

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC**

**FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITOR'S REPORT**

**AUGUST 31, 2017**

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC**  
**TABLE OF CONTENTS**

---

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT.....	1 - 2
STATEMENT OF OPERATIONS.....	3
STATEMENT OF CHANGES IN NET ASSETS.....	4
STATEMENT OF FINANCIAL POSITION.....	5
STATEMENT OF CASH FLOW.....	7
NOTES TO THE FINANCIAL STATEMENTS.....	8 - 18
SCHEDULE TO THE FINANCIAL STATEMENTS.....	19

## **INDEPENDENT AUDITOR'S REPORT**

To the Directors of  
The Young Men's Christian Association of Northern BC

We have audited the accompanying financial statements of The Young Men's Christian Association of Northern BC, which comprise the statement of financial position as at August 31, 2017, and the statements of operations, changes in net assets and cash flow 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 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.

### *Auditor's 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.

See accompanying notes to these financial statements

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's 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 auditor considers internal control relevant to the organization's preparation 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 The Young Men's Christian Association of Northern BC as at August 31, 2017, 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.

*Report on Other Legal and Regulatory Requirements*

As required by the Society Act of British Columbia, we report that, in our opinion, Canadian accounting standards for not-for-profits organizations have been applied on a basis consistent with that of the preceding year.

DMC Chartered Professional  
Accountants Inc.

Prince George, B.C.  
January 22, 2018

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC**  
**STATEMENT OF OPERATIONS**  
**YEAR ENDED AUGUST 31, 2017**

	2017	%	2016	%
<b>REVENUES</b>				
Child care	\$ 2,596,012	42.6	\$ 2,264,092	42.4
Government contracts	1,393,400	22.9	850,933	15.9
Membership fees	1,198,853	19.7	1,337,600	25.0
Program fees	385,425	6.3	332,109	6.2
Gaming	205,815	3.4	247,815	4.6
Camp	138,372	2.3	135,159	2.5
Community events and donations	91,323	1.5	94,981	1.8
Miscellaneous income	47,728	0.8	51,050	1.0
Facility and equipment rental	25,378	0.4	22,385	0.4
Capital joiner fees	7,735	0.1	9,060	0.2
	<b>6,090,041</b>	<b>100.0</b>	<b>5,345,184</b>	<b>100.0</b>
<b>EXPENDITURES (Schedule 1)</b>	<b>6,013,305</b>	<b>98.7</b>	<b>5,228,761</b>	<b>97.8</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES BEFORE OTHER ITEM</b>	<b>76,736</b>	<b>1.3</b>	<b>116,423</b>	<b>2.2</b>
<b>OTHER ITEM</b>				
Loss on sale of tangible capital assets	(72,869)	(1.2)	(4,601)	(0.1)
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>\$ 3,867</b>	<b>0.1</b>	<b>\$ 111,822</b>	<b>2.1</b>

See accompanying notes to these financial statements

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC  
STATEMENT OF CHANGES IN NET ASSETS  
YEAR ENDED AUGUST 31, 2017**

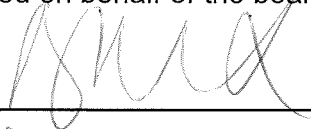
	INVESTED IN TANGIBLE CAPITAL ASSETS	FUTURE CAPITAL RESERVE FUND	CONTINGENCY FUND RESERVE	NET ASSETS APPROPRIATED	UNRESTRICTED NET ASSETS
NET ASSETS, BEGINNING OF YEAR	\$ 1,457,706	\$ 114,859	\$ 114,859	\$ 41,918	\$ 441,405
EXCESS OF REVENUES OVER EXPENDITURES	-	-	-	-	3,867
Appropriation of net assets	-	-	-	(4,966)	-
Reserve funding	-	3,132	3,132	-	(6,264)
Amortization of tangible capital assets	(270,666)	-	-	-	270,666
Purchase of tangible capital assets	589,931	-	-	-	(589,931)
Disposal of tangible capital assets	(280,912)	-	-	-	280,912
Proceeds of long-term debt	(1,155,000)	-	-	-	1,155,000
Repayment of long-term debt	1,192,961	-	-	-	(1,192,961)
<b>NET ASSETS, END OF YEAR</b>	<b>\$ 1,534,020</b>	<b>\$ 117,991</b>	<b>\$ 117,991</b>	<b>\$ 36,952</b>	<b>\$ 362,694</b>


See accompanying notes to these financial statements

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC  
STATEMENT OF FINANCIAL POSITION  
AUGUST 31, 2017**

	2017	2016
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash (Note 2)	\$ 376,801	\$ 996,254
Accounts receivable	782,718	158,205
Prepaid expenses	6,763	18,476
	<u>1,166,282</u>	<u>1,172,935</u>
<b>RESTRICTED CASH (Note 2)</b>	<b>265,853</b>	<b>551,277</b>
<b>TANGIBLE CAPITAL ASSETS (Note 3)</b>	<b><u>2,895,747</u></b>	<b><u>2,650,851</u></b>
	<b><u>\$ 4,327,882</u></b>	<b><u>\$ 4,375,063</u></b>

Approved on behalf of the board

  
 \_\_\_\_\_ Director

  
 \_\_\_\_\_ Director

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC**  
**STATEMENT OF FINANCIAL POSITION**  
**AUGUST 31, 2017**

	2017	2016
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ 451,236	\$ 241,215
Deferred revenue (Note 4)	477,895	702,002
Due to government agencies (Note 5)	74,103	68,138
Current portion of long-term debt (Note 6)	80,538	91,485
	<u>1,083,772</u>	1,102,840
<b>LONG-TERM DEBT (Note 6)</b>	<u>1,074,462</u>	1,101,476
	2,158,234	2,204,316
<b>COMMITMENTS (Note 7)</b>		
<b>CONTINGENCY (Note 8)</b>		
<b>NET ASSETS (Note 9)</b>	<u>2,169,648</u>	2,170,747
	<u>\$ 4,327,882</u>	<u>\$ 4,375,063</u>

See accompanying notes to these financial statements



**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC**  
**STATEMENT OF CASH FLOW**  
**YEAR ENDED AUGUST 31, 2017**

	2017	2016
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Excess of revenues over expenditures	\$ 3,867	\$ 111,822
Adjustments for items which do not affect cash		
Amortization	270,666	248,738
Loss on disposal of tangible capital assets	72,869	4,601
Net assets appropriated	<u>(4,966)</u>	<u>(4,717)</u>
	342,436	360,444
Change in non-cash working capital items (Note 10)	<u>(620,919)</u>	<u>(34,062)</u>
	<u>(278,483)</u>	326,382
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of tangible capital assets	(589,931)	(204,920)
Proceeds on disposal of tangible capital assets	<u>1,498</u>	<u>3,249</u>
	<u>(588,433)</u>	(201,671)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of long-term debt	(1,192,961)	(177,924)
Proceeds of long-term debt	<u>1,155,000</u>	<u>88,962</u>
	<u>(37,961)</u>	(88,962)
<b>INCREASE (DECREASE) IN CASH</b>	<b>(904,877)</b>	35,749
<b>CASH, BEGINNING OF YEAR</b>	<u>1,547,531</u>	<u>1,511,782</u>
<b>CASH, END OF YEAR</b>	<u><b>\$ 642,654</b></u>	<u><b>\$ 1,547,531</b></u>
<b>CASH CONSISTS OF:</b>		
Cash	\$ 376,801	\$ 996,254
Restricted cash	<u>265,853</u>	<u>551,277</u>
	<u><b>\$ 642,654</b></u>	<u><b>\$ 1,547,531</b></u>

See accompanying notes to these financial statements

# THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC

## NOTES TO THE FINANCIAL STATEMENTS

### AUGUST 31, 2017

---

#### DESCRIPTION OF OPERATIONS

The Young Men's Christian Association of Northern BC (the "Association" or the "YMCA") is an independent, charitable organization dedicated to the development of people in spirit, mind and body as well as the improvement of local communities. The Association is incorporated under the Society Act of British Columbia and is a registered charity under the Income Tax Act (Canada) and accordingly is not subject to income taxes.

#### 1. SIGNIFICANT ACCOUNTING POLICIES

The organization follows accounting principles generally accepted in Canada in preparing its financial statements. The significant accounting policies used are as follows:

##### **Revenue recognition**

The Association follows the deferral method of accounting for contributions, which include grants and donations. Externally restricted contributions are initially deferred and then recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions, including grants and donations, are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Program fees, childcare fees and membership fees are recognized as revenue over the period to which the fees relate. Funds from government sources for services are recognized as revenue as the services to which the funds relate are delivered or performed. Amounts received in advance of meeting the criteria for revenue recognition are initially deferred and then recognized as revenue when earned. Contributions related to capital development projects and capital assets represent restricted contributions and are recognized as income on the same basis as the related assets are amortized.

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AUGUST 31, 2017**

---

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Financial instruments**

**(i) Measurement of financial instruments**

The organization initially measures its financial assets and liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The organization subsequently measures all its financial assets and financial liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in excess of revenues over expenditures in the period incurred.

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

Financial liabilities measured at amortized cost include accounts payable, deferred revenue, and long-term debt.

The organization has not designated any financial asset or financial liability to be measured at fair value.

**(ii) Impairment**

For financial assets measured at cost or amortized cost, the organization determines whether there are indications of possible impairment. When there is an indication of impairment, and the organization determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows, a write-down is recognized in excess of revenues over expenditures. A previously recognized impairment loss may be reversed to the extent of the improvement. The carrying amount of the financial asset may not be greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in excess of revenues over expenditures.

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC  
NOTES TO THE FINANCIAL STATEMENTS  
AUGUST 31, 2017**

---

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Tangible capital assets**

Tangible capital assets are recorded at cost. The organization provides for amortization using the following methods at rates designed to amortize the cost of the tangible capital assets over their estimated useful lives. One half of the year's amortization is recorded in the year of acquisition. No amortization is recorded in the year of disposal. The annual amortization rates and methods are as follows:

Buildings	25 years Straight-line
Equipment	20% Declining balance
Vehicles	30% Declining balance
Furniture and fixtures	20% Declining balance
Computer equipment	30% Declining balance
Grants- Tangible capital assets	25 years Straight-line

**Cash and cash equivalents**

Cash and cash equivalents include cash and short-term investments with maturities of three months or less from their date of acquisition, which are readily convertible into a known amount of cash, and are subject to an insignificant risk to changes in their fair value.

**Contributed materials and services**

Volunteers contributed time an indeterminable number of hours per year. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements. Contributed materials are also not recognized in the financial statements. Contributed assets are recognized on the financial statements at fair market value.

**Management estimates**

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

Key areas where management has made complex or subjective judgments (often as a result of matters that are inherently uncertain) include, among others, useful lives of tangible capital assets. Actual results could differ from these and other estimates, the impact of which would be recorded in future periods.

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AUGUST 31, 2017**

**2. RESTRICTED CASH**

The Organization's restricted funds consist of:

	<u>2017</u>	<u>2016</u>
Reserve Funds - internally restricted	\$ 235,983	\$ 229,719
Endowment Fund - externally restricted	8,500	8,500
Garret McComb Memorial Fund (YAP Program) - externally restricted	21,370	28,531
Capital Project Fund	-	284,527
	<u>\$ 265,853</u>	<u>\$ 551,277</u>

**3. TANGIBLE CAPITAL ASSETS**

	<u>2017</u>		<u>2016</u>	
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	<u>Net Book Value</u>
Buildings	\$ 8,718,665	\$ 4,070,642	\$ 4,648,023	\$ 3,222,674
Equipment	532,793	373,240	159,553	173,236
Vehicles	128,038	75,297	52,741	55,062
Furniture and fixtures	292,783	224,772	68,011	83,710
Computer equipment	188,289	78,555	109,734	37,177
Grants- Tangible capital assets	(2,625,093)	(482,778)	(2,142,315)	(921,008)
	<u>\$ 7,235,475</u>	<u>\$ 4,339,728</u>	<u>\$ 2,895,747</u>	<u>\$ 2,650,851</u>

During the year, fitness equipment with a fair market value of \$40,000 was contributed to the Society.

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AUGUST 31, 2017**

**4. DEFERRED REVENUE**

	Opening	Deferred	Used	Total
Capital Grant Lac De Bois	\$ 282,015	\$ 125,000	\$ (407,015)	\$ -
Childcare	23,262	132,216	(139,901)	15,577
Donations	10,000	27,500	(12,500)	25,000
Gaming	105,600	220,000	(205,815)	119,785
Gift cards	10,233	846	(632)	10,447
Grants	187,998	54,324	(181,836)	60,486
Membership	70,064	41,436	(51,595)	59,905
Fitness programs	12,830	38,627	(51,217)	230
Foundry	-	334,511	(186,709)	147,802
Treadmills	-	40,000	(1,337)	38,663
	<u>\$ 702,002</u>	<u>\$ 1,014,460</u>	<u>\$(1,238,557)</u>	<u>\$ 477,895</u>

Deferred contributions related to treadmills represent the fair market value of contributed equipment and are recognized based on the useful life of the asset.

**5. DUE TO / FROM GOVERNMENT AGENCIES**

	2017	2016
Receiver General - Payroll source deductions	\$ 73,917	\$ 61,827
Receiver General- GST collected / GST paid	186	6,311
	<u>\$ 74,103</u>	<u>\$ 68,138</u>

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC  
NOTES TO THE FINANCIAL STATEMENTS  
AUGUST 31, 2017**

**6. LONG-TERM DEBT**

	<u>2017</u>	<u>2016</u>
Demand loan, repaid during the year.	\$ 1,153,279	\$ -
Plus accrued interest as of August 31, 2017	1,721	-
Bank Loan bearing interest at 3.2% per annum, repayable in monthly payments of \$9,675 including interest. The loan is secured by a General Security Agreement covering all assets and a Mortgage of Lease over the property.	-	1,189,950
Plus accrued interest as of August 31, 2017	-	<u>3,011</u>
	<b>1,155,000</b>	1,192,961
Less current portion	<u>80,538</u>	<u>91,485</u>
Due beyond one year	<u><b>\$ 1,074,462</b></u>	<u>\$ 1,101,476</u>
Estimated principal repayments are as follows:		
2018	\$ 80,538	
2019	83,136	
2020	85,818	
2021	88,586	
2022	<u>816,922</u>	
	<u><b>\$ 1,155,000</b></u>	

Interest on the above debt amounted to \$37,828 (2016 - \$46,480) for the year.

**7. COMMITMENTS**

The Society leases 10 premises from various districts and cities, with aggregate annual rents totaling \$62,919, renewed on an annual basis.

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AUGUST 31, 2017**

---

**8. CONTINGENCY**

The Society has the following contingencies:

The Society has a line of credit available up to \$100,000 with an interest rate of prime per annum and is secured by a General Security Agreement covering all assets and a Mortgage of Lease over the property. There are currently no funds drawn on this demand credit facility.

The Society entered into the above credit facilities on June 26, 2017.

**9. NET ASSETS**

	<u>2017</u>	<u>2016</u>
Invested in Tangible Capital Assets	\$ 1,534,020	\$ 1,457,706
Future Capital Reserve Fund	117,991	114,859
Contingency Fund Reserve	117,991	114,859
Net Assets Appropriated	36,952	41,918
Unrestricted Net Assets	<u>362,694</u>	<u>441,405</u>
	<u>\$ 2,169,648</u>	<u>\$ 2,170,747</u>

**10. CHANGE IN NON-CASH WORKING CAPITAL ITEMS**

	<u>2017</u>	<u>2016</u>
Accounts receivable	\$ (624,513)	\$ (16,847)
Prepaid expenses	11,713	(14,292)
Accounts payable and accrued liabilities	210,023	(88,452)
Deferred revenue	(224,107)	52,140
Due from/to government agencies	<u>5,965</u>	<u>33,389</u>
	<u>\$ (620,919)</u>	<u>\$ (34,062)</u>



**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AUGUST 31, 2017**

---

**11. RELATED PARTY TRANSACTIONS**

The society, YMCA of Northern BC and Traxler Haines are related by virtue of Robert Traxler's current position on the Board of Directors of the YMCA of Northern BC. There is no impact on the financial statements as a result of transactions involving Robert Traxler.

		<u>2017</u>	<u>2016</u>
Traxler Haines	Expenses - professional consulting fees	<u>\$ 197</u>	<u>\$ 332</u>

**12. INTERNALLY RESTRICTED NET ASSETS**

Various funds received or raised by the Society are appropriated for specific purposes. These include the following:

(a) Endowment Fund

- (i) Donations to the fund are deposited in interest - bearing investments; interest earned by this perpetual fund is to be used by the Society, leaving the principal intact.

(b) Garret McComb Memorial Fund

- (i) Donations to the fund are deposited in interest bearing investments. The fund may be used to provide encouragement, support and financial assistance to help young people who have been involved with the Youth Around Prince George program meet their goals.

(c) YAP Dandelion Fund

- (i) This fund is used for costs of youth driven programs in Prince George and Area.

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AUGUST 31, 2017**

---

**12. INTERNALLY RESTRICTED NET ASSETS (continued)**

The Board of Directors appropriated Internally Restricted funds to be used as follows:

	Endowment Fund	Garret McComb Memorial Fund	YAP Dandelion Fund	Total
Closing balances at August 31, 2016	\$ 7,000	\$ 32,667	\$ 10,061	\$ 45,134
Transfer from (to) Unrestricted	-	(8,596)	3,880	(4,966)
Closing balance as at August 31, 2017	\$ 7,000	\$ 24,071	\$ 13,941	\$ 40,168

**13. RESERVE FUNDS**

The Society has the following reserve funds:

(a) The Future Capital Reserve Fund

- (i) Funds are set aside to finance unexpected or significant capital expenditures

(b) The Contingency Reserve Fund

- (i) Funds are set aside to finance an unexpected or significant change in operating revenues and / or expenditures

The Society must follow the following guidelines when using the funds from these reserves:

- (a) Funds must be approved by the Finance Committee or Board of Directors
- (b) Funds must be replenished in the next fiscal year unless there is a deficit then 50% of the subsequent years surplus will be used until the reserve is at \$100,000
- (c) A contribution of no less than 1% of revenue over expenditures before amortization will be made to both funds
- (d) No fund may exceed \$200,000

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AUGUST 31, 2017**

---

**14. FINANCIAL INSTRUMENTS RISKS AND UNCERTAINTIES**

Transactions in financial instruments may result in an entity assuming or transferring to another party one or more of the financial risks described below. The required disclosures provide information that assists users of financial statements in assessing the extent of risk related to financial instruments.

(a) Credit risk

The organization does have credit risk in accounts receivable of \$782,718 (2016 - \$158,205). Credit risk is the risk that one party to a transaction will fail to discharge an obligation and cause the other party to incur a financial loss. The organization reduces its exposure to credit risk by performing credit valuations on a regular basis; granting credit upon a review of the credit history of the applicant and creating an allowance for bad debts when applicable. The organization maintains strict credit policies and limits in respect to counterparties. In the opinion of management the credit risk exposure to the organization is low and is not material.

(b) Liquidity risk

The organization does have a liquidity risk in the accounts payable and accrued liabilities of \$451,236 (2016 - \$241,215). Liquidity risk is the risk that the organization cannot repay its obligations when they become due to its creditors. The organization reduces its exposure to liquidity risk by ensuring that it documents when authorized payments become due; maintains an adequate line of credit to repay trade creditors and repays long term debt interest and principal as they become due. In the opinion of management the liquidity risk exposure to the organization is low and is not material.

(c) Interest rate risk

The organization is exposed to interest rate risk due to the variable rate interest on their long-term debt. Changes in the lending rates may cause fluctuations in cash flows and interest expense.

**15. SALARIES**

As required by the Societies Act, the society must disclose the amount, in aggregate, of salaries and number of employees whose salaries were over \$75,000 per annum. The following amount was paid to four employees throughout the fiscal year:

	<u>2017</u>	<u>2016</u>
Salaries	<u>\$ 341,395</u>	<u>\$ 337,943</u>

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC  
NOTES TO THE FINANCIAL STATEMENTS  
AUGUST 31, 2017**

---

**16. 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.

**THE YOUNG MEN'S CHRISTIAN ASSOCIATION OF NORTHERN BC**  
**SCHEDULE 1 - EXPENDITURES**  
**YEAR ENDED AUGUST 31, 2017**

	2017	%	2016	%
Advertising and promotion	\$ 38,936	0.6	\$ 60,231	1.1
Affiliation fees	88,969	1.5	85,326	1.6
Amortization	270,666	4.4	248,738	4.7
Bad debts	17,223	0.3	19,524	0.4
Community engagement events	8,030	0.1	28,892	0.5
Conferences and Training	82,928	1.4	69,937	1.3
Fundraising	5,262	0.1	6,290	0.1
Insurance	49,053	0.8	41,223	0.8
Interest and bank charges	98,809	1.6	82,315	1.5
Interest on long-term debt	37,838	0.6	39,726	0.7
International support	12,926	0.2	17,295	0.3
Janitorial	38,828	0.6	36,678	0.7
Office	79,710	1.3	60,213	1.1
Professional fees	17,243	0.3	14,951	0.3
Program supplies and expenses	569,596	9.4	357,637	6.7
Rent	134,397	2.2	58,286	1.1
Repairs and maintenance	97,555	1.6	90,758	1.7
Subcontract	17,311	0.3	26,539	0.5
Telephone	52,723	0.9	33,482	0.6
Travel and automotive	79,034	1.3	61,686	1.2
Utilities	113,157	1.9	101,632	1.9
Wages and benefits	4,103,111	67.4	3,687,402	69.0
	<b>\$ 6,013,305</b>	<b>98.7</b>	<b>\$ 5,228,761</b>	<b>97.8</b>