
Net result for the year	<u>\$ (125,996)</u>	<u>\$ 40,062</u>	<u>\$ (12,698)</u>	<u>\$ (98,632)</u>	<u>\$ (277,439)</u>

JEWISH FEDERATION OF OTTAWA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2018

	2018	2017
CASH PROVIDED BY (USED IN)		
Operating activities		
Net result for the year	\$ (98,632)	\$ (277,439)
Amortization	26,037	26,137
Changes in operating net assets		
Pledges receivable - annual campaign	(117,058)	8,310
Pledges receivable - other	265,083	259,535
Accounts receivable	158,937	133,505
Deferred expenditures - subsequent campaign	1,857	59,878
Prepaid expenses	23,543	12,528
Pledges receivable - other - long-term	100,000	367,000
Accounts payable and accrued liabilities	(38,287)	(280,872)
Allocations payable	95,052	(34,183)
Deferred revenue - current	(15,825)	(32,717)
Deferred revenue - long-term	(85,867)	(142,702)
	<u>314,840</u>	<u>98,980</u>
Financing activities		
Net advances from (repayment to) related party	<u>20,117</u>	<u>(52,695)</u>
Investing activities		
Repayments of loans receivable	-	1,500
(Advances to) repayments from related parties	(70,371)	302,531
Investment in managed funds	(250,000)	-
Additions to computer system	(9,105)	(4,432)
	<u>(329,476)</u>	<u>299,599</u>
Increase in cash and cash equivalents	5,481	345,884
Cash and cash equivalents, beginning of year	<u>3,558,304</u>	<u>3,212,420</u>
Cash and cash equivalents, end of year	<u><u>\$ 3,563,785</u></u>	<u><u>\$ 3,558,304</u></u>
Represented by:		
Restricted cash	\$ 181,310	\$ 269,104
Restricted cash equivalents	181,101	179,174
Unrestricted cash	2,949,692	2,603,745
Unrestricted cash equivalents	251,682	506,281
	<u><u>\$ 3,563,785</u></u>	<u><u>\$ 3,558,304</u></u>

JEWISH FEDERATION OF OTTAWA**NOTES TO FINANCIAL STATEMENTS****JUNE 30, 2018**

1. Purpose of the organization

The Jewish Federation of Ottawa (the "organization") is registered as a charitable organization. Its purpose is to conduct an annual fundraising campaign and distribute the funds for charitable, educational, cultural, recreational and religious purposes in the Jewish community of the national capital region and certain national and international organizations through its allocation to the United Israel Appeal of Canada Inc. In addition, the organization is responsible for the governance of the Jewish community in the National Capital Region.

The organization is a registered charity under the Income Tax Act and, as such is exempt from income taxes.

2. Significant accounting policies

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

Fund accounting

The General Fund accounts for the organization's fundraising and distribution of funds for charitable purposes, as well as for the organization's cost of governing the Jewish community in the National Capital Region through program delivery and administrative activities.

The Ottawa Vaad Hakashruth Fund accounts for the administration and supervision of kosher services provided to the community.

The Property Fund reports the assets, liabilities and operations of the organization's capital assets situated at 284 Laurier Avenue East, Ottawa, Ontario, operating as Hillel House.

Revenue recognition

The organization follows the deferral method of accounting for contributions. Contributions include pledges, donations and grants. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred or distributions are made. 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.

Revenues from events and programs are recognized when the events/programs are held.

Recoveries are recognized as the underlying recoverable expenses are incurred.

Interest income is recognized on a time proportion basis.

JEWISH FEDERATION OF OTTAWA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

2. Significant accounting policies (continued)

Capital assets

Capital assets in excess of \$5,000 are capitalized and amortized over their useful lives. Capital asset acquisitions under \$5,000 are expensed as incurred. Capital assets are recorded at cost. Amortization has been provided at the following rates:

Building	4% declining balance
Computer system	straight line over the life of the asset
Furniture and equipment	20% declining balance

Financial instruments

Measurement of financial instruments

The organization initially measures its financial assets and liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in net income.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the writedown is recognized in net income.

Transaction costs

Transaction costs are recognized in net income in the period incurred. However, financial instruments that will not be subsequently measured at fair value are adjusted by the transaction costs that are directly attributable to their origination, issuance, or assumption.

Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Specifically, the collectable amount of pledges receivable is based on estimates which are based on historical results. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

JEWISH FEDERATION OF OTTAWA**NOTES TO FINANCIAL STATEMENTS****JUNE 30, 2018**

2. Significant accounting policies (continued)**Cash and cash equivalents**

Cash and cash equivalents can include cash on hand, balances with financial institutions (net of temporary overdrafts) and short-term highly liquid investments. Cash and cash equivalents include amounts that are externally restricted as indicated in the statement of cash flows.

3. Financial instruments*Risks and concentrations*

The organization is exposed to various risks through its financial instruments. The following analysis provides a measure of the organization's risk exposure and concentrations at June 30, 2018.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly in respect of its accounts payable and accrued liabilities, allocations payable and loans payable.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The organization's main credit risks relate to its pledges receivable, accounts receivable and loans receivable.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The organization is exposed to other price risk through its investment in managed funds.

JEWISH FEDERATION OF OTTAWA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

4. Cash equivalents

Cash equivalents include primarily guaranteed investment certificates which bear interest between 1.35-1.54% per annum and mature quarterly. The balance is comprised of a restricted guaranteed investment certificate in the amount of \$181,101, an unrestricted guaranteed investment certificate in the amount of \$250,937 and several small unrestricted bonds totaling \$745.

5. Pledges receivable - annual campaign

Pledges receivable are presented net of an allowance for doubtful accounts, as follows:

	2018	2017
Pledges receivable	\$ 3,470,420	\$ 3,299,775
Allowance for doubtful accounts	(419,888)	(366,300)
	\$ 3,050,532	\$ 2,933,475

6. Related party transactions and balances

The amounts due from related parties are as follows:

	2018	2017
The Ottawa Jewish Bulletin Publishing Co. Ltd.	\$ 8,183	\$ 35,704
Ottawa Jewish Community School	416,166	318,273
	\$ 424,349	\$ 353,977

The amount due to related party is as follows:

	2018	2017
Jewish Community Campus of Ottawa Inc.	\$ 702,868	\$ 682,751

The board of directors of the Jewish Federation of Ottawa is involved in the governance and oversight of the Ottawa Jewish Bulletin Publishing Co. Ltd. ('Bulletin') and the Jewish Community Campus of Ottawa Inc. ('Campus'), giving the organization significant influence over both organizations. Bulletin is a corporation that runs a newspaper established to communicate the messages of the organization and other community agencies. Bulletin aims to inform, inspire and enrich the lives of all members of the Jewish Community of the National Capital Region. Campus is a charity established for the purpose of carrying on religious, educational and charitable activities for the benefit of members of the Jewish Community of the National Capital Region and to provide facilities to other organizations that carry on such activities.

JEWISH FEDERATION OF OTTAWA**NOTES TO FINANCIAL STATEMENTS****JUNE 30, 2018**

6. Related party transactions and balances (continued)

The organization has an economic interest in the Ottawa Jewish Community School ('OJCS') resulting in the organization having significant influence over the OJCS. OJCS is a charity established for the purpose of operating a school for elementary school students in the National Capital Region.

The balances due from and to related parties are non-interest bearing with no specific terms of repayment.

The pledges receivable - other balance relates to a campaign the organization held on behalf of the OJCS. During the year, \$460,248 (2017 - \$337,130) of the campaign receipts collected were allocated to the OJCS.

Allocations payable and agencies allocations include \$186,373 (2017 - \$221,260) to the Campus and \$554,526 (2017 - \$554,526) to the OJCS.

There is a shared services agreement whereby certain administrative functions, including finance, human resources and information technology, are performed by employees of the organization on behalf of other entities. The estimated cost of these services is recovered from the respective entities. General fund recoveries include \$35,966 (2017 - \$30,850) from Campus and \$65,925 (2017 - \$56,849) from OJCS. General fund salaries and benefits expense is presented net of recoveries from Bulletin in the amount of \$25,206 (2017 - \$28,130).

General fund communications and public relations expense includes a \$24,500 (2017 - \$51,000) subsidy to support the operations of the Bulletin.

General fund expenses include \$16,356 (2017 - \$17,261) paid to Bulletin for advertising services.

The OJCS has a \$200,000 line of credit available which is guaranteed by the organization. At June 30, 2018, the balance drawn on the line of credit was nil.

These transactions are in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

JEWISH FEDERATION OF OTTAWA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

7. Accounts receivable

Accounts receivable are presented net of an allowance for doubtful accounts, as follows:

	2018	2017
Accounts receivable	\$ 268,731	\$ 444,765
Allowance for doubtful accounts	(59,910)	(77,007)
	<u>\$ 208,821</u>	<u>\$ 367,758</u>

8. Loan receivable

Loan receivable represents the following:

	2018	2017
Hillel Lodge, non-interest bearing with no specified terms of repayment, due on demand	\$ 80,000	\$ 80,000

Advances from the organization were used by Hillel Lodge to make loan payments to the Hebrew Free Loan Association. The organization has guaranteed the Hillel Lodge's loan. This contingency is described further in note 18.

9. Investment - managed funds

During the year the organization invested \$250,000 with the Ottawa Jewish Community Foundation (OJCF), a charity whose purpose is to receive donations, endowments and other contributions and to apply from time to time all or part thereof and the income therefrom for religious, educational and other charitable purposes. The investment is managed by the OJCF on the organization's behalf and can be returned or distributed at any time at the organization's direction. The investment is recognized in accordance with the financial instruments accounting policy.

JEWISH FEDERATION OF OTTAWA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

10. Capital assets

	2018		
	Cost	Accumulated Amortization	Net Book Value
Land - 284 Laurier Avenue East	\$ 129,589	\$ -	\$ 129,589
Building - 284 Laurier Avenue East	438,515	158,521	279,994
Computer system	195,575	89,897	105,678
Furniture and equipment	40,453	36,221	4,232
	<u>\$ 804,132</u>	<u>\$ 284,639</u>	<u>\$ 519,493</u>
		2017	
	Cost	Accumulated Amortization	Net Book Value
Land - 284 Laurier Avenue East	\$ 129,589	\$ -	\$ 129,589
Building - 284 Laurier Avenue East	438,515	146,854	291,661
Computer system	186,470	76,585	109,885
Furniture and equipment	40,453	35,163	5,290
	<u>\$ 795,027</u>	<u>\$ 258,602</u>	<u>\$ 536,425</u>

Amortization totaling \$26,037 (2017 - \$26,137) was expensed in the year.

JEWISH FEDERATION OF OTTAWA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

11. Deferred revenue

General Fund

	2018	2017
Balance, beginning of year	\$ 738,736	\$ 918,620
Add: additions during the year	356,620	397,392
Less: amounts recognized as revenue during the year	<u>(444,243)</u>	<u>(577,276)</u>
Balance, end of year	651,113	738,736
Less: current portion	<u>288,702</u>	<u>290,459</u>
Long-term portion	<u>\$ 362,411</u>	<u>\$ 448,277</u>

The current portion of deferred revenue is comprised of contributions received for upcoming program delivery and events, including \$88,900 for the golf tournament, \$126,206 for the subsequent campaign, and \$73,596 for various other programs and events. The long-term portion of deferred revenue represents externally restricted donations for which the donor has not specified the project to which the funds are to be applied.

Ottawa Vaad Hakashruth Fund

	2018	2017
Service revenue	<u>\$ 16,072</u>	<u>\$ 29,561</u>

Property Fund

	2018	2017
Other revenue	<u>\$ 1,845</u>	<u>\$ 2,425</u>

12. Interfund advances

Interfund advances are non-interest bearing with no specified terms of repayment.

13. Unrestricted net assets - General Fund

The unrestricted net assets are available for supplementary allocations. A reasonable amount will be retained by the organization for working capital.

JEWISH FEDERATION OF OTTAWA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

14. Internally restricted net assets

General Fund

The board of directors has restricted \$1,393,653 (2017 - \$1,320,699) for Federation program expenditures, \$121,168 (2017 - \$121,168) for special projects, \$50,000 (2017 - \$50,000) for supplemental allocations, \$437,448 (2017 - \$897,447) for the Ottawa Jewish Community School, and \$nil (2017 - \$6,000) for education renewal and for the Supplemental School Revitalization Program for the year ending June 30, 2018.

Property Fund

The board of directors has restricted \$104,374 (2017 - \$104,746) for a capital reserve fund for the property located at 284 Laurier Avenue East, Ottawa, Ontario.

15. Campaign events

	2018	2017
Revenues		
Golf tournament	\$ 202,907	\$ 273,065
Campaign kickoff	85,822	49,930
Walkathon	-	16,406
	<u>\$ 288,729</u>	<u>\$ 339,401</u>
	2018	2017
Expenditures		
Golf tournament	\$ 67,589	\$ 73,372
Campaign kickoff	50,453	37,262
Walkathon	111	16,406
	<u>\$ 118,153</u>	<u>\$ 127,040</u>

16. Budget figures

The budget figures are presented for comparative purposes and are unaudited.

JEWISH FEDERATION OF OTTAWA**NOTES TO FINANCIAL STATEMENTS****JUNE 30, 2018**

17. Bank facility

The organization has a \$1,100,000 credit facility agreement with TD Commercial Banking under which the Bank extends to the organization a demand revolving line of credit and letters of credit available of \$1,100,000 bearing interest at the lender's Canadian Prime Rate. The credit facility is secured by a General Security Agreement representing first charge on the property located at 21 Nadolny Sachs Private with a principal amount of \$1,100,000. At June 30, 2018, the balance drawn on the line of credit was nil.

18. Contingency

The Ottawa Jewish Home for the Aged ('Hillel Lodge') received a loan of \$200,000 from the Hebrew Free Loan Association for the purpose of acquiring a property. The Jewish Federation of Ottawa has guaranteed the loan and is liable for any payments that Hillel Lodge is not able to make. The balance of the loan at June 30, 2018 was \$120,000. The loan is non-interest bearing and the remainder is repayable on demand with a minimum of one year notice after December 31, 2016. The organization has the right to require Hillel Lodge to transfer ownership of the underlying property to the organization or any other entity as directed by the organization.

19. Pension plan

Some employees of the organization are members of the Pension Plan for the Employees of the Jewish Community Council of Ottawa and Affiliated Organizations (the "Plan") which is a multi-employer defined benefit pension plan. The Plan is accounted for as a defined contribution plan because the costs of the plan are not allocated to, or funded separately by, the individual employers and as a result the organization is not able to identify its share of the underlying pension assets and liabilities. Based upon the latest actuarial valuation of the Plan dated October 30, 2018 reporting the status of the Plan as at December 31, 2017, there was an actuarial surplus to the Plan. No contributions were required to be made to the Plan by the organization on behalf of its employees during the year ended June 30, 2018. The next actuarial valuation of the plan will be required as at December 31, 2020.

20. Comparative figures

Certain 2017 comparative figures have been reclassified to conform with the presentation adopted in 2018.

JEWISH FEDERATION OF OTTAWA
STATEMENT OF CHANGES IN NET ASSETS BY FUND
FOR THE YEAR ENDED JUNE 30, 2018

	Unrestricted	Internally Restricted	Invested in Capital Assets	2018 Total	2017 Total
General					
Net assets beginning of the year	\$ 1,272,206	\$ 2,395,314	\$ 111,879	\$ 3,779,399	\$ 4,051,808
Net result for the year	(1,045,939)	933,654	(13,711)	(125,996)	(272,409)
Interfund transfers	1,317,594	(1,326,699)	9,105	-	-
Net assets, end of year	<u>\$ 1,543,861</u>	<u>\$ 2,002,269</u>	<u>\$ 107,273</u>	<u>\$ 3,653,403</u>	<u>\$ 3,779,399</u>
Ottawa Vaad Hakashruth					
Net assets, beginning of the year	\$ 27,275	\$ -	\$ -	\$ 27,275	\$ 13,792
Net result for the year	40,062	-	-	40,062	13,483
Net assets, end of year	<u>\$ 67,337</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 67,337</u>	<u>\$ 27,275</u>
Property					
Net assets, beginning of the year	\$ -	\$ 104,746	\$ 424,546	\$ 529,292	\$ 547,805
Net result for the year	-	(372)	(12,326)	(12,698)	(18,513)
Net assets, end of year	<u>\$ -</u>	<u>\$ 104,374</u>	<u>\$ 412,220</u>	<u>\$ 516,594</u>	<u>\$ 529,292</u>

JEWISH FEDERATION OF OTTAWA

SCHEDULE OF FUNDRAISING AND ADMINISTRATION EXPENDITURES

GENERAL FUND

FOR THE YEAR ENDED JUNE 30, 2018

	Budget (note 16)	2018	2017
Salaries and benefits	\$ 342,911	\$ 305,559	\$ 325,595
Fundraising, planning and events			
Events - net expenses	55,000	49,153	28,979
Meetings and conferences	10,000	5,765	4,405
Postage	6,000	5,573	5,783
Publicity	23,700	15,978	17,707
	94,700	76,469	56,874
Overhead			
Occupancy	51,310	52,863	51,761
Bank and credit card charges	65,000	52,787	48,972
Computer maintenance and supplies	25,000	3,229	22,009
Computer amortization	9,000	13,711	13,161
General	4,000	671	1,963
Telephone	2,000	640	127
Transportation	-	-	1,768
	156,310	123,901	139,761
Other			
Provision for bad debts	85,000	55,394	27,817
	\$ 678,921	\$ 561,323	\$ 550,047

JEWISH FEDERATION OF OTTAWA**SCHEDULE OF FEDERATION PROGRAMS****GENERAL FUND****FOR THE YEAR ENDED JUNE 30, 2018**

	Budget (note 16)	2018	2017
Recoveries and other income			
Recoveries (note 6)	\$ 144,840	\$ 142,899	\$ 129,562
Donations and grants	121,833	111,950	138,648
Ottawa Jewish Community Foundation Grants	18,972	25,526	21,277
Total income	<u>\$ 285,645</u>	<u>\$ 280,375</u>	<u>\$ 289,487</u>
Expenditures			
Salaries and benefits (note 6)	\$ 1,140,220	\$ 1,103,608	\$ 1,055,073
Overhead	181,943	222,946	198,996
Programs			
Hillel Ottawa/Campus Life	34,500	39,072	29,527
Governance and representation	26,600	30,694	13,568
Communications and public relations (note 6)	64,930	53,237	105,233
Community building	103,150	102,936	99,360
Partnership Together	41,000	32,090	66,376
	<u>270,180</u>	<u>258,029</u>	<u>314,064</u>
Special project			
Donations and grants	-	-	(25,000)
Readiness study	-	-	49,151
	<u>-</u>	<u>-</u>	<u>24,151</u>
Total expenditures	<u>\$ 1,592,343</u>	<u>\$ 1,584,583</u>	<u>\$ 1,592,284</u>
Net cost of programs for the year	<u>\$ (1,306,698)</u>	<u>\$ (1,304,208)</u>	<u>\$ (1,302,797)</u>

JEWISH FEDERATION OF OTTAWA
SCHEDULE OF FEDERATION PROGRAMS
OTTAWA VAAD HAKASHRUTH FUND
FOR THE YEAR ENDED JUNE 30, 2018

	Budget (note 16)	2018	2017
Expenditures			
Salaries and benefits	\$ 243,500	\$ 249,714	\$ 250,923
Overhead	9,650	2,241	10,393
	<u>\$ 253,150</u>	<u>\$ 251,955</u>	<u>\$ 261,316</u>

JEWISH FEDERATION OF OTTAWA**SCHEDULE OF AGENCIES ALLOCATIONS****FOR THE YEAR ENDED JUNE 30, 2018**

	2018
OVERSEAS AND NATIONAL AGENCIES	
Domestic Agenda	\$ 790,744
LOCAL COMMUNITY SERVICES	
Education	
Ottawa Talmud Torah Board - Afternoon School	13,516
Ottawa Jewish Community School	554,526
Temple Israel Religious School	27,033
Ottawa Modern Jewish School	12,477
Ottawa Torah Centre	36,914
Ottawa Torah Institute	21,000
Torah High	27,033
Jewish Youth Library	7,400
Torah Day School of Ottawa	152,040
	<u>851,939</u>
Cultural and recreational	
Soloway Jewish Community Centre of Ottawa	384,667
Camp B'nai Brith	22,000
AJA 50+	13,000
Or Haneshamah	1,000
Jewish Education Through Torah (JET)	27,000
Limmud	2,000
NCSY	24,200
M&T Zelikovitz Center for Jewish Studies	2,500
Chabad St. Network	3,500
Ottawa Sephardi Association	9,000
	<u>488,867</u>
Community and social services	
Ottawa Jewish Home for the Aged	231,787
Jewish Family Services of Ottawa	384,487
Jewish Community Campus of Ottawa Inc - Capital Reserves	70,000
Jewish Community Campus of Ottawa Inc - vacancies at 31 Nadolny Sachs Private	116,373
Tamir Foundation	86,787
Vacant land interest	41,605
	<u>931,039</u>
Total 2018 campaign allocations	<u>\$ 3,062,589</u>