

**GREEK ORTHODOX PATRIARCHATE SCHOOL
JERUSALEM**

St. Michael Orthodox School-Jaffa

**Transitory class, Elementary, Preparatory, Secondary
Boys and Girls**

**FINANCIAL STATEMENTS AS OF DECEMBER 31, 2021 and 2020
AND INDEPENDENT AUDITORS' REPORT**

Greek Orthodox Patriarchate, Jerusalem - St. Michael Orthodox School-Jaffa
Financial Statements for the year ended December 31, 2021 and 2020

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Independent Auditors' Report

To the board of director

Greek Orthodox Patriarchate, Jerusalem - St. Michael Orthodox School-Jaffa

We have audited the accompanying statement of financial position of St. Michael Orthodox School-Jaffa ("the organization") as of December 31, 2021 and 2020 and the related income statements for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Generally Accepted Auditing Standards including those prescribed by the auditors' regulations (auditor's mode of performance)-1973. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. 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, as well as evaluating the overall financial statements presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, based on our audit, the above financial statements present fairly, in all material respects, the financial position of the organization as of December 31, 2021 and 2020 and the results of its operations for the year then ended, in conformity with Generally Accepted Accounting Principles in Israel (Israel GAAP), under the historical cost convention.

Ashraf Zeitawi,
CPA

Jerusalem: January 9, 2023

Greek Orthodox Patriarchate, St. Michael Orthodox School-Jaffa, Jerusalem
Financial Statements for the year ended December 31, 2021 and 2020

STATEMENT OF FINANCIAL POSITION

(All amounts in New Israeli Shekel)

	<u>Note</u>	<u>2021</u>	<u>2020</u>
Assets			
Current assets			
Cash and cash equivalents	(3)	974,113	1,159,106
Contributions receivable		281,454	262,706
Total current assets		<u>1,255,567</u>	<u>1,421,812</u>
Long term assets			
Fixed assets, net	(4)	699,254	419,455
Total assets		<u>1,954,821</u>	<u>1,841,267</u>
Liabilities and net assets			
Current liabilities			
Suppliers and outstanding cheques		118,871	168,238
Other current liabilities		1,009,729	958,476
Total current liabilities		<u>1,128,600</u>	<u>1,126,714</u>
Long term liabilities			
Reserve for end of service benefits		216,057	216,057
Total liabilities		<u>1,344,657</u>	<u>1,342,771</u>
Net Assets			
Unrestricted from operations		(89,090)	79,041
Unrestricted for fixed assets		699,254	419,455
		<u>610,164</u>	<u>498,496</u>
Total liabilities and net assets		<u>1,954,821</u>	<u>1,841,267</u>

- Notes to the financial statements form an integral part thereof.

Board member

Board member

Greek Orthodox Patriarchate, Jerusalem - St. Michael Orthodox School-Jaffa
Financial Statements for the year ended December 31, 2021 and 2020

STATEMENTS OF ACTIVITIES

(All amounts in New Israeli Shekel)

		2021			2020		
	Note	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
Revenues and contribution							
Ministry of education contribution		3,059,239	-	3,059,239	2,737,271	-	2,737,271
Students’’ Contributions		1,471,800	-	1,471,800	1,438,250	-	1,438,250
Municipality contribution		93,544	-	93,544	104,530	-	104,530
Greek Orthodox Patriarchate		200,000	-	200,000	100,000	-	100,000
Other Contributions		7,500	-	7,500	7,000	-	7,000
		4,832,083	-	4,832,083	4,387,051	-	4,387,051
Activity Expenses							
Direct activity expenses		4,324,472	-	4,324,472	4,179,099	-	4,179,099
Net income from activities		507,611	-	507,611	207,952	-	207,952
Admin. and general expenses	(5)	392,699	-	392,699	234,292	-	234,292
Financing expenses		3,244	-	3,244	7,364	-	7,364
		395,943	-	395,943	241,656	-	241,656
Net Change in net assets		111,668	-	111,668	(33,704)	-	(33,704)

Notes to the financial statements form an integral part thereof.

Greek Orthodox Patriarchate, Jerusalem - St. Michael Orthodox School-Jaffa
Financial Statements for the year ended December 31, 2021 and 2020

STATEMENTS OF CHANGES IN NET ASSETS

(All amounts in New Israeli Shekels)

	Note	<u>Unrestricted Net Assets</u>		<u>Temporarily Restricted Net Assets</u>		Total
		<u>From Operations</u>	<u>For Fixed Assets</u>	<u>From Operations</u>	<u>For Fixed Assets</u>	
Balance on January 1, 2020		41,421	490,779	-	-	532,200
Additions during the year		(33,704)	-	-	-	(33,704)
Funds Unrestricted used for fixed assets	(4)					
Funds used for depreciation expenses	(4)	-	-	-	-	
		<u>71,324</u>	<u>(71,324)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance on December 31, 2020		79,041	419,455	-	-	498,496
Additions during the year		111,668	-	-	-	111,668
Funds Unrestricted used for fixed assets	(4)					
Funds used for depreciation expenses	(4)	(367,418)	367,418	-	-	-
		<u>87,619</u>	<u>(87,619)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance on December 31, 2021		<u>(89,090)</u>	<u>699,254</u>	<u>-</u>	<u>-</u>	<u>610,164</u>

NOTES TO THE FINANCIAL STATEMENTS

(All amounts in New Israeli Shekels)

Note 1 - GENERAL

Greek Orthodox Patriarchate, Jerusalem - St. Michael Orthodox School-Jaffa, is a legally Registered NGO that was established on June 2009 and started to conduct its activities on February 1, 2004. The organizations Registered Number is.580419190

The NGO's was established for public purposes and is prohibited from distributing profits. The NGO's main objectives are engaged in the establishment and management of educational institutions.

Note 2 - BASIS OF PREPARATION

The financial statements are prepared according to Generally Accepted Accounting Principles in Israel (Israeli GAAP). Following is a summary of the Organization's significant accounting policies:

a) Revenue -

Revenue is recognized when contributions and/or donations are pledged or when services are performed. Contributions are recorded as either temporarily or permanently restricted if they are received with donor stipulation that limits the use of donation. When donor restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

b) Cash and Cash Equivalent -

Cash and cash equivalent includes bank deposits limited for no more than 3 months from the day they were deposited.

c) Fixed Assets-

Office Equipment, furniture and computers are presented in their historic value after deducting accumulated depreciation. The depreciation is deducted according to the straight line method with fixed annual rates.

d) Translation of foreign currencies -

The accompanying financial statements denominated in the New Shekel (NIS). Translation denominated in foreign currency during the years was translated according to prevailing rates at the time the transaction took place.

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NOTES TO THE FINANCIAL STATEMENTS

(All amounts in New Israeli Shekels)

Note (3) - Cash and cash equivalents

	<u>2021</u>	<u>2020</u>
Cash at Banks	753,686	438,830
Deposit & Guarantees	220,427	720,276
	<u>974,113</u>	<u>1,159,106</u>

Note (4) - Fixed Assets

	Office furniture & equipment	Computer's Equipment	Leasehold Improvements	Total
<u>Cost</u>				
Beginning	201,186	557,469	345,577	1,104,232
Additions	4,680	358,238	4,500	367,418
Ending	<u>205,866</u>	<u>915,707</u>	<u>350,077</u>	<u>1,471,650</u>
<u>Accumulated Depreciation</u>				
Beginning	149,356	213,311	322,110	684,777
Additions	8,903	70,221	8,495	87,619
Ending	<u>158,259</u>	<u>283,532</u>	<u>330,605</u>	<u>772,396</u>
Book Value	<u>47,607</u>	<u>632,175</u>	<u>19,472</u>	<u>699,254</u>
Dep. Rates	6-15%	7-33%	10%	

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NOTES TO THE FINANCIAL STATEMENTS

(All amounts in New Israeli Shekels)

Note (5) - Administrative and general expenses

	2021	2020
Salaries and social benefits	102,928	82,581
Insurance expenses	38,423	26,200
Stationary and office supplies	61,869	17,097
Utilities	20,125	19,715
Telephone and communication	9,451	7,524
Maintenance	61,195	8,101
Annual registration fees	8,016	1,750
Depreciation	87,619	71,324
Advertising	3,073	-
	392,699	234,292