



Jewish Family Services

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JEWISH FAMILY SERVICES FINANCIAL STATEMENTS JUNE 30, 2008

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The management of Jewish Family Services prepared these financial statements for the year ended June 30, 2008 and is responsible for their reliability, completeness and integrity. They conform in all material respects to Canadian generally accepted accounting principles.

Management maintains the necessary accounting and internal control systems designed to ensure the timely production of reliable and accurate financial information, the protection of assets (to a reasonable extent) against loss or unauthorized use, and the promotion of operational efficiency. The Board of Directors oversees management's responsibilities for the financial reporting and internal control systems.

The external auditors appointed by the Board of Directors conducted an audit of these financial statements in accordance with Canadian generally accepted auditing standards. Management reviewed these financial statements in detail with the external auditors before recommending their approval to the Board of Directors.

Edmonton, Alberta
August 14, 2008



Larry Derkach, Executive Director

Tikun Olam: "restoring the world"

We envision a world of economic & social justice; where individuals, families & communities care for and support themselves and one another. To this end, we provide strength & support to individuals & families in need, in a manner sensitive to Jewish values.

**DENNIS PALLARD PROFESSIONAL CORPORATION
CHARTERED ACCOUNTANT**

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AUDITOR'S REPORT

To the members of Jewish Family Services

I have audited the statement of financial position of Jewish Family Services as at June 30, 2008 and the statements of operations changes in net assets, and changes in cash flow for the year then ended. These financial statements are the responsibility of the organization's management and allocation of certain expenses to specific programs is subject to interpretation by management. My responsibility is to express an opinion on these financial statements based on my audit.

Except as explained in the following paragraph, I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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.

The organization derives revenue from donations and fees for service, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the organization and I was not able to determine whether any adjustments might be necessary to these revenues, excess (deficiency) of revenues over expenses, assets and net assets.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of the revenues referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the organization as at June 30, 2008 and the results of its operations, the changes in its net assets, and the changes in its cash flow for the year then ended in accordance with Canadian generally accepted accounting principles.

Edmonton, Alberta
August 14, 2008


CHARTERED ACCOUNTANT


JEWISH FAMILY SERVICES
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED JUNE 30


	2008	2007
REVENUES (Schedule 1)		
United Way	\$ 184,714	\$ 174,993
United Jewish Appeal	75,075	35,004
Family and Community Support Services	88,215	72,511
Casino	32,904	28,676
Jewish Immigrant Aid Services of Canada	11,750	14,003
Donations	74,550	73,774
Other grants	83,674	54,643
Fees for service	71,131	55,322
Interest and other income	8,666	17,057
	630,679	525,983
EXPENSES (Schedule 1)		
Personnel	454,951	406,142
Programs and services	19,954	29,728
Facility occupancy	49,383	33,898
Office	32,038	11,693
Administrative	19,401	12,672
Governance	13,932	13,595
	589,659	507,728
EXCESS OF REVENUES OVER EXPENSES	\$ 41,020	\$ 18,255

JEWISH FAMILY SERVICES
(Incorporated under the Societies Act of Alberta)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30

	2008	2007
ASSETS		
CURRENT		
Cash and term deposits	\$ 211,475	\$ 134,501
Casino account	39,779	3,717
Restricted reserves (Schedule 2)	260,891	242,167
Accounts receivable	20,541	21,661
	532,686	402,046
STATE OF ISRAEL SAVINGS BONDS (Note 3)	4,250	29,046
	\$ 536,936	\$ 431,092
LIABILITIES		
ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	\$ 30,138	\$ 26,881
DEFERRED REVENUE (Note 4)	215,435	153,868
	245,573	180,749
NET ASSETS		
NET ASSETS (Statement 3)		
Restricted	260,889	242,171
Unrestricted	30,474	8,172
	291,363	250,343
	\$ 536,936	\$ 431,092

ON BEHALF OF THE BOARD

 Director

 Director

JEWISH FAMILY SERVICES
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30

	RESTRICTED RESERVES (Schedule 2)	UNRESTRICTED RESERVES	2008 TOTAL
NET ASSETS BEGINNING OF YEAR	\$ 242,171	\$ 8,172	\$ 250,343
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES (Schedule 1, Statement 1)	1,132	39,888	41,020
BALANCE BEFORE TRANSFER OF CURRENT YEAR SURPLUS	243,303	48,060	291,363
TRANSFER OF CURRENT YEAR SURPLUS (Schedule 2)	17,586	(17,586)	-
NET ASSETS END OF YEAR	\$ 260,889	\$ 30,474	\$ 291,363

	RESTRICTED RESERVES	UNRESTRICTED RESERVES	2007 TOTAL
NET ASSETS BEGINNING OF YEAR	\$ 232,088	\$ -	\$ 232,088
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES (Statement 1)	14,708	3,547	18,255
BALANCE BEFORE TRANSFER OF SURPLUS	246,796	3,547	250,343
TRANSFER OF CURRENT YEAR SURPLUS	(4,625)	4,625	-
NET ASSETS END OF YEAR	\$ 242,171	\$ 8,172	\$ 250,343

JEWISH FAMILY SERVICES
STATEMENT OF CHANGES IN CASH FLOW
FOR THE YEAR ENDED JUNE 30

	2008	2007
CASH PROVIDED BY (USED FOR)		
OPERATING ACTIVITIES		
Cash received from grants	\$ 476,569	\$ 396,413
Cash received from donations	92,390	88,422
Cash received from fees for service	71,131	55,322
Net cash received from gaming activities	70,578	2,119
Cash paid for operating expenses	(334,162)	(287,274)
Cash received (paid) for Goods and Services Tax	(427)	(1,578)
Cash paid to employees	(253,157)	(236,032)
Interest received	8,838	15,827
INCREASE IN CASH	131,760	33,219
CASH BEGINNING OF PERIOD	380,384	347,166
CASH END OF PERIOD	\$ 512,144	\$ 380,385
CASH IS COMPRISED OF		
Cash and term deposits	\$ 211,475	\$ 134,501
Internally restricted cash	260,891	242,167
Externally restricted cash	39,779	3,717
	\$ 512,145	\$ 380,385

JEWISH FAMILY SERVICES
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

1. ORGANIZATION PURPOSE AND STATUS

Jewish Family Services is an Edmonton, Alberta based organization operating for the benefit of the general community of Edmonton and surrounding areas. For some programs, its efforts are directed towards the Jewish community. Some of the services provided by the organization are therapeutic and bereavement counselling, employment support, senior advocacy services, newcomer services, volunteer support, community development, short term emergency financial support and provision of local cultural resource information.

Jewish Family Services is a non-profit organization incorporated under the Societies Act of Alberta and is exempt from income tax pursuant to the Income Tax Act of Canada. Jewish Family Services is registered as a charity with Canada Revenue Agency.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

BASIS OF PRESENTATION

The society 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. Investment income is recognized as revenue when earned and gains or losses on investments are recognized annually whether or not realized.

Administration expenses are allocated to programs based on the costs incurred by each program.

EQUIPMENT

Equipment purchases are expensed in the year they are acquired.

FINANCIAL INSTRUMENTS

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

JEWISH FAMILY SERVICES
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - continued

DONATIONS

Cash donations are shown as revenue when received but donations in kind of goods and services, that are used in the normal course of operations, are recorded at fair market value when their fair market value can be reasonably estimated. However, volunteer time is not valued in the financial statements.

DESIGNATED RESERVES

CONTINGENCY RESERVE

The Contingency Reserve is to cover unbudgeted liabilities or general organizational expenditures in the event that regular funding sources are inadequate. Board approval is required for any expenditures covered by the contingency reserve. The balance in the contingency reserve is not to exceed 50% of prior year non-project operational expenditures.

OPPORTUNITIES RESERVE

The Opportunities Reserve is to be used for new programs or definite-term projects. In years where the organization has a deficit the opportunities reserve may be utilized to cover the shortfall.

RELIEF RESERVE

The Relief Reserve is to be used to provide financial assistance to the organization's clientele.

RESTRICTED RESERVES

SIGMA ALPHA MU RESERVE

The Sigma Alpha Mu Reserve is to be used as scholarships for Jewish students attending the University of Alberta. The principal of the reserve is to remain intact and only the interest is to be used for scholarships.

SHRAGGE RESERVE

The income from the Shragge Reserve, less an amount that is added to the principal to compensate for inflation, is to be used for general operating purposes.

DAVID AND CLARA MINTZ RESERVE

The David and Clara Mintz Reserve is to be used to help children attend Jewish summer camps.

LILLI AND EMANUEL SCHLESINGER RESERVE

The Lilli and Emanuel Schlesinger Reserve is to be used to support Jewish Family Services clients in need of practical assistance.

JEWISH FAMILY SERVICES
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

3. STATE OF ISRAEL SAVINGS BONDS

Consists of a zero coupon bond having a yield to maturity of 5.05% and maturing at \$6,000 July 1, 2015.

4. DEFERRED REVENUE

Details of the deferred revenue is as follows:

	BALANCE START OF YEAR	INCREASES FOR THE YEAR	DECREASES FOR THE YEAR	BALANCE END OF YEAR
Unexpended casino funds	\$ 2,105	\$ 70,578	\$ 32,904	\$ 39,779
National Council of Jewish Women	30,000	-	12,756	17,244
Various funders - SMART Program	24,537	-	24,537	-
Family and Community Support Services	18,754	-	18,754	-
Other	74,117	157,660	75,075	156,702
United Way	4,355	176,752	179,397	1,710
	\$ 153,868	\$ 404,990	\$ 343,423	\$ 215,435

5. LEASE COMMITMENT

The lease for the organization's office expires on July 31, 2011 and the total obligation under the terms of the lease is \$44,126 per year including operating costs.

6. ETHICAL FUNDRAISING

The Centre has adopted Imagine Canada's Ethical Fundraising and Financial Accountability Code. For 2008 the total donations for which receipts were issued for income tax purposes totalled \$42,382 (2007 - \$32,972) and this amount is included in the \$74,486 of donations revenue. Gross contributions received were disposed of as shown in the schedule of funded program operations.

There were no expenses incurred for the purpose of soliciting contributions and the organization has no employees whose primary duties involve fundraising.

7. COMPARATIVE FIGURES

Certain 2007 figures have been reclassified in order to facilitate comparison.

JEWISH FAMILY SERVICES
SCHEDULE OF REVENUES AND EXPENSES
FOR THE YEAR ENDED JUNE 30, 2008

	COUNSELLING	COMMUNITY SUPPORT
REVENUES		
United Way	\$ 137,626	\$ 24,250
United Jewish Appeal	9,050	49,025
Family and Community Support Services	-	18,754
Casino	32,904	-
Jewish Immigrant Aid Services of Canada	-	3,750
Donations	49	10,228
Other grants	-	7,337
Fees for service	43,973	4,500
Interest and other income	-	-
Total revenues	223,602	117,844
EXPENSES		
Personnel	169,303	78,565
Programs and services	117	12,518
Facility occupancy	18,749	7,313
Office	1,434	548
Administrative	-	4,171
Administrative allocation	33,999	12,922
Governance	-	-
Total expenses	223,602	116,037
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ -	\$ 1,807

EDMONTON BEREAVEMENT CENTRE	SENIORS MAKING AGE-RELATED TRANSITIONS	ADMIN- ISTRATION	SUB-TOTAL	RESTRICTED (Schedule 2)	TOTAL
\$ 17,521	\$ -	\$ 5,316	\$ 184,714	\$ -	\$ 184,714
-	17,000	-	75,075	-	75,075
69,461	-	-	88,215	-	88,215
-	-	-	32,904	-	32,904
-	-	8,000	11,750	-	11,750
8,883	30,425	24,964	74,550	-	74,550
6,540	40,537	29,260	83,674	-	83,674
22,658	-	-	71,131	-	71,131
-	279	7,254	7,534	1,132	8,666
125,063	88,241	74,794	629,547	1,132	630,679
94,163	65,304	47,618	454,951	-	454,951
2,871	4,118	330	19,954	-	19,954
8,154	5,014	10,152	49,383	-	49,383
859	359	28,838	32,038	-	32,038
-	30	15,201	19,401	-	19,401
19,016	13,417	(79,354)	-	-	-
-	-	13,932	13,932	-	13,932
125,063	88,242	36,717	589,659	-	589,659
\$ -	\$ (1)	\$ 38,077	\$ 39,888	\$ 1,132	\$ 41,020

JEWISH FAMILY SERVICES

SCHEDULE OF DESIGNATED AND RESTRICTED RESERVES

FOR THE YEAR ENDED JUNE 30, 2008

	DESIGNATED					RESTRICTED				TOTAL
	CONTINGENCY RESERVE	OPPORTUNITIES RESERVE	RELIEF RESERVE	SIGMA ALPHA MU RESERVE	SHRAGGE RESERVE	DAVID AND CLARA MINTZ RESERVE	LILLI AND EMANUEL SCHLESINGER RESERVE			
BALANCE OF RESERVES BEGINNING OF YEAR	\$ 120,759	\$ 72,755	\$ 6,534	\$ 16,186	\$ 14,991	\$ 10,943	\$ -	\$ -	\$ 242,168	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	79	1,552	140	(266)	(277)	(96)	-	-	1,132	
BALANCE OF RESERVES BEFORE TRANSFER OF CURRENT YEAR SURPLUS	120,838	74,307	6,674	15,920	14,714	10,847	-	-	243,300	
TRANSFER OF CURRENT YEAR SURPLUS	3,634	-	2,307	-	-	(500)	12,145	-	17,586	
BALANCE OF RESERVES END OF YEAR	\$ 124,472	\$ 74,307	\$ 8,981	\$ 15,920	\$ 14,714	\$ 10,347	\$ 12,145	\$ 12,145	\$ 260,886	