

ACCESS ISRAEL (N.G.O.)
registered society no' 580341204

FINANCIAL STATEMENTS

31 DECEMBER 2014

ACCESS ISRAEL (N.G.O.)
registered society No' 580341204

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עזרא כדורי ושות' EZRA KADOURI & CO.

רואי חשבון Certified Public Accountants

ACCESS ISRAEL (N.G.O.)
Independent Auditor's Report

We have audited the accompanying balance sheets of ACCESS ISRAEL (N.G.O.- Non Governmental Organization) as of 31 December, 2014 and 2013 and the related statements of operations for the years ended 31 December, 2014 and 2013. These financial statements are the responsibility of the management of the organization. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audit in accordance with generally accepted auditing standards, including those prescribed by the Auditors' (Mode of Performance) Regulations (Israel), 1973. Those standards required that we plan and perform the audit to obtain reasonable assurance about 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 the management of the Organization, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

These financial statements are in nominal values. Information about reported amounts as stated at the Israel accounting standards board, were not included in these financial statements.

In our opinion, the aforementioned financial statements present fairly the financial position of the organization as of 31 December, 2014 and 2013 and the results of its operations for the years ended 31 December, 2014 and 2013, in conformity with generally accepted accounting principles.



Ezra kadouri & Co.
Certified Public Accountants (Israel)

Petah-Tikva, Israel,
April 20, 2015


ACCESS ISRAEL (N.G.O.)

BALANCE SHEET

		<u>31 December</u>	
	<u>Note</u>	<u>2014</u>	<u>2013</u>
		<u>NIS</u>	<u>NIS</u>
<u>Current assets</u>			
Cash and bank cashier		1,520,944	1,538,068
Cheques for collection		78,952	48,472
Other receivables	2	54,070	33,065
		<u>1,653,966</u>	<u>1,619,605</u>
<u>Investments</u>			
Retirement benefit, net	3	32,799	69,094
<u>Fixed assets, net</u>			
	4	<u>338,898</u>	<u>169,488</u>
Total assets		<u>2,025,663</u>	<u>1,858,187</u>
<u>Current liabilities</u>			
Notes Payable		52,831	130,646
Suppliers		15,267	4,648
Accounts Payable	5	351,830	178,762
		<u>419,928</u>	<u>314,026</u>
<u>Assets, net</u>			
Used to purchase fixed assets		338,898	169,488
Net assets with temporary restrictions	6	854,855	812,401
Used for activities		411,982	562,242
Total		<u>1,605,735</u>	<u>1,544,131</u>
Total liabilities		<u>2,025,663</u>	<u>1,858,187</u>



Michal Rimon
Access Israel CEO



Rani Benjamini
Access Israel Treasurer

The accompanying notes are an integral part of the financial statements

ACCESS ISRAEL (N.G.O.)

STATEMENT OF OPERATING ACTIVITIES

	<u>Note</u>	<u>For the year ended</u> <u>31 December</u>	
		<u>2014</u>	<u>2013</u>
		<u>NIS</u>	<u>NIS</u>
Total Revenue	7	7,663,479	4,928,618
Operating Expenses	8	6,154,637	3,777,830
Operating Income from activities		1,508,842	1,150,788
Administrative and general expenses	9	1,040,802	711,792
Net Income before financial income		468,040	438,996
Financial Income net		1,110	(17,264)
Net Profit for the year		469,150	421,732

The accompanying notes are an integral part of the financial statements

ACCESS ISRAEL (N.G.O.)

STATEMENT OF CHANGES IN ASSETS, NET

	<u>Unrestricted</u>		<u>Restricted</u>			<u>TOTAL</u>
	<u>For Activities</u>		For Fixed Assets	Temporary	Permanent	
	Not marked by nonprofit institution	Designated by nonprofit institution				
	<u>NIS</u>	<u>NIS</u>	<u>NIS</u>	<u>NIS</u>	<u>NIS</u>	<u>NIS</u>
Balance at 1st January 2012	764,618	-	126,766	556,438	-	1,447,822
Allocations				279,815		279,815
Expenses				(517,419)		(517,419)
Year net deficit	(5,886)					(5,886)
Net assets released amounts Limited - used to purchase fixed assets	(22,910)		22,910			-
Amounts transferred to cover depreciation costs	26,816		(26,816)			-
Amounts designated by the organization	(250,000)			250,000		-
Balance at 31 December 2012	512,638	-	122,860	568,834	-	1,204,332
Allocations				697,709		697,709
Expenses				(779,642)		(779,642)
Year net income	421,732					421,732
Net assets released amounts Limited - used to purchase fixed assets	(82,094)		82,094			-
Amounts transferred to cover depreciation costs	49,500			(49,500)		-
Amounts transferred to used For activities	35,466		(35,466)			-
Amounts designated by the Organization	(375,000)			375,000		-
Balance at 31 December 2013	562,242	-	169,488	812,401	-	1,544,131
Allocations				267,810		267,810
Expenses				(675,356)		(675,356)
Year net income	469,150					469,150
Net assets released amounts Limited - used to purchase fixed assets	(238,508)		238,508			-
Amounts transferred to used For activities)		-
Amounts transferred to cover depreciation costs	69,098		(69,098)			-
Amounts designated by the organization	(450,000)			450,000		-
Balance at 31 December 2014	411,982	-	338,898	854,855	-	1,605,735

The accompanying notes are an integral part of the financial statements

ACCESS ISRAEL (N.G.O.)

CASH FLOW STATEMENT

	<u>For the Year</u>	
	<u>Ended 31 December</u>	
	<u>2014</u>	<u>2013</u>
	<u>NIS</u>	<u>NIS</u>
<u>Cash flow from current activities</u>		
Surplus Income	469,150	421,732
Adjustments required to present cash flows from operations and cash equivalents, Appendix A	159,780	48,499
Net cash deriving from current activities	628,930	470,231
<u>Cash flow from investment activities</u>		
Purchase of fixed assets	(238,508)	(82,094)
Net cash deriving used for investment activities	(238,508)	(82,094)
<u>Cash flow from financing activities</u>		
Temporarily restricted assets transfer	(407,546)	(81,933)
Net cash deriving used for financing activities	(407,546)	(81,933)
Decrease in cash and cash equivalents	(17,124)	306,204
Balance of cash and cash equivalents at beginning of year	1,538,068	1,231,864
Balance of cash and cash equivalents at end of year	1,520,944	1,538,068
<u>Appendix A</u>		
Income and expenses not involving cash flow:		
Depreciation and amortization	69,098	35,466
Appointed to the reserve surplus (increase) decrease	36,295	1,415
Changes in assets and liabilities:		
(Increase) decrease of checks for collection	(30,480)	(10,142)
(Increase) decrease in accounts receivable	(21,005)	(5,898)
Increase (decrease) in suppliers and service providers	(67,196)	6,030
Increase in accounts payable	173,068	21,628
	159,780	48,499

The accompanying notes are an integral part of the financial statements

ACCESS ISRAEL (N.G.O.)

FINANCIAL STATEMENTS NOTES

Note 1: General and main accounting policies

A - Access Israel (N.G.O.), is an association registered by Associations Law. Its objectives that derived its vision are to enable people with disabilities in Israel to integrate into the society with dignity, respect, equally, safely and with maximum independency. Access Israel is registered in the IRS as non profit organization.

B - Significant accounting policies

The following significant accounting policies were applied on a consistent basis in preparing the Financial Statements:

1 - The Financial Statements are presented in accordance with Opinion No. 69 of the Institute of Certified Public Accountants in Israel.

2 - Cash and cash equivalents

Cash equivalents refer to highly liquid investments, including, among others, short-term bank deposits with due dates not exceeding three months from the date of deposit.

3 - Short-term investments

Stated at market value on balance sheet date, in accordance with the provisions of the Opinion of the Institute of Certified Public Accountants in Israel. The change in value of the investments is carried to Financial Income

4 - Fixed Assets

These assets are stated at cost, less accumulated depreciation. Depreciation is computed by the straight-line method on the basis of the estimated useful life of the assets.

C - Effect of changes in general purchasing power of Israeli currency:

These financial statements were prepared in accordance with accepted accounting principles on the basis of cost convention, irrespective of the influence of changes in general purchasing power of Israeli currency on the financial statements.

ACCESS ISRAEL (N.G.O.)

FINANCIAL STATEMENTS NOTES

D - Indexation and Currency:

Foreign exchange reserves or linked to it, are included in the financial statements by currency exchange rates at balance sheet date.

Balance linked to the CPI is included, based on the last index published before the balance sheet date.

Exchange rate and linkage are charged to income with formation.

The following data is exchange rates of U.S. Dollar and consumer price index :

<u>Day</u>	<u>Representative exchange rate of U.S. Dollar – NIS</u>	<u>December index points</u>
31.12.2014	3.889	223.36
31.12.2013	3.471	223.58
Rate of change in the ending on		
31.12.2014	12.04%	(0.1)%
31.12.2013	(7.02)%	1.91%

* The index average basis 1993=100

Note 2: Other Receivables

	<u>31 December</u>	
	<u>2014</u>	<u>2013</u>
	<u>NIS</u>	<u>NIS</u>
advances to suppliers	1,125	5,268
Prepaid expenses	52,945	27,779
	<u>54,070</u>	<u>33,065</u>

Note 3: Retirement benefit, net

	<u>31 December</u>	
	<u>2014</u>	<u>2013</u>
	<u>NIS</u>	<u>NIS</u>
Mission compensation	478,167	328,598
Employees' compensation reserve	445,368	259,504
	<u>32,799</u>	<u>69,094</u>

ACCESS ISRAEL (N.G.O.)

FINANCIAL STATEMENTS NOTES

Note 4: Fixed assets, net

	Cost	Accumulated depreciation	Depreciated cost	
	31/12/2014	31/12/2014	31/12/2014	31/12/2013
Website	152,356	147,075	5,281	1
Leasehold improvements	51,398	4,772	46,626	-
Furniture and Equipment	243,883	73,625	170,258	102,358
Computer Equipment	446,252	329,519	116,733	67,129
	893,889	554,991	338,898	169,488

Note 5: Accounts Payable

	31 December	
	2014	2013
	NIS	NIS
Institutions	108,917	34,497
Employees	242,913	144,265
	351,830	178,762

Note 6: Net assets with temporary restrictions

	Opening Balance	Income	Expenses	Closing Balance
Legislation and Legal services	125,000	150,000	125,000	150,000
Fundraising in Israel and abroad	125,000	150,000	125,000	150,000
PRATT Foundation – accessible picnic areas	136,782	-	40,980	95,802
Peretz Naftali Foundation	-	30,000	-	30,000
Ted Arison Family Foundation	55,062	211,110	141,774	124,398
Melisron – accessible picnic areas	170,794	-	78,677	92,117
Joseph and Kristina Kassirer Foundation Trust	48,063	-	48,063	-
The Beracha Foundation	26,700	26,700	53,400	-
Accessibility Service Center	125,000	-	62,462	62,538
Public awareness and Education	-	150,000	-	150,000
	812,401	717,810	675,356	854,855
Balance at 31/12/2014	812,401	717,810	675,356	854,855
Balance at 31/12/2013	568,834	1,072,709	829,142	812,401

ACCESS ISRAEL (N.G.O.)

FINANCIAL STATEMENTS NOTES

1 - Legislation and Legal services

According to the 25 December 2013 Executive Committee Meeting Protocol, promotional allowance for the purpose of Legislation, Regulation and Petition to the High Court, was approved in amount of 125,000 NIS.

According to the 28 December 2014 Executive Committee Meeting Protocol, promotional allowance for the purpose of Legislation, Regulation and Petition to the High Court, was approved for an additional amount of 150,000 NIS.

During 2014 Legislation and Legal services were executed in the amount of 125,000 NIS.

The balance on December 31, 2014 is 150,000 NIS.

2 - Fundraising in Israel and abroad

According to the 25 December 2013 Executive Committee Meeting Protocol, promotional allowance for the purpose of Fundraising in Israel and abroad, was approved in amount of 125,000 NIS.

According to the 28 December 2014 Executive Committee Meeting Protocol, promotional allowance for the purpose of Fundraising in Israel and abroad, was approved an additional amount of 150,000 NIS.

During 2014 such Fundraising activities were executed in the amount of 125,000 NIS.

The balance on December 31, 2014 is 150,000 NIS.

3 - PRATT Foundation

During 2011, 253,824 NIS donation was received from PRATT Foundation for the establishment of new picnic areas around Israel. During 2011 the sum of 41,498 NIS was used for the establishment of a picnic area near Kiryat Shmona named after Liran Seadia of blessed memory. During 2012 the sum of 70,942 NIS was used for the establishment of the following picnic areas: Yehoshua Park in Tel Aviv, Kibutz Sde Eliyahu named after Doron Truper of blessed memory and in Hod Hasharon. During 2013 the sum of 4,602 NIS was used and during 2014 the sum of 40,980 NIS was used.

The balance on December 31, 2014 is 95,802 NIS.

4 - Peretz Naftali Foundation

During 2014, 30,000 NIS donation was received from Peretz Naftali Foundation for educational activities 'accessible city for all' project in three schools.

As of December 31, 2014 the sum was not yet used for its purpose.

5 - Ted Arison Family Foundation

During 2013, 224,057 NIS donation was received from Ted Arison Family Foundation for the purpose of 'A-B-C of accessibility' in 17 elementary schools and for funding a conference in cooperation with the Ministry of Education.

On July 2014, an additional sum of 211,100 NIS was received for the same purpose.

During 2013 the sum of 168,995 NIS was used and during 2014 the sum of 141,774 NIS was used for the above purpose.

The balance on December 31, 2014 is 124,398 NIS.

ACCESS ISRAEL (N.G.O.)

FINANCIAL STATEMENTS NOTES

6 - Melisron Ltd– accessible picnic areas

During 2013, 220,000 NIS donation was received from Melisron Ltd. for the purpose of the establishment of 3 accessible picnic/ leisure areas around Israel. During 2013 the sum of 49,206 NIS was used and during 2014 the sum of 78,677 NIS was used.

The balance on December 31, 2014 is 92,117 NIS.

7 - Joseph and Kristina Kassirer Foundation Trust

During May 2013, 75,000 NIS donation was received from Joseph and Kristina Kassirer Foundation Trust for the purpose of 'Accessible trusted allies' in 6 mid-schools.

During 2013 the sum of 26,937 NIS was used, and the remaining sum of 48,063 NIS was used during 2014 for the above purpose.

8 - The Beracha Foundation

During November 2013, 26,700 NIS donation was received from The Beracha Foundation for the purpose of 'In the middle of life' project dealing with short term assistance for people with non born disabilities. The project takes place in Eylat and the Arava area. An equal sum of 26,700 NIS donation was received during 2014.

During 2014 the project was done using all donated funds.

9 - Accessibility service center

According to the 25 December 2013 Executive Committee Meeting Protocol, promotional allowance for the purpose of the establishment, procurement and operation of Accessibility service center.

During 2014 such activities were executed in the amount of 62,463 NIS and the balance on December 31, 2014 is 62,538 NIS.

10 - Public awareness and Education

According to the 28 December 2014 Executive Committee Meeting Protocol, promotional allowance for the purpose of Public awareness and Education, had approved an amount of 150,000 NIS.

As of December 31, 2014 the sum was not yet used for its purpose.

ACCESS ISRAEL (N.G.O.)

FINANCIAL STATEMENTS NOTES

Note 7: Income from activities

	<u>31 December</u>	
	<u>2014</u>	<u>2013</u>
	<u>NIS</u>	<u>NIS</u>
Income from donations and benefit days	2,001,682	1,530,459
Consultation and accessibility distribution	3,680,843	1,882,711
Income from education and awareness promotion	548,973	509,987
Income from professional training	1,431,981	1,005,461
	<u>7,663,479</u>	<u>4,928,618</u>

During the years 2013-2014 the organization did not receive any governmental support of funds.

Note 8: Cost of activities

	<u>31 December</u>	
	<u>2014</u>	<u>2013</u>
	<u>NIS</u>	<u>NIS</u>
Consultation and accessibility distribution expenses		
	2,980,320	1,842,952
Education and awareness promotion expenses	747,162	649,724
Professional training expenses	1,535,480	723,541
Independent life in the Galilee area supported by Joint Israel	575,823	501,774
Access Israel North A.I.N	55,743	31,910
Access Israel Eylat and the Arava area	172,398	5,112
Pay it Forward project	44,447	-
Computers and web portal depreciation	43,264	22,817
	<u>6,154,637</u>	<u>3,777,830</u>

ACCESS ISRAEL (N.G.O.)

FINANCIAL STATEMENTS NOTES

Note 9: Administrative and General Expenses

	<u>31 December</u>	
	<u>2014</u>	<u>2013</u>
	<u>NIS</u>	<u>NIS</u>
Salaries and related expenses – management	546,280	357,331
Rent	24,566	22,807
Maintenance	46,813	49,171
Promoting awareness and advertising	12,868	52,791
Office and administrative expenses	77,711	51,903
Insurance	68,308	41,405
Mail and communication	34,437	23,129
Fundraising	36,456	-
Accommodation	33,946	22,089
Tolls, registration and municipal fees	54,898	43,417
Legal and professional fees	35,400	35,100
Overseas Travel	13,000	-
Seminars and conferences	30,285	-
Office equipment depreciation	25,834	12,649
	<u>1,040,802</u>	<u>711,792</u>