

**Edmonton Chamber of
Voluntary Organizations**

Financial Statements

December 31, 2014

Edmonton Chamber of Voluntary Organizations

Financial Statements

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Independent Auditors' Report

To the Members of Edmonton Chamber of Voluntary Organizations

We have audited the accompanying financial statements of Edmonton Chamber of Voluntary Organizations, which comprise the statement of financial position as at December 31, 2014, and the statements of operations, changes in net assets 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.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 auditors consider internal control relevant to the organization'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 organization'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 audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Edmonton Chamber of Voluntary Organizations as at December 31, 2014, 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.

Edmonton, Canada
April 13, 2015



Chartered Accountants

Edmonton Chamber of Voluntary Organizations

Statement of Operations

For the year ended December 31,	2014	2013
Revenues		
Operating grants	\$ 241,200	\$ 266,200
Project grants	328,478	133,065
Membership fees	18,955	20,033
Interest	2,004	1,470
Fees and miscellaneous	44,507	29,686
Expense reimbursements	42,032	-
	677,176	450,454
Expenditures		
Governance	4,782	2,728
Human resources	367,208	250,524
Marketing and communications	9,922	42,687
Office operations	32,102	49,903
Organizational operations	50,637	17,766
Sector services	151,511	71,099
	616,162	434,707
Excess of revenues over expenditures	\$ 61,014	\$ 15,747

Edmonton Chamber of Voluntary Organizations

Statement of Changes in Net Assets

For the year ended December 31,, 2014

	Unrestricted Capital assets		Internally restricted reserve	Total 2014	Total 2013
Balance, beginning of year	\$ 46,645	\$ -	\$ -	\$ 46,645	\$ 30,898
Excess (deficiency) of revenues over expenditures	26,822	(1,136)	35,328	61,014	15,747
Purchase of assets	(9,258)	9,258	-	-	-
Transfers	(46,645)	-	46,645	-	-
Balance, end of year	\$ 17,564	\$ 8,122	\$ 81,973	\$ 107,659	\$ 46,645

Edmonton Chamber of Voluntary Organizations

Statement of Financial Position

December 31, 2014 2013

Assets

Current

Cash	\$ 273,066	\$ 254,159
Accounts receivable	7,802	15,237
Restricted cash (note 5)	81,973	-

362,841 269,396

Equipment (note 3)

8,122 -

\$ 370,963 \$ 269,396

Liabilities

Current

Accounts payable and accrued liabilities	\$ 18,423	\$ 6,590
Unearned contributions (note 4)	244,881	216,161

263,304 222,751

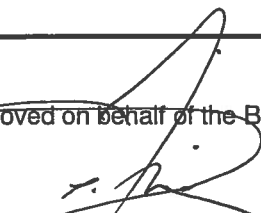
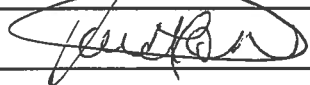
Net Assets

Unrestricted	17,564	46,645
Capital assets	8,122	-
Internally restricted reserve (note 5)	81,973	-

107,659 46,645

\$ 370,963 \$ 269,396

Approved on behalf of the Board:

Chairperson

Treasurer

Edmonton Chamber of Voluntary Organizations

Statement of Cash Flows

For the year ended December 31,	2014	2013
Cash provided by (used for)		
Operating activities		
Excess of revenues over expenditures	\$ 61,014	\$ 15,747
Item not affecting cash		
Amortization	1,136	-
	62,150	15,747
Change in non-cash working capital items		
Accounts receivable	7,435	18,911
Restricted cash	(81,973)	-
Accounts payable and accrued liabilities	11,833	(11,653)
Unearned contributions	28,720	137,728
	28,165	160,733
Investing activity		
Purchase of equipment	(9,258)	-
Increase in cash	18,907	160,733
Cash, beginning of year	254,159	93,426
Cash, end of year	\$ 273,066	\$ 254,159

Edmonton Chamber of Voluntary Organizations

Notes to the Financial Statements

December 31, 2014

1. Nature of operations

Edmonton Chamber of Voluntary Organizations was incorporated under the Alberta Companies Act as a non-profit organization in 2002.

The objectives of the Organization are to advance by promoting the study, understanding and appreciation of Canada's voluntary sector and the role of the volunteer, by strengthening the effectiveness and capacity of the voluntary sector and the role of the volunteer.

The Organization is a registered charity under the Income Tax Act of Canada and as long as it continues to meet the requirements of the Act, is not taxable.

2. Significant accounting policies

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant policies are detailed as follows:

(a) Revenue recognition

The organization 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. Endowment contributions are recognized as direct increases in net assets.

Interest income is recorded on the accrual basis.

Fees, memberships and miscellaneous revenue are recognized as income in the year received.

(b) Equipment

Equipment is recorded at cost. The organization provides for amortization using the following methods at rates designed to amortize the cost of the assets over their estimated useful lives, as set out below.

When equipment is sold or retired, the related cost and accumulated amortization are removed from the accounts and any gain or loss is charged against earnings in the period.

Furniture and fixtures	20% Declining balance
Computer equipment	30% Declining balance

For prior years, capital assets, consisting of computers and equipment, were expensed in accordance with CICA handbook section 4431 "Tangible capital assets held by not-for-profit organizations" because the Organization had average annual revenue under \$500,000. During the current year the Organization exceeded the revenue limit and has applied the standard for capitalization and amortization on a prospective basis.

In 2013, the Organization expended \$10,892 in connection with the purchase of computers.

Edmonton Chamber of Voluntary Organizations

Notes to the Financial Statements

December 31, 2014

2. Significant accounting policies (continued)

(c) Contributed services

Board members contributed time to assist the Organization in carrying out its program. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

(d) Financial instruments

Financial assets originated or acquired or financial liabilities issued or assumed in an arm's length transaction are initially measured at their fair value. In the case of a financial asset or financial liability not subsequently measured at its fair value, the initial fair value is adjusted for financing fees and transaction costs that are directly attributable to its origination, acquisition, issuance or assumption. Such fees and costs in respect of financial assets and liabilities subsequently measured at fair value are expensed.

The organization subsequently measures the following financial assets and financial liabilities at amortized cost:

Financial assets measured at amortized cost include cash and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable.

The organization subsequently measures no financial assets and financial liabilities at fair value.

At the end of each reporting period, management assesses whether there are any indications that financial assets measured at cost or amortized cost may be impaired. If there is an indication of impairment, management determines whether a significant adverse change has occurred in the expected timing or the amount of future cash flows from the asset, in which case the asset's carrying amount is reduced to the highest expected value that is recoverable by either holding the asset, selling the asset or by exercising the right to any collateral. The carrying amount of the asset is reduced directly or through the use of an allowance account and the amount of the reduction is recognized as an impairment loss in operations. Previously recognized impairment losses may be reversed to the extent of any improvement. The amount of the reversal, to a maximum of the related accumulated impairment charges recorded in respect of the particular asset, is recognized in operations.

(e) Use of estimates

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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in operations in the period in which they become known.

(f) Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and bank deposits.

Edmonton Chamber of Voluntary Organizations

Notes to the Financial Statements

December 31, 2014

3. Equipment

			2014	2013
	Cost	Accumulated amortization	Net book value	Net book value
Furniture and fixtures	\$ 5,043	\$ 504	\$ 4,539	\$ -
Computer equipment	4,215	632	3,583	-
	\$ 9,258	\$ 1,136	\$ 8,122	\$ -

Office operations includes amortization of \$1,136 (2013: nil)

4. Unearned contributions

Unearned contributions represents funds received for programs and will be recognized as revenue in the fiscal year in which the related expenses are incurred. Changes in deferred contributions are as follows:

	2014	2013
Balance, beginning of year	\$ 216,161	\$ 78,433
Less: amounts recognized as revenue during the year	(216,161)	(78,433)
Add: amounts received relating to a subsequent period	244,881	216,161
	\$ 244,881	\$ 216,161

5. Restricted cash and reserve account

During the year, the Board of Directors established a reserve fund for the Organization which is represented by a bank account.

6. Commitments

The Organization and two other organizations are joint tenants on an office lease that expires March 31, 2016. The Organization's share of base rent and operating costs is approximately \$1,200 per month.