

JEWISH FEDERATION OF EDMONTON
(Operating as Edmonton United Jewish Appeal)
Financial Statements
Year Ended August 31, 2020

JEWISH FEDERATION OF EDMONTON

(Operating as Edmonton United Jewish Appeal)

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INDEPENDENT AUDITOR'S REPORT

To the Members of Jewish Federation of Edmonton (Operating as Edmonton United Jewish Appeal)

Opinion

We have audited the financial statements of Jewish Federation of Edmonton (Operating as Edmonton United Jewish Appeal) (the Organization), which comprise the statement of financial position as at August 31, 2020, and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at August 31, 2020, 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 (ASNPO).

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Organization in accordance with ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with ASNPO, 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.

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Edmonton, Alberta
November 29, 2020

Rutwind Brar LLP
Rutwind Brar LLP
Chartered Professional Accountants

JEWISH FEDERATION OF EDMONTON*(Operating as Edmonton United Jewish Appeal)***Statement of Financial Position****August 31, 2020**

	2020	2019
ASSETS		
CURRENT		
Cash	\$ 333,753	\$ 185,256
Term deposits (Note 5)	1,248,972	1,245,774
Campaign pledges receivable (Note 6)	54,625	151,124
Other accounts receivable	18,319	64,301
Prepaid expenses	9,036	27,386
Due from related parties (Note 8)	100,000	-
Free loans receivable	1,635	5,045
	<u>\$ 1,766,340</u>	<u>\$ 1,678,886</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 10,391	\$ 25,424
Campaign deposits	21,434	24,760
	<u>31,825</u>	<u>50,184</u>
LONG TERM DEBT (Note 7)	<u>40,000</u>	<u>-</u>
	<u>71,825</u>	<u>50,184</u>
NET ASSETS		
General fund	656,401	598,818
Campaign stabilization fund	659,437	659,437
Restricted fund	378,677	370,447
	<u>1,694,515</u>	<u>1,628,702</u>
	<u>\$ 1,766,340</u>	<u>\$ 1,678,886</u>

JEWISH FEDERATION OF EDMONTON

(Operating as Edmonton United Jewish Appeal)

Statement of Revenues and Expenditures

Year Ended August 31, 2020

	2020	2019
REVENUES		
Current year campaign pledges	\$ 977,270	\$ 1,055,608
Donations	248,702	17,701
Free loan surplus fund re-entry	26,215	-
Interest	25,543	24,592
Grants	20,240	17,627
Government assistance	14,292	-
UJA Launch	2,720	2,760
Yom Ha'atzmaut	100	5,656
Hillel	-	1,944
Heritage Days	-	47,159
	<u>1,315,082</u>	<u>1,173,047</u>
EXPENSES		
General and administrative expenses		
Salaries and benefits	349,574	358,258
Office rent	30,864	30,864
Computer expenses	19,051	17,781
Bank charges	14,032	14,777
Meetings and conferences	10,795	6,845
Security	6,837	7,370
Advertising	6,697	7,250
Professional fees	6,533	5,715
Office supplies	3,140	3,246
Telephone	2,800	4,326
GST	2,079	2,820
Equipment expenses	1,933	1,995
Dues and fees	1,026	1,172
Postage	839	750
Program expenses		
Birthright	7,341	6,118
Cultural	5,452	8,739
Hillel	2,680	4,978
Heritage Days	231	32,435
Yom Programs	-	11,383
Campaign expenses		
Campaign	19,863	19,732
Bad debts	2,238	798
Allocations		
Allocations to beneficiaries (Schedule 1)	763,494	610,196
	<u>1,257,499</u>	<u>1,157,548</u>
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 57,583</u>	<u>\$ 15,499</u>

JEWISH FEDERATION OF EDMONTON

(Operating as Edmonton United Jewish Appeal)

Statement of Changes in Net Assets

Year Ended August 31, 2020

	General Fund	Campaign Stabilization Fund	Restricted Fund	2020	2019
NET ASSETS - BEGINNING OF YEAR					
As previously reported	\$ 632,460	\$ 659,437	\$ 344,847	\$ 1,636,744	\$ 1,482,557
Prior period adjustments (Note 20)	(33,642)	-	25,600	(8,042)	-
As restated	598,818	659,437	370,447	1,628,702	1,482,557
Holocaust Education Fund (Schedule 2)	-	-	11,691	11,691	30,881
P2G Program (Schedule 3)	-	-	23,709	23,709	13,991
Free Loan Society (Schedule 4)	-	-	(26,343)	(26,343)	(121)
PJ Library Fund (Schedule 5)	-	-	(7,777)	(7,777)	3,764
JCORE Program (Schedule 6)	-	-	5,627	5,627	85
Film Festival Program (Schedule 7)	-	-	13,683	13,683	10,888
Edmonton Israel Fund (Schedule 8)	-	-	(1,500)	(1,500)	45,558
Security Fund (Schedule 9)	-	-	(10,860)	(10,860)	25,600
EXCESS OF REVENUES OVER EXPENSES	57,583	-	-	57,583	15,499
NET ASSETS - END OF YEAR					
	\$ 656,401	\$ 659,437	\$ 378,677	\$ 1,694,515	\$ 1,628,702

JEWISH FEDERATION OF EDMONTON*(Operating as Edmonton United Jewish Appeal)***Statement of Cash Flows
Year Ended August 31, 2020**

	2020	2019
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 57,583	\$ 15,499
Changes in non-cash working capital:		
Campaign pledges receivable	96,499	6,247
Other accounts receivable	45,982	(54,111)
Accounts payable	(15,032)	9,796
Prepaid expenses	18,350	(6,239)
Free loans receivable	3,410	(421)
Campaign deposits	(3,326)	16,491
	<u>145,883</u>	<u>(28,237)</u>
Cash flow from (used by) operating activities	<u>203,466</u>	<u>(12,738)</u>
INVESTING ACTIVITIES		
Purchase of term deposits	(1,248,972)	(1,245,774)
Proceeds from maturing term deposits	1,245,773	1,059,792
	<u>(3,199)</u>	<u>(185,982)</u>
Cash flow used by investing activities	<u>(3,199)</u>	<u>(185,982)</u>
FINANCING ACTIVITIES		
Advances from (to) related parties	(100,000)	99,911
Proceeds from long term financing	40,000	-
	<u>(60,000)</u>	<u>99,911</u>
Cash flow from (used by) financing activities	<u>(60,000)</u>	<u>99,911</u>
RESTRICTED FUNDS ACTIVITY		
Holocaust Education Fund (Schedule 2)	11,691	30,881
P2G Fund (Schedule 3)	23,709	13,991
Free Loan Society Fund (Schedule 4)	(26,343)	(121)
PJ Library Fund (Schedule 5)	(7,777)	3,764
JCORE Program (Schedule 6)	5,627	85
Film Festival Program (Schedule 7)	13,683	10,888
Edmonton Israel Fund (Schedule 8)	(1,500)	45,558
Security Fund (Schedule 9)	(10,860)	25,600
	<u>8,230</u>	<u>130,646</u>
INCREASE IN CASH FLOW	148,497	31,837
Cash - beginning of year	<u>185,256</u>	<u>153,419</u>
CASH - END OF YEAR	\$ 333,753	\$ 185,256
CASH CONSISTS OF:		
Cash	<u>\$ 333,753</u>	<u>\$ 185,256</u>

JEWISH FEDERATION OF EDMONTON

(Operating as Edmonton United Jewish Appeal)

Schedule of Allocations (Schedule 1)

Year Ended August 31, 2020

	2020	2019
Allocations to beneficiaries		
United Israel Appeal of Canada Inc.	\$ 244,105	\$ 182,679
University of Alberta	152,600	-
Edmonton Talmud Torah	110,500	110,500
Edmonton Menorah Academy	81,000	81,000
Jewish Family Services	63,750	63,750
Camp B B Riback	34,425	34,425
P2G	15,000	20,000
Jewish Community Centre - Maccabi	12,015	17,656
Jewish Senior Citizen's Centre	10,260	10,260
Chabad Lubavitch	9,700	13,800
Holocaust Education & Remembrance	8,900	-
B'nai Brith Youth Organization	5,270	7,500
Edmonton Israel Fund	5,000	10,000
JCORE	5,000	5,000
Jewish Community Centre - General	2,682	12,807
Beth Israel Synagogue	1,690	1,500
Edmonton Congregation Beth Shalom	1,000	1,500
JAHSENA	597	-
Our Parents' Home	-	14,400
EJCCF	-	10,919
PJ Library	-	10,000
Temple Beth Ora	-	1,500
Jewish National Fund	-	1,000
	\$ 763,494	\$ 610,196

JEWISH FEDERATION OF EDMONTON*(Operating as Edmonton United Jewish Appeal)***Statement of Operations and Capital of the Holocaust Education Fund (Schedule 2)****Year Ended August 31, 2020**

	2020	2019
REVENUES	\$ 42,313	\$ 41,397
EXPENDITURES	30,622	10,516
Excess of revenues over expenditures	11,691	30,881
CAPITAL, beginning of year		
CAPITAL, beginning of year	123,852	92,971
CAPITAL, end of year	\$ 135,543	\$ 123,852

JEWISH FEDERATION OF EDMONTON
(Operating as Edmonton United Jewish Appeal)
Statement of Operations and Capital of the P2gether Program (Schedule 3)
Year Ended August 31, 2020

	2020	2019
REVENUES		
P2gether Program	\$ 22,652	\$ 28,347
Allocation from Film Festival Program	20,000	20,000
	<u>42,652</u>	48,347
EXPENDITURES	<u>18,943</u>	34,356
Excess of revenues over expenditures	<u>23,709</u>	13,991
CAPITAL, beginning of year	<u>40,807</u>	26,816
CAPITAL, end of year	<u>\$ 64,516</u>	\$ 40,807

JEWISH FEDERATION OF EDMONTON*(Operating as Edmonton United Jewish Appeal)***Statement of Operations and Capital of the Free Loan Society Fund (Schedule 4)****Year Ended August 31, 2020**

	2020	2019
EXPENDITURES		
Allocation to general fund	\$ 26,215	\$ -
Expenditures	128	121
	<u>26,343</u>	<u>121</u>
Excess of expenditures over revenues	(26,343)	(121)
CAPITAL, beginning of year	48,758	48,879
CAPITAL, end of year	\$ 22,415	\$ 48,758

JEWISH FEDERATION OF EDMONTON
(Operating as Edmonton United Jewish Appeal)
Statement of Operations and Capital of the PJ Library Fund (Schedule 5)
Year Ended August 31, 2020

	2020	2019
REVENUES	\$ 6,753	\$ 17,122
EXPENDITURES	14,530	13,358
Excess of expenditures over revenues (revenues over expenditures)	(7,777)	3,764
CAPITAL, beginning of year	17,917	14,153
CAPITAL, end of year	\$ 10,140	\$ 17,917

JEWISH FEDERATION OF EDMONTON
(Operating as Edmonton United Jewish Appeal)
Statement of Operations and Capital of the JCORE Program (Schedule 6)
Year Ended August 31, 2020

	2020	2019
REVENUES	\$ 7,340	\$ 6,800
EXPENDITURES	1,713	6,715
Excess of revenues over expenditures	5,627	85
CAPITAL, beginning of year	1,760	1,675
CAPITAL, end of year	\$ 7,387	\$ 1,760

JEWISH FEDERATION OF EDMONTON
(Operating as Edmonton United Jewish Appeal)
Statement of Operations and Capital of the Film Festival Program (Schedule 7)
Year Ended August 31, 2020

	2020	2019
REVENUES	\$ 43,882	\$ 60,742
EXPENDITURES		
Allocation to P2G	20,000	20,000
Expenses	10,199	29,854
	30,199	49,854
Excess of revenues over expenditures	13,683	10,888
CAPITAL, beginning of year	35,277	24,389
CAPITAL, end of year	\$ 48,960	\$ 35,277

JEWISH FEDERATION OF EDMONTON*(Operating as Edmonton United Jewish Appeal)***Statement of Operations and Capital of the Edmonton Israel Fund (Schedule 8)****Year Ended August 31, 2020**

	2020	2019
REVENUES	\$ 5,000	\$ 50,558
EXPENDITURES	6,500	5,000
Excess of expenditures over revenues (revenues over expenditures)	(1,500)	45,558
CAPITAL, beginning of year	76,476	30,918
CAPITAL, end of year	\$ 74,976	\$ 76,476

JEWISH FEDERATION OF EDMONTON
(Operating as Edmonton United Jewish Appeal)
Statement of Operations and Capital of the Security Fund (Schedule 9)
Year Ended August 31, 2020

	2020	2019
REVENUES	\$ -	\$ 25,600
EXPENDITURES	<u>10,860</u>	<u>-</u>
Excess of expenditures over revenues (revenues over expenditures)	<u>(10,860)</u>	<u>25,600</u>
CAPITAL, beginning of year	<u>25,600</u>	<u>-</u>
CAPITAL, end of year	<u>\$ 14,740</u>	<u>\$ 25,600</u>

JEWISH FEDERATION OF EDMONTON

(Operating as Edmonton United Jewish Appeal)

Notes to Financial Statements

Year Ended August 31, 2020

1. BASIS OF PRESENTATION

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

2. PURPOSE OF THE ORGANIZATION

Jewish Federation of Edmonton (the "Organization") is a not-for-profit organization incorporated provincially under the Companies Act of Alberta. As a registered charity the Organization is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

Its purpose is to collect funds as charitable donations and allocate these funds to qualified donees to carry on charitable activities. In addition to this they administer and co-ordinate community services and activities relating to cultural, educational and religious programs.

3. FINANCIAL POSITION OF THE ORGANIZATION

The accompanying financial statements have been prepared on the going concern assumption that the Organization will be able to realize assets and discharge liabilities in the normal course of activities for the foreseeable future.

Continuation of operations at current levels is dependent upon the Organization maintaining successful fund-raising activities, securing additional funding from support agencies, and reducing or maintaining operating expenditures at current levels.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Cash and cash equivalents

Cash consists of deposits held by financial institutions as well as cash on hand less outstanding cheques at period-end.

(b) Restricted funds

Cash and term deposits includes amounts that are restricted for specific funds. Of the total \$ 1,582,725 (\$ 1,431,050 in the prior period) at year end \$ 135,543 (\$ 123,852 in the prior period) is restricted for use in the Holocaust Education Fund, \$ 64,516 (\$ 40,807 in the prior period) is restricted for use in the P2gether Program, \$ 22,415 (\$ 48,758 in the prior period) is restricted for use in the Free Loan Society Fund, \$ 10,140 (\$ 17,917 in the prior period) is restricted for use in the PJ Library Fund, \$ 7,387 (\$ 1,760 in the prior period) is restricted for use in the JCORE Program, \$ 48,960 (\$ 35,277 in the prior period) is restricted for use in the Film Festival Program, \$ 74,976 (\$ 76,476 in the prior period) is restricted for use in the Edmonton Israel Program, \$ 14,740 (\$ 25,600 in the prior period) is restricted for use in the Security Program and \$ 559,467 (\$ 659,467) is restricted for use in the Campaign Stabilization Program.

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JEWISH FEDERATION OF EDMONTON

(Operating as Edmonton United Jewish Appeal)

Notes to Financial Statements

Year Ended August 31, 2020

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Fund accounting

Jewish Federation of Edmonton follows the deferral method of accounting for contributions.

Revenues and expenses related to program delivery and administrative activities are reported in the General Fund.

The Restricted and Campaign Stabilization Fund reports the amounts that the Organization has retained for specific purposes.

(d) Revenue recognition

Jewish Federation of Edmonton follows the deferral method of accounting for contributions.

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 to be received can be reasonably estimated and collection is reasonably assured.

Regular campaign pledges are recorded as revenue and receivables when pledge documents are received. Allowances are provided for amounts estimated to be uncollectible.

(e) Goods and Services Tax

Goods and service tax on materials and services are recoverable at 50% as a rebate. The unrecoverable portion is recorded as an expense with the rebate treated as a receivable.

(f) Government grants

Government grants are recorded when there is a reasonable assurance that the Organization had complied with and will continue to comply with, all the necessary conditions to obtain the grants.

(g) Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

(h) Contributed services

Volunteers contribute a significant amount of their time each year. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

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JEWISH FEDERATION OF EDMONTON
(Operating as Edmonton United Jewish Appeal)

Notes to Financial Statements
Year Ended August 31, 2020

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

(i) Financial Instruments

The Organization's financial instruments consist of cash, term deposits, guaranteed investment certificates, accounts receivable, accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the Organization is not exposed to significant interest, currency or credit risks arising from financial instruments. The fair values of these instruments approximate their carrying values.

JEWISH FEDERATION OF EDMONTON

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Notes to Financial Statements

Year Ended August 31, 2020

5. TERM DEPOSIT

	2020	2019
General Fund		
Term deposit bearing interest at 1.81%, payable on maturity, maturing on September 27, 2020	\$ 188,303	\$ -
Term deposit bearing interest at 2.20%, payable on maturity, maturing on March 12, 2021	104,499	-
Term deposit bearing interest at 2.50%, payable on maturity, maturing on March 12, 2021	104,653	102,100
Term deposit bearing interest at 1.50%, payable on maturity, maturing on January 16, 2021	75,000	-
Term deposit bearing interest at 2.20%, payable on maturity, maturing on March 10, 2021	75,000	-
Term deposit bearing interest at 2.35%, payable on maturity, maturing on April 15, 2020	-	183,979
Term deposit bearing interest at 2.35%, payable on maturity, maturing on March 12, 2020	-	102,100
Term deposit bearing interest at 1.50%, payable on maturity, maturing on March 16, 2020	-	75,000
Subtotal	547,455	463,179
Holocaust Fund		
Term deposit bearing interest at 1.36%, payable on maturity, maturing on June 20, 2021	56,068	-
Term deposit bearing interest at 1.75%, payable on maturity, maturing on September 27, 2020	10,855	-
Term deposit bearing interest at 2.15%, payable on maturity, maturing on June 20, 2020	-	54,888
Term deposit bearing interest at 1.50%, payable on maturity, maturing on September 27, 2019	-	10,695
Subtotal	66,923	65,583
Stabilization Fund		
Term deposit bearing interest at 2.10%, payable on maturity, maturing on November 18, 2020	160,501	-
Term deposit bearing interest at 1.66%, payable on maturity, maturing on May 13, 2021	132,947	-
Term deposit bearing interest at 1.10%, payable on maturity, maturing on May 13, 2021	132,947	-
Term deposit bearing interest at 1.81%, payable on maturity, maturing on April 15 2021	108,199	-
Term deposit bearing interest at 1.50%, payable on maturity, maturing on November 16, 2020	100,000	-
Term deposit bearing interest at 2.35%, payable on maturity, maturing on May 13, 2020	-	256,796
Term deposit bearing interest at 2.35%, payable on maturity, maturing on April 15, 2020	-	203,419
Term deposit bearing interest at 2.35%, payable on maturity, maturing on November 16, 2019	-	156,796

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JEWISH FEDERATION OF EDMONTON
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Notes to Financial Statements
Year Ended August 31, 2020

5. TERM DEPOSIT *(continued)*

	2020	2019
Term deposit bearing interest at 1.50%, payable on maturity, maturing on November 16, 2019	-	100,000
Subtotal	634,594	717,011
	\$ 1,248,972	\$ 1,245,773

6. CAMPAIGN PLEDGES RECEIVABLE

	2020	2019
2020 Campaign	\$ 5,250	\$ -
2019 Campaign	49,375	150,554
2017 Campaign	-	570
	\$ 54,625	\$ 151,124

7. LONG TERM DEBT

In July 2020, the Organization applied for and received the \$40,000 Canada Emergency Business Account (CEBA) loan from the Government of Canada. CEBA was launched to ensure small businesses have access to the capital required to see them through the current challenges, and better position them to quickly return to providing services to their communities and creating employment.

CEBA is interest free to December 31, 2022. The remaining balance is then converted to a 3-year term loan at an interest rate of 5% per annum. If the balance of the loan is fully repaid on or before December 31, 2022, it will result in loan forgiveness of 25% or \$10,000.

JEWISH FEDERATION OF EDMONTON
(Operating as Edmonton United Jewish Appeal)

Notes to Financial Statements
Year Ended August 31, 2020

8. RELATED PARTIES

The following is a summary of the Organization's related party transactions:

	<u>2020</u>	<u>2019</u>
<u>Related party transactions</u>		
Jewish Community Centre		
Rent	\$ 30,864	\$ 30,864
Funding allocations to related organizations	102,682	12,807
	<u>\$ 133,546</u>	<u>\$ 43,671</u>

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

Due from related parties
Jewish Community Centre

<u>\$ 100,000</u>	<u>\$ -</u>
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Amounts due from the Jewish Community Centre are non-interest bearing and have no set repayments terms. These amounts represent a loan advanced to the related party during the 2020 fiscal period from the Campaign Stabilization Fund and are restricted for this specific fund.

9. FINANCIAL INSTRUMENTS

The Organization is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Organization's risk exposure and concentration as of August 31, 2020.

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 receipt of funds and accounts payable.

Unless otherwise noted, it is management's opinion that the Organization is not exposed to significant other price risks arising from these financial instruments.

10. CAMPAIGN STABILIZATION FUND

It was determined that amounts would be allocated to a campaign stabilization fund which would be calculated at the discretion of the board from the consolidated surplus. This allocation takes place one full year past the previous year end date.

11. HOLOCAUST EDUCATION FUND

The Holocaust Education Fund supports educational awareness programs designed to remember and educate youth on the events of the Holocaust. It includes the Symposium, March of the Living, Kristallnacht, Remembrance Day and Yom Hashoah.

JEWISH FEDERATION OF EDMONTON

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Notes to Financial Statements

Year Ended August 31, 2020

12. PARTNERSHIP TOGETHER PROGRAM (P2G)

P2G is an educational and co-operative exchange with Israeli students. P2G involves teacher and student exchanges with Israel in our partnership region of the Galilee Panhandle. These funds are restricted.

13. FREE LOAN SOCIETY

The Free Loan Society was created to provide interest-free loans for philanthropic purposes within the Edmonton area, to individuals or families in need with a goal of promoting economic self-sufficiency where the availability of interest-free credit will make a significant difference in those peoples' lives.

14. PJ LIBRARY FUND

The PJ Library program is a literacy enhancement tool for children ages 6 months to 8 years. The program is also designed to seek out unengaged Jewish children and bring them into the community.

15. JCORE PROGRAM

The JCORE Program is an outreach program designed to engage various special interest groups within the community and bring them into the community.

16. FILM FESTIVAL

The Edmonton Jewish Film Festival is an annual event featuring Israeli and Jewish films which engages the Jewish and outside communities and raises money for P2G. The fund helps to grow and sustain the festival and helps it to apply for outside grants.

17. EDMONTON ISRAEL FUND

This fund comes from United Jewish Appeal allocation and is put towards high priority projects identified by the Jewish Agency for Israel and our partnership region of the Galilee Panhandle.

18. SECURITY FUND

The Security Fund is made up of a portion of a donation that was refunded from Our Parents Home to the Organization and designated for security purposes for the Jewish Federation of Edmonton and its Registered Organizations.

19. ALBERTA CHARITABLE FUNDRAISING ACT

The Alberta Charitable Fundraising Act requires that organizations report the remuneration paid to employees whose duties involve fundraising. The Organization paid salaries and benefits during the year totaling \$ 103,612 (2019 - \$ 111,370) to employees for their work in raising funds.

JEWISH FEDERATION OF EDMONTON
(Operating as Edmonton United Jewish Appeal)

Notes to Financial Statements
Year Ended August 31, 2020

20. PRIOR PERIOD ADJUSTMENT

The prior year's financial information has been restated to reflect the following corrections:

A correction to cash to reverse amounts set as funds held in trust for the Federations. This is due to additional documentation and correspondence provided to the Federation from the trustee that indicated that the funds held in trust were not attributable to the Federation.

A correction to campaign deposits to reallocate amounts internally restricted for use in the Security Fund.

These adjustment has been applied retrospectively and has the following effect on the prior year comparative figures:

	Previous	Prior period adjustment	Restated
<u>2019</u>			
Cash	\$ 1,464,672	\$ (33,642)	\$ 1,431,030
Campaign deposits	50,360	(25,600)	24,760

21. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

22. SUBSEQUENT EVENTS

Subsequent to year end, the outbreak of the novel strain of coronavirus, specifically identified as "COVID-19", has resulted in worldwide emergency measures to combat the spread of the virus. These measures, which include self-quarantine periods, have caused disruption to businesses globally, which are resulting in an economic slowdown. The duration and impact of the COVID-19 outbreak is unknown at this time, including measures implemented by governments and central banks. It is not possible to reliably estimate the length of effect of these developments, including the impact on the financial results of the Jewish Federation of Edmonton in future periods.
