

**Edmonton Chamber of
Voluntary Organizations**

Financial Statements

December 31, 2015

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, 2015, 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, 2015, 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
March 30, 2016


Chartered Professional Accountants

Edmonton Chamber of Voluntary Organizations

Statement of Operations

For the year ended December 31,	2015	2014
Revenues		
Operating grants	\$ 255,404	\$ 241,200
Project grants	365,346	328,478
Membership fees	19,830	18,955
Interest	1,855	2,004
Fees and miscellaneous	66,234	44,507
Expense reimbursements	40,577	42,032
	<hr/>	<hr/>
	749,246	677,176
Expenditures		
Governance	11,403	4,781
Human resources	400,522	367,208
Marketing and communications	28,837	9,779
Office operations	33,488	32,102
Organizational operations	43,812	50,637
Sector services	143,238	151,511
Research and analysis	65,561	144
	<hr/>	<hr/>
	726,861	616,162
Excess of revenues over expenditures	<hr/>	<hr/>
	\$ 22,385	\$ 61,014

Edmonton Chamber of Voluntary Organizations**Statement of Changes in Net Assets**

For the year ended December 31, 2015

	Unrestricted Capital assets		Internally restricted reserve	Total 2015	Total 2014
Balance, beginning of year	\$ 17,564	\$ 8,122	\$ 81,973	\$ 107,659	\$ 46,645
Excess (deficiency) of revenues over expenditures	23,873	(1,983)	495	22,385	61,014
Transfers	(17,564)	-	17,564	-	-
Balance, end of year	\$ 23,873	\$ 6,139	\$ 100,032	\$ 130,044	\$ 107,659

Edmonton Chamber of Voluntary Organizations

Statement of Financial Position

December 31,	2015	2014
Assets		
Current		
Cash	\$ 307,221	\$ 273,066
Accounts receivable	23,962	7,802
Restricted cash (note 5)	100,032	81,973
	431,215	362,841
Equipment (note 3)	6,139	8,122
	\$ 437,354	\$ 370,963

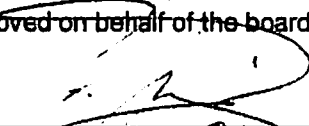
Liabilities

Current		
Accounts payable and accrued liabilities	\$ 22,693	\$ 18,423
Unearned contributions (note 4)	284,617	244,881
	307,310	263,304

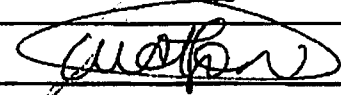
Net Assets

Unrestricted	23,873	17,564
Capital assets	6,139	8,122
Internally restricted reserve	100,032	81,973
	130,044	107,659
	\$ 437,354	\$ 370,963

Approved on behalf of the board:



Chairperson



Treasurer

Edmonton Chamber of Voluntary Organizations

Statement of Cash Flows

For the year ended December 31,	2015	2014
Cash provided by (used for)		
Operating activities		
Excess of revenues over expenditures	\$ 22,385	\$ 61,014
Item not affecting cash		
Amortization	1,983	1,136
	24,368	62,150
Change in non-cash working capital items		
Accounts receivable	(16,160)	7,435
Accounts payable and accrued liabilities	4,270	11,833
Unearned contributions	39,736	28,720
	52,214	110,138
Investing activities		
Restricted cash	(18,059)	(81,973)
Purchase of equipment	-	(9,258)
	(18,059)	(91,231)
Increase in cash	34,155	18,907
Cash, beginning of year	273,066	254,159
Cash, end of year	\$ 307,221	\$ 273,066

Edmonton Chamber of Voluntary Organizations

Notes to the Financial Statements

December 31, 2015

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

Edmonton Chamber of Voluntary Organizations

Notes to the Financial Statements

December 31, 2015

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 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 earnings 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, 2015

3. Equipment

			2015	2014
	Cost	Accumulated amortization	Net book value	Net book value
Furniture and fixtures	\$ 5,043	\$ 1,412	\$ 3,631	\$ 4,539
Computer equipment	4,215	1,707	2,508	3,583
	\$ 9,258	\$ 3,119	\$ 6,139	\$ 8,122

Office operations includes amortization of \$1,983 (2014: \$1,136)

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:

	2015	2014
Balance, beginning of year	\$ 244,881	\$ 216,161
Less: amounts recognized as revenue during the year	(244,881)	(216,161)
Add: amounts received relating to a subsequent period	284,617	244,881
	\$ 284,617	\$ 244,881

5. Restricted cash and reserve account

During the prior 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 January 31, 2021. The Organization's share of base rent and operating costs is approximately \$2,138 per month.

7. Comparative amounts

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.