

**JEWISH FEDERATION OF GREATER VANCOUVER**

Vancouver, B.C.

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**FINANCIAL STATEMENTS**

August 31, 2007



**WOLRIGE MAHON LLP**  
Chartered Accountants

## AUDITORS' REPORT

To the Directors of Jewish Federation of Greater Vancouver:

We have audited the statement of financial position of Jewish Federation of Greater Vancouver as at August 31, 2007 and the statements of operations, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Federation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In common with many charitable organizations, the Federation derives revenue from pledges, 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 Federation and we were not able to determine whether any adjustments might be necessary to pledges, excess of revenues over expenditures, current assets and net assets.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of revenues as referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Federation as at August 31, 2007 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles. As required by the Society Act of British Columbia, we report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding year.

*Wolrige Mahon LLP*

CHARTERED ACCOUNTANTS

Vancouver, B.C.  
November 23, 2007

# JEWISH FEDERATION OF GREATER VANCOUVER

## STATEMENT OF OPERATIONS

For the year ended August 31, 2007

|   | General<br>Fund<br>\$ | Foundation<br>Fund<br>\$ | Israel<br>Emergency<br>Campaign Fund<br>\$ | 2007<br>Total<br>\$ | 2006<br>Total<br>(Restated, Note 4)<br>\$ |
|---|-----------------------|--------------------------|--|---------------------|---|
| <b>Revenues</b>   |                       |                          |  |                     |   |
| Pledges   |                       |                          |  |                     |   |
| Combined Jewish Appeal<br>("CJA")   | 6,598,970             | -                        | -  | 6,598,970           | 6,146,902                                 |
| CJA+ local agencies   | 90,687                | -                        | -  | 90,687              | 103,118                                   |
| CJA+ Israel and overseas  | 176,965               | -                        | -  | 176,965             | 159,782                                   |
| Israel Emergency Campaign   | -                     | -                        | 452,312                                    | 452,312             | 3,216,482                                 |
| Provision for uncollectible<br>pledges  | (54,736)              | -                        | -  | (54,736)            | (65,000)                                  |
|   | 6,811,886             | -                        | 452,312                                    | 7,264,198           | 9,561,284                                 |
| Grant and other income (Note 5)   | 684,460               | -                        | -  | 684,460             | 613,265                                   |
| Interest and dividends  | 114,763               | 491,844                  | -  | 606,607             | 1,355,149                                 |
| Miscellaneous donations<br>(Notes 6 and 16)                                   | 784,270               | -                        | -  | 784,270             | 740,632                                   |
| Gain on sale of investments   | -                     | 1,047,796                | -  | 1,047,796           | 128,291                                   |
| Unrealized appreciation<br>(depreciation) in value of<br>investments (Note 2) | -                     | (648,511)                | -  | (648,511)           | (354,057)                                 |
|   | 8,395,379             | 891,129                  | 452,312                                    | 9,738,820           | 12,044,564                                |
| <b>Expenditures</b>   |                       |                          |  |                     |   |
| Administration, Schedule 1  | 199,156               | 111,822                  | -  | 310,978             | 302,185                                   |
| Fundraising, Schedule 2   | 951,209               | 167,734                  | -  | 1,118,943           | 1,103,578                                 |
|   | 1,150,365             | 279,556                  | -  | 1,429,921           | 1,405,763                                 |
| <b>Excess of revenues over<br/>expenditures before<br/>allocations</b>        | 7,245,014             | 611,573                  | 452,312                                    | 8,308,899           | 10,638,801                                |
| <b>Allocations</b>  |                       |                          |  |                     |   |
| Local agencies and programs   |                       |                          |  |                     |   |
| Regular   | 3,817,032             | -                        | -  | 3,817,032           | 3,486,482                                 |
| CJA+  | 90,687                | -                        | -  | 90,687              | 103,118                                   |
| Israel and overseas agencies and<br>programs (UIAC) (Note 7)                  |                       |                          |  |                     |   |
| Regular   | 2,129,567             | -                        | -  | 2,129,567           | 2,140,908                                 |
| CJA+  | 176,965               | -                        | -  | 176,965             | 159,782                                   |
| Israel Emergency Campaign   | -                     | -                        | 452,312                                    | 452,312             | 3,216,482                                 |
| National allocations  | 459,046               | -                        | -  | 459,046             | 410,787                                   |
| Allocations to (from) internally<br>restricted funds (Note 14)                | (13,151)              | -                        | -  | (13,151)            | 37,154                                    |
| Allocations to externally restricted<br>funds                                 | 99,152                | -                        | -  | 99,152              | 83,503                                    |
| Endowment grants  | -                     | 892,656                  | -  | 892,656             | 890,961                                   |
|   | 6,759,298             | 892,656                  | 452,312                                    | 8,104,266           | 10,529,177                                |
| <b>Excess (deficiency) of revenues over<br/>expenditures and allocations</b>  | 485,716               | (281,083)                | -  | 204,633             | 109,624                                   |

# JEWISH FEDERATION OF GREATER VANCOUVER

## STATEMENT OF CHANGES IN NET ASSETS

For the year ended August 31, 2007

|  | General<br>Fund<br>\$ | Foundation<br>Fund<br>\$ | Israel<br>Emergency<br>Campaign Fund<br>\$ | 2007<br>Total<br>\$ | 2006<br>Total<br>(Restated, Note 4)<br>\$ |
|--|-----------------------|--------------------------|--|---------------------|---|
| Net assets, beginning, as<br>previously stated                       | 967,498               | 21,161,518               | -  | 22,129,016          | 20,965,738                                |
| Prior period adjustment (Note 4)                                     | 276,015               | -                        | -  | 276,015             | 150,242                                   |
| Net assets, beginning, as restated                                   | 1,243,513             | 21,161,518               | -  | 22,405,031          | 21,115,980                                |
| Excess (deficiency) of revenues over<br>expenditures and allocations | 485,716               | (281,083)                | -  | 204,633             | 109,624                                   |
| Contributions  | -                     | 2,303,879                | -  | 2,303,879           | 1,179,427                                 |
| Interfund transfers  | (61,078)              | 61,078                   | -  | -                   | -   |
| Net assets, ending   | 1,668,151             | 23,245,392               | -  | 24,913,543          | 22,405,031                                |


# **JEWISH FEDERATION OF GREATER VANCOUVER**

## **STATEMENT OF FINANCIAL POSITION**

August 31, 2007

|  | General<br>Fund<br>\$ | Foundation<br>Fund<br>\$ | Israel<br>Emergency<br>Campaign Fund<br>\$ | 2007<br>Total<br>\$ | 2006<br>Total<br>(Restated, Note 4)<br>\$ |
|--|-----------------------|--------------------------|--|---------------------|---|
| <b>ASSETS</b>                            |                       |                          |  |                     |   |
| Cash and cash equivalents                | 1,585,369             | 364,512                  | 701  | 1,950,582           | 2,080,148                                 |
| Pooled investments                       | -                     | 22,320,930               | -  | 22,320,930          | 20,433,361                                |
| State of Israel Bonds                    | -                     | 429,038                  | -  | 429,038             | 379,038                                   |
| Mortgages receivable (Note 9)            | 60,000                | 250,000                  | -  | 310,000             | 250,000                                   |
| Pledges receivable (Note 10)             | 2,355,354             | -                        | 20,829                                     | 2,376,183           | 4,634,622                                 |
| Interfund transfers                      | (62,034)              | 62,034                   | -  | -                   | -   |
| Other receivables                        | 96,972                | 2,141                    | -  | 99,113              | 415,358                                   |
| Prepaid expenses                         | 14,735                | -                        | -  | 14,735              | 41,163                                    |
| Tangible capital assets (Note 11)        | 61,913                | -                        | -  | 61,913              | 70,943                                    |
|  | 4,112,309             | 23,428,655               | 21,530                                     | 27,562,494          | 28,304,633                                |
| <b>LIABILITIES</b>                       |                       |                          |  |                     |   |
| Payables and accruals                    | 477,254               | -                        | 21,530                                     | 498,784             | 2,198,330                                 |
| Grants and allocations payable (Note 12) | 50,000                | 183,263                  | -  | 233,263             | 162,000                                   |
| Deferred revenue (Note 13)               | 1,916,904             | -                        | -  | 1,916,904           | 3,539,272                                 |
|  | 2,444,158             | 183,263                  | 21,530                                     | 2,648,951           | 5,899,602                                 |
| <b>NET ASSETS</b>                        |                       |                          |  |                     |   |
| Invested in tangible capital assets      | 61,913                | -                        | -  | 61,913              | 70,943                                    |
| Internally restricted (Note 14)          | 951,837               | -                        | -  | 951,837             | 938,686                                   |
| Externally restricted                    | 495,322               | 19,764,523               | -  | 20,259,845          | 17,657,009                                |
| Unrestricted                             | 159,079               | 3,480,869                | -  | 3,639,948           | 3,738,393                                 |
|  | 1,668,151             | 23,245,392               | -  | 24,913,543          | 22,405,031                                |
|  | 4,112,309             | 23,428,655               | 21,530                                     | 27,562,494          | 28,304,633                                |

Approved by Directors:




# JEWISH FEDERATION OF GREATER VANCOUVER

## STATEMENT OF CASH FLOWS

For the year ended August 31, 2007

|   | 2007             | 2006<br>(Restated, Note 4) |
|---|------------------|----------------------------|
|   | \$               | \$                         |
| <b>Operating activities</b>                                       |                  |                            |
| Excess (deficiency) of revenues over expenditures and allocations | 204,633          | 109,624                    |
| Items not involving cash  |                  |                            |
| Amortization  | 32,886           | 28,124                     |
| Unrealized depreciation in value of investments                   | 648,511          | 354,057                    |
|   | 886,030          | 491,805                    |
| Change in non-cash working capital                                |                  |                            |
| Pledges receivable  | 2,258,439        | (3,758,068)                |
| Other receivables   | 316,245          | (349,412)                  |
| Prepaid allocations   | -                | 5,100                      |
| Prepaid expenses  | 26,428           | 22,181                     |
| Mortgages receivable  | (60,000)         | -                          |
| Payables and accruals   | (1,699,546)      | 1,968,132                  |
| Grants payable - Foundation Fund                                  | 71,263           | (5,732)                    |
| Deferred revenue  | (1,622,368)      | 2,870,704                  |
|   | 176,491          | 1,244,710                  |
| <b>Investing activities</b>                                       |                  |                            |
| Purchase of pooled investments, net                               | (2,536,080)      | (1,349,151)                |
| Change in value of bonds  | (50,000)         | -                          |
| Purchase of tangible capital assets, net                          | (23,856)         | (52,506)                   |
| Contributions to the Foundation Fund                              | 2,303,879        | 1,179,427                  |
|   | (306,057)        | (222,230)                  |
| <b>Net increase in cash and cash equivalents</b>                  | <b>(129,566)</b> | <b>1,022,480</b>           |
| Cash and cash equivalents, beginning                              | 2,080,148        | 1,057,668                  |
| <b>Cash and cash equivalents, ending</b>                          | <b>1,950,582</b> | <b>2,080,148</b>           |
| <b>Cash and cash equivalents represented by:</b>                  |                  |                            |
| Cash on hand and balances with banks                              | 950,582          | 1,380,148                  |
| Short-term investments  | 1,000,000        | 700,000                    |
|   | 1,950,582        | 2,080,148                  |

# JEWISH FEDERATION OF GREATER VANCOUVER

## NOTES

For the year ended August 31, 2007

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### Note 1 General

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The Federation was incorporated under the Society Act of British Columbia and is a registered charitable organization under income tax legislation. Its purpose is to serve as a primary source of funding for organizations, programs and services that have objectives specifically relevant to the Jewish community.

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### Note 2 Significant Accounting Policies

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#### Fund Accounting

The Society follows the restricted fund method of accounting for revenues. These financial statements include the undernoted funds which are segregated for purposes of carrying on specific activities as described below:

- (i) The General Fund accounts for the Federation's program delivery and administrative activities. This fund reports unrestricted and restricted contributions.
- (ii) The Jewish Community Foundation of Greater Vancouver Fund (the "Foundation") reports resources contributed for endowment purposes. In general, investment income earned on resources of the Foundation are available for distribution while the capital is retained, depending on the nature of any restrictions imposed by contributors of funds for endowment.
- (iii) The Israel Emergency Campaign Fund was established in July 2006 in response to the outbreak of war between Israel and the terrorist group, Hezbollah, based in Lebanon. The funds raised will help address urgent relief needs in Israel created by the war, as well as social and physical rehabilitation projects in areas and among various populations in Israel affected by the war. Allocations from the fund are made by the Federation in consultation with and under the auspices of the United Israel Appeal Federations Canada, in partnership with the other Jewish Federations in Canada.

Common administration expenses are allocated to the respective funds based on the nature of the expenses and their use by the individual funds.

#### Revenue Recognition

Pledge revenue is recognized on a campaign year basis. A receivable is set up when a pledge is made. Pledges received for future campaign years are deferred and recognized as revenue in the campaign year to which the pledge relates.

Certain donors may remit amounts directly to the UIAC on behalf of the Federation. These amounts are recorded as revenue and allocations to UIAC on a campaign year basis. Amounts relating to future campaign years are recorded as prepaid allocations and deferred revenue.

Revenues for the year ended August 31, 2007 are referred to as the revenue for the 2006/2007 campaign year.

Endowment contributions are recognized on the Statement of Changes in Net Assets.

The unrealized appreciation (depreciation) in the value of investments represents the increase (decrease) during the year of the market value over the carrying value of the pooled investments.

# JEWISH FEDERATION OF GREATER VANCOUVER

## NOTES

For the year ended August 31, 2007

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### Note 2 Significant Accounting Policies (continued)

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#### Pooled Investments and Bonds

Pooled investments consist of common shares, convertible securities and mutual funds and are recorded at market value as at the balance sheet date.

The Society accounts for its investments and bonds in accordance with Section 3855 of the CICA Handbook, "Financial Instruments – Recognition and Measurement." This section requires that all non-derivative financial assets be measured at fair market value. Realized and unrealized gains and losses on investments classified as held for trading are to be recognized on the Statement of Operations in the periods in which they arise.

#### Cash and Cash Equivalents

Cash and cash equivalents include fixed return financial instruments that can be exchanged for cash at any time. These investments are valued at cost, which approximates market value.

#### Amortization of Tangible Capital Assets

Tangible capital assets are carried at cost less accumulated amortization. Amortization is charged against operations and is provided for annually on the following basis:

|                        |   |                       |
|------------------------|---|-----------------------|
| Leasehold improvements | - | 5 years straight-line |
| Office equipment       | - | 5 years straight-line |
| Computer equipment     | - | 3 years straight-line |
| Computer software      | - | 3 years straight-line |

except in the year of acquisition, at which time amortization is provided for at one-half the annual rate.

#### Deferred Revenue

Grant contributions and pledges received which relate to programs and events to be carried out in the next fiscal year are reflected as deferred revenue.

#### Donated Services

A substantial number of donors and volunteers contribute a significant amount of time, services and other benefits to the Federation each year. Because of the difficulty in determining fair value, these contributions are not recognized in the financial statements nor are charitable receipts for tax purposes issued for these contributions.

#### Use of 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 at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.



# JEWISH FEDERATION OF GREATER VANCOUVER

## NOTES

For the year ended August 31, 2007

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### Note 3 Financial Instruments

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The fair value of all items that meet the definition of a financial instrument approximate their carrying values. These items include cash and cash equivalents, pooled investments, State of Israel bonds, mortgages receivable, pledges receivable, other receivables, payables and accruals, interfund loans and grants payable.

Pooled investments and State of Israel Bonds have been classified as held-for-trading and are recorded at fair value on the balance sheet. Fair values are determined directly by reference to published price quotations in an active market. Changes in the fair value of these investments are reflected as unrealized appreciation (depreciation) in value of investments on the statement of operations. All other financial instruments have been recorded at amortized cost.

Mortgages receivable, interfund receivables and other receivables have been classified as loans and receivables while payables and accruals and grants payable have been classified as other liabilities.

Unless otherwise stated, it is management's opinion that the Society is not exposed to significant credit or currency risk arising from these financial instruments.

Financial instruments that potentially subject the Society to credit risk consist of pledges receivable and other receivables. Management regularly monitors pledges and other receivables and believes it has adequately provided for any exposure to potential credit loss unless otherwise stated.

The Society holds significant pooled investments and bonds, the market value of which may be subject to fluctuations resulting from changes in interest rates. The portfolio is sufficiently diversified so as to reduce exposure to interest rate risk.

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### Note 4 Prior Period Adjustment

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Certain internally and externally restricted funds previously classified as payables and accruals have been reclassified to net assets. This adjustment has been applied retroactively resulting in 2006 comparative figures being restated as follows: increase in miscellaneous donations of \$172,748, a decrease in allocations from internally restricted funds of \$36,528, an increase in allocations from externally restricted funds of \$83,503, a decrease in payables and accruals of \$276,015, an increase in internally restricted net assets of \$174,249, and an increase in externally restricted net assets of \$101,766.

## JEWISH FEDERATION OF GREATER VANCOUVER

### NOTES

For the year ended August 31, 2007

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#### Note 5 Grant and Other Income

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|                               | 2007<br>\$    | 2006<br>\$    |
|-------------------------------|---------------|---------------|
| Event and program donations   | 154,320       | 125,510       |
| Foundation administration fee | 218,477       | 201,366       |
| Grant income                  | 99,383        | 107,596       |
| Israel affairs grant          | 212,280       | 178,793       |
|                               | <hr/> 684,460 | <hr/> 613,265 |

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#### Note 6 Miscellaneous Donations

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Miscellaneous donations are made up of donations received by the Federation on behalf of other local and international beneficiaries of \$291,563 (2006: \$567,884) and donations received into externally restricted funds of the Federation for support of projects to be implemented by the Federation or its constituent agencies of \$492,707 (2006: \$172,748). The donations into externally restricted funds primarily relate to a project of the Tikva Housing Society as described in Note 16.

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#### Note 7 Allocation to United Israel Appeal of Canada Inc.

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The UIAC is allocated amounts during each pledge year. The Board of the Federation determines the allocation annually. During 2007, \$212,280 (2006: \$178,793) of the amount allocated to Israel and overseas programs were used to fund the 2007 Israel Affairs Department expenditures.

# JEWISH FEDERATION OF GREATER VANCOUVER

## NOTES

For the year ended August 31, 2007

### Note 8 Jewish Community Foundation of Greater Vancouver Fund - Net Assets

|               | 2006              | Contributions    | Distributions    | Income Plus<br>Transfers | 2007              |
|---------------|-------------------|------------------|------------------|--------------------------|-------------------|
|               | \$                | \$               | \$               | \$                       | \$                |
| Unrestricted  | 3,606,276         | 12,664           | (260,119)        | 122,048                  | 3,480,869         |
| Designated    | 6,267,050         | 1,667,099        | (218,400)        | 182,084                  | 7,897,833         |
| Institutional | 7,483,594         | 444,762          | (315,758)        | 247,094                  | 7,859,692         |
| Philanthropic | 3,804,598         | 179,354          | (98,379)         | 121,425                  | 4,006,998         |
|               | <u>21,161,518</u> | <u>2,303,879</u> | <u>(892,656)</u> | <u>672,651</u>           | <u>23,245,392</u> |

The Federation maintains the Foundation, the goal of which is to provide resources to meet the long-term needs of the Jewish Community locally, nationally and internationally. The Foundation has received commitments in the form of long-term pledges, assignment of life insurance policies and bequest provisions.

#### Unrestricted funds

Income from these funds is distributed through the grant program of the Foundation in response to the emerging and changing needs of the community. Grants are awarded in the spring and fall of each year through a rigorous adjudication process administered by a standing committee of the Board of Trustees.

#### Designated funds

These funds direct income to a specific charitable organization named by the donor who establishes the fund.

#### Institutional funds

These funds are established by various charitable organizations which make contributions to their own fund. The income which is generated from the capital provides the organizations with stable funding on a long term basis.

#### Philanthropic funds

These funds provide donors with the opportunity to structure their charitable giving to suit their funding priorities. Fund holders or their chosen advisors may suggest charities which will benefit from distributions from their fund.

### Note 9 Mortgages Receivable

The mortgage receivable within the General fund represents a loan made to an executive of the Federation, bearing interest at 3.0% per annum, and is secured by real property. The monthly loan payments consist of principle and interest and the loan is due upon the sale of the property or cessation of employment.

The mortgage receivable within the Foundation fund represents a loan made to another executive of the Federation, bearing interest at 3.0% per annum, and is secured by real property. The loan payments are for interest only and the loan is due upon the sale of the property or cessation of employment.

# JEWISH FEDERATION OF GREATER VANCOUVER

## NOTES

For the year ended August 31, 2007

### Note 10 Pledges Receivable

The pledges receivable include pledges for unrestricted and restricted purposes. The restricted pledges are for the CJA+, through which donors may direct 75% of the increase over a prior year's total pledge to a specific agency or program. The unrestricted and restricted pledges receivable are as follows:

|  | 2007<br>\$       | 2006<br>\$       |
|--|------------------|------------------|
| Unrestricted pledges receivable by campaign year |                  |                  |
| 2005/2006 and prior                              | 62,917           | 118,895          |
| 2006/2007  | 1,003,228        | 536,535          |
| Deferred   | 1,542,154        | 2,767,993        |
|  | <u>2,608,299</u> | <u>3,423,423</u> |
| Restricted pledges receivable                    |                  |                  |
| CJA+ 2005/2006 and prior                         | 485              | 350              |
| CJA+ 2006/2007                                   | 12,787           | 19,761           |
| Deferred   | 21,427           | 29,708           |
| Israel Now Campaign                              | 400              | 700              |
|  | <u>2,643,398</u> | <u>3,473,942</u> |
| Less: Allowance for uncollectible pledges        | <u>(288,044)</u> | <u>(262,628)</u> |
| General Fund pledges receivable                  | 2,355,354        | 3,211,314        |
| Israel Emergency Campaign pledges receivable     | 20,829           | 1,423,308        |
|  | <u>2,376,183</u> | <u>4,634,622</u> |

### Note 11 Tangible Capital Assets

|                        | Cost<br>\$     | Accumulated<br>Amortization<br>\$ | 2007<br>Net<br>\$ | 2006<br>Net<br>\$ |
|------------------------|----------------|-----------------------------------|-------------------|-------------------|
| Leasehold improvements | 26,002         | 10,143                            | 15,859            | 21,060            |
| Office equipment       | 27,513         | 14,847                            | 12,666            | 13,490            |
| Computer equipment     | 116,192        | 87,319                            | 28,873            | 26,149            |
| Computer software      | 88,142         | 83,627                            | 4,515             | 10,244            |
|                        | <u>257,849</u> | <u>195,936</u>                    | <u>61,913</u>     | <u>70,943</u>     |

# JEWISH FEDERATION OF GREATER VANCOUVER

## NOTES

For the year ended August 31, 2007

### Note 12 Grants and Allocations Payable

The Foundation Fund has approved grants for which payments are scheduled for future years, or for which payments to grantees are pending.

### Note 13 Deferred Revenue

|                                   | 2007<br>\$       | 2006<br>\$       |
|-----------------------------------|------------------|------------------|
| Pledges (Campaign year 2006/2007) |                  |                  |
| Received                          | 353,323          | 741,571          |
| Receivable                        | 1,563,581        | 2,797,701        |
|                                   | <u>1,916,904</u> | <u>3,539,272</u> |

### Note 14 Internally Restricted Net Assets

|                                 | 2007<br>\$     | 2006<br>\$     |
|---------------------------------|----------------|----------------|
| Emergency Reserve Fund          | 330,775        | 316,187        |
| Internally Restricted Funds     | 172,812        | 174,249        |
| Overseas Emergency Reserve Fund | 235,300        | 235,300        |
| Special Purpose Fund            | 212,950        | 212,950        |
|                                 | <u>951,837</u> | <u>938,686</u> |

During the year, unused contingency funds budgeted by the Federation of \$14,588 (2006: \$21,017) were added to the Emergency Reserve Fund. The purpose of the Emergency Reserve Fund is to provide resources to respond to urgent and unanticipated needs of the Jewish Community.

During the year, Internally Restricted Funds' expenditures exceeded contributions by \$1,437 (2006: \$36,529). Internally Restricted Funds are those held by the Federation for use in specific program areas administered by the Federation.

During the year, the Federation disbursed \$NIL (2006: \$14,700) of funds from the Overseas Emergency Reserve Fund. The purpose of the Overseas Emergency Reserve Fund is to provide resources to respond to urgent and unanticipated needs in Israel and overseas communities.

During the year, the Federation disbursed \$NIL (2006: \$80,000) of funds from the Special Purpose Fund. The purpose of the Special Purpose Fund is to provide resources for extraordinary operating or capital needs of the Federation.

All the above internally restricted net assets have been restricted for specific purposes by the Federation Board and require Federation Board approval prior to disbursement.

## **JEWISH FEDERATION OF GREATER VANCOUVER**

### **NOTES**

For the year ended August 31, 2007

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#### **Note 15 Comparative Figures**

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Certain 2006 comparative figures have been reclassified to conform to the financial statement presentation adopted for 2007.

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#### **Note 16 Subsequent Event**

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During the year, the Federation collected donations on behalf of the Tikva Housing Society in the amount of \$417,768 which have been recognized as miscellaneous donations and included in externally restricted funds of the general fund at August 31, 2007.

Subsequent to year end, the Federation received additional donations in excess of \$295,000 and loaned the Tikva Housing Society \$640,000 towards the purchase of a building. This loan will be converted to a grant once the Tikva Housing Society receives charitable status.

The Tikva Housing Society has a mortgage of \$500,000 which is guaranteed by the Federation.

**JEWISH FEDERATION OF GREATER VANCOUVER**

Schedule 1

**ADMINISTRATION**

For the year ended August 31, 2007

|                             | <b>General<br/>Fund<br/>\$</b> | <b>Foundation<br/>Fund<br/>\$</b> | <b>2007<br/>Total<br/>\$</b> | <b>2006<br/>Total<br/>\$</b> |
|-----------------------------|--------------------------------|-----------------------------------|------------------------------|------------------------------|
| Accounting and audit        | 5,000                          | 2,200                             | 7,200                        | 7,200                        |
| Amortization                | 32,886                         | -                                 | 32,886                       | 28,124                       |
| Bank and collection charges | 602                            | 1,990                             | 2,592                        | 4,616                        |
| Computer                    | 4,439                          | 2,968                             | 7,407                        | 5,984                        |
| Insurance                   | 2,994                          | -                                 | 2,994                        | 2,785                        |
| Marketing and advertising   | 390                            | 7,945                             | 8,335                        | 4,245                        |
| Meetings                    | 3,008                          | 387                               | 3,395                        | 3,975                        |
| Office                      | 8,302                          | 1,631                             | 9,933                        | 12,165                       |
| Postage                     | 1,301                          | 989                               | 2,290                        | 3,128                        |
| Printing                    | 63                             | 1,227                             | 1,290                        | 2,444                        |
| Professional development    | 3,414                          | 1,501                             | 4,915                        | 6,877                        |
| Programs and events         | 3,149                          | 145                               | 3,294                        | 4,413                        |
| Recruiting                  | 1,831                          | 1,549                             | 3,380                        | 1,109                        |
| Rent                        | 9,551                          | 6,037                             | 15,588                       | 13,577                       |
| Salaries and benefits       | 120,861                        | 82,447                            | 203,308                      | 197,771                      |
| Telephone and facsimile     | 1,365                          | 806                               | 2,171                        | 3,772                        |
|                             | <b>199,156</b>                 | <b>111,822</b>                    | <b>310,978</b>               | <b>302,185</b>               |

**JEWISH FEDERATION OF GREATER VANCOUVER**

Schedule 2

**FUNDRAISING**

For the year ended August 31, 2007

|                             | General<br>Fund<br>\$ | Foundation<br>Fund<br>\$ | 2007<br>Total<br>\$ | 2006<br>Total<br>\$ |
|-----------------------------|-----------------------|--------------------------|---------------------|---------------------|
| Accounting and audit        | 6,000                 | 3,300                    | 9,300               | 9,300               |
| Bank and collection charges | 71,222                | 2,986                    | 74,208              | 81,370              |
| Computer                    | 19,994                | 4,453                    | 24,447              | 18,960              |
| Marketing and advertising   | 39,786                | 11,918                   | 51,704              | 61,941              |
| Meetings                    | 7,125                 | 581                      | 7,706               | 9,875               |
| Office                      | 11,790                | 2,446                    | 14,236              | 15,049              |
| Postage                     | 9,795                 | 1,484                    | 11,279              | 19,280              |
| Printing                    | 13,966                | 1,840                    | 15,806              | 29,025              |
| Professional development    | 2,990                 | 2,251                    | 5,241               | -                   |
| Programs and events         | 119,447               | 217                      | 119,664             | 164,110             |
| Recruiting                  | 1,307                 | 2,323                    | 3,630               | -                   |
| Rent                        | 47,692                | 9,055                    | 56,747              | 45,318              |
| Salaries and benefits       | 594,286               | 123,670                  | 717,956             | 639,908             |
| Telephone and facsimile     | 5,809                 | 1,210                    | 7,019               | 9,442               |
|                             | 951,209               | 167,734                  | 1,118,943           | 1,103,578           |