

Financial Statements of

**YMCA-YWCA OF VANCOUVER ISLAND,  
BRITISH COLUMBIA**

Year ended December 31, 2015



KPMG LLP  
St. Andrew's Square II  
800-730 View Street  
Victoria BC V8W 3Y7  
Canada  
Telephone (250) 480-3500  
Fax (250) 480-3539

## INDEPENDENT AUDITORS' REPORT

To the Members of the YMCA-YWCA of Vancouver Island, British Columbia

### Report on the Financial Statements

We have audited the accompanying financial statements of YMCA-YWCA of Vancouver Island, British Columbia, which comprise the statement of financial position as at December 31, 2015, the statements of operations and changes in fund balances, and cash flows for the year then ended, and notes, comprising 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 our 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, we consider internal control relevant to the entity'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 entity'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 YMCA-YWCA of Vancouver Island, British Columbia as at December 31, 2015 and its results of 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 (British Columbia), we report that, in our opinion, the accounting policies applied in preparing and presenting the financial statements in accordance with the Canadian accounting standards for not-for-profit organizations have been applied on a basis consistent with that of the preceding year.

*KPMG LLP*

Chartered Professional Accountants

May 25, 2016  
Victoria, Canada

# YMCA-YWCA OF VANCOUVER ISLAND, BRITISH COLUMBIA

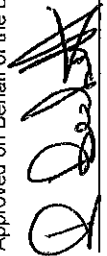
## Statement of Financial Position

December 31, 2015, with comparative information for 2014

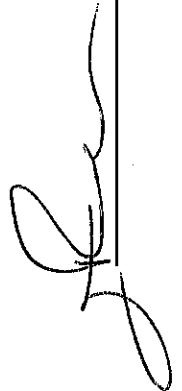
	Restricted Funds					Total 2015	Total 2014
	General Fund	Capital Campaign Fund	Westshore Fund	Endowment Fund			
<b>Assets</b>							
Current assets:							
Cash	\$ 2,291	-	-	-	\$ 2,291	\$ 96,251	
Accounts receivable	98,575	-	231,611	-	330,186	55,737	
Inventory	24,118	-	-	-	24,118	30,582	
Prepaid expenses and supplies	27,227	-	-	-	27,227	57,771	
	152,211	-	231,611	-	383,822	240,341	
Capital assets (note 2)							
Investments (note 3)	2,293,355	-	878,413	-	3,171,768	2,336,959	
Cash surrender value of life insurance policies	-	-	-	1,019,362	1,019,362	1,124,548	
Deposits (note 13(a))	-	-	285,833	38,957	38,957	37,960	
Due from (to) other funds	(250,677)	394,043	(173,494)	30,128	285,833	285,833	
	\$ 2,194,889	394,043	1,222,363	1,088,447	\$ 4,899,742	\$ 4,025,641	
<b>Liabilities</b>							
Current liabilities:							
Bank indebtedness (note 4)	\$ 351,525	-	-	-	\$ 351,525	\$ 355,000	
Accounts payable and accrued liabilities (note 5)	438,719	-	224,152	-	662,871	339,044	
Deferred revenue (note 6)	498,371	-	231,611	-	729,982	533,989	
Current portion of long-term debt (note 7)	-	-	1,150,000	-	1,150,000	176,996	
	1,288,615	-	1,605,763	-	2,894,378	1,405,029	
Long-term debt (note 7)	-	-	-	-	-	356,846	
	1,288,615	-	1,605,763	-	2,894,378	1,761,875	
<b>Fund Balances</b>							
Unrestricted	906,274	-	(383,400)	-	522,874	892,826	
Externally restricted	-	344,043	-	925,254	1,269,297	1,107,067	
Internally restricted	-	50,000	-	163,193	213,193	263,873	
	906,274	394,043	(383,400)	1,088,447	2,005,364	2,263,766	
Lease commitments (notes 10 and 13)							
Subsequent events (notes 7 and 13)							
	\$ 2,194,889	394,043	1,222,363	1,088,447	\$ 4,899,742	\$ 4,025,641	

The accompanying notes are an integral part of these financial statements.

Approved on Behalf of the Board:



Director



Director

# YMCA-YWCA OF VANCOUVER ISLAND, BRITISH COLUMBIA

## Statement of Operations and Changes in Fund Balances

Year ended December 31, 2015, with comparative information for 2014

	Restricted Funds				Total 2015	Total 2014
	General Fund	Capital Campaign Fund	Westshore Fund	Endowment Fund		
<b>Revenue:</b>						
Program fees	\$ 4,259,814	-	-	-	4,259,814	4,217,668
Government grants (note 8)	258,642	-	-	-	258,642	265,217
Gaming	100,000	-	-	-	100,000	100,000
Fundraising activities	176,288	142,663	-	21,897	340,848	405,359
Other revenue	92,805	-	-	-	92,805	81,579
Investment income (note 9)	50,833	-	-	8,385	59,218	132,768
Gain on disposal of capital assets	6,100	-	-	-	6,100	-
	4,944,482	142,663	-	30,282	5,117,427	5,202,591
<b>Expenses:</b>						
Salaries and benefits	3,295,290	-	122,588	-	3,417,878	3,249,820
Operations	556,962	-	-	-	556,962	502,993
Occupancy	253,797	-	-	-	253,797	292,649
Purchased services	322,364	-	87,120	-	409,484	381,698
Amortization	264,610	-	-	-	264,610	239,328
Association dues	128,827	-	-	-	128,827	142,891
Interest and bank charges	111,871	-	17,164	-	129,035	103,551
Marketing and communications	124,337	-	-	-	124,337	135,137
Insurance	62,001	-	-	-	62,001	62,746
Bad debts	17,503	-	-	-	17,503	20,559
Unrealized loss on investments	-	-	-	3,010	3,010	14,635
Scholarships	-	-	-	8,385	8,385	6,413
	5,137,562	-	226,872	11,395	5,375,829	5,152,420
Excess (deficiency) of revenue over expenses	(193,080)	142,663	(226,872)	18,887	(258,402)	50,171
Fund balances, beginning of year	1,199,354	201,380	(206,528)	1,069,560	2,263,766	2,213,595
Interfund transfers	(100,000)	50,000	50,000	-	-	-
Fund balances, end of year	\$ 906,274	394,043	(383,400)	1,088,447	2,005,364	2,263,766

The accompanying notes are an integral part of these financial statements.

# YMCA-YWCA OF VANCOUVER ISLAND, BRITISH COLUMBIA

## Statement of Cash Flows

Year ended December 31, 2015, with comparative information for 2014

	2015	2014
Cash provided by (used in):		
Operations:		
Excess (deficiency) of revenue over expenses:		
General Fund	\$ (193,080)	\$ 39,057
Capital Campaign Fund	142,663	113,783
Westshore Fund	(226,872)	(142,501)
Endowment Fund	18,887	39,832
	(258,402)	50,171
Items not involving cash:		
Amortization of capital assets	264,610	239,328
Gain on disposal of capital assets	(6,100)	-
Unrealized loss on investments	3,010	14,635
Increase in cash surrender value of life insurance policies	(997)	(1,627)
Changes in non-cash operating working capital:		
Accounts receivable	(274,449)	(19,297)
Inventory	6,464	(2,546)
Prepaid expenses and supplies	30,544	(12,011)
Accounts payable and accrued liabilities	323,827	10,224
Deferred revenue	195,993	105,597
	284,500	384,474
Financing activities:		
Long-term debt repayments	(533,842)	(155,543)
Proceeds of long-term debt	1,150,000	300,000
	616,158	144,457
Investing activities:		
Decrease (increase) in investments	102,176	(155,127)
Payment of deposits	-	(250,000)
Proceeds on sale of capital assets	6,100	-
Purchase of capital assets	(1,099,419)	(449,482)
	(991,143)	(854,609)
Decrease in cash	(90,485)	(325,678)
Cash, beginning of year	(258,749)	66,929
Cash, end of year	\$ (349,234)	\$ (258,749)
Cash is comprised of:		
Cash	\$ 2,291	\$ 96,251
Bank indebtedness	(351,525)	(355,000)
	\$ (349,234)	\$ (258,749)

The accompanying notes are an integral part of these financial statements.

# YMCA-YWCA OF VANCOUVER ISLAND, BRITISH COLUMBIA

Notes to Financial Statements

Year ended December 31, 2015

---

The YMCA-YWCA of Vancouver Island, British Columbia ("YMCA-YWCA" or the "Association") is incorporated under the Society Act (British Columbia) as a not-for-profit organization and is a registered charity under the Income Tax Act. During the 2015 year, the Association changed its legal name from YMCA-YWCA of Greater Victoria, British Columbia to YMCA-YWCA of Vancouver Island, British Columbia. The Association is a charitable, community based association of volunteers and staff working together to enhance the quality of life in the local and global communities based on the principles of human dignity, justice and peace. The Association's mission is to provide quality community leadership, programs, services and education for individuals and families that encourage and support a balanced approach to development in body, mind and spirit.

## 1. Significant accounting policies:

The financial statements of the Association have been prepared in accordance with Canadian accounting standards for not-for-profit organizations using the significant accounting policies as described below:

### (a) Fund accounting:

The Association follows the restricted fund method of accounting for contributions. The Association records its activities in the following funds:

#### **General Fund:**

The General Fund is established for the general operations of the Association. All operational transactions, including those of a capital nature, are recorded in the accounts of this fund.

#### **Capital Campaign Fund:**

The Capital Campaign Fund is established to record restricted contributions that are to be used for the purchase of Camp Thunderbird capital assets and equipment for the Langford and View Royal facilities.

#### **Westshore Fund:**

The Westshore Fund is established to record restricted contributions and expenses related to the Westshore development activities.

#### **Endowment Fund:**

The Endowment Fund is established to record resources contributed for endowment.

Other restricted funds are established as required.

# YMCA-YWCA OF VANCOUVER ISLAND, BRITISH COLUMBIA

Notes to Financial Statements

Year ended December 31, 2015

---

## 1. Significant accounting policies (continued):

### (b) Capital assets:

Purchased capital assets are stated at cost. Contributed capital assets are recorded at fair value at the date of contribution.

Amortization is provided on a straight-line basis over the assets' estimated useful lives as follows:

Asset	Years
Buildings	40
Cabins	40
Camp improvements	40
Equipment	2 – 10

Amortization on assets under construction commences when the asset is put into service.

When a capital asset no longer has any long-term service potential to the Association, the excess of its net carrying amount over any residual value is recognized as an expense in the statement of operations.

### (c) Inventory:

Inventory consists of goods held for resale and is carried at the lower of cost and net realizable value.

### (d) Contributed services and materials:

Volunteers contribute an indeterminable number of hours per year to assist the YMCA-YWCA in carrying out its service delivery activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements. Donated materials that would not otherwise have been purchased by the Association are not recognized in the financial statements.

### (e) Revenue recognition:

Program revenues are recognized as revenue of the General Fund in the year that they are earned and collection is reasonably assured.

Restricted contributions related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred.

Deferred revenue includes unearned program revenues, government grants received in advance of expenses, unearned lease inducements, unspent externally restricted bequests and unspent externally restricted investment income.



# YMCA-YWCA OF VANCOUVER ISLAND, BRITISH COLUMBIA

Notes to Financial Statements

Year ended December 31, 2015

---

## 1. Significant accounting policies (continued):

### (e) Revenue recognition (continued):

Donations of life insurance policies are recorded when the funds are received by the Association. The cash surrender value of life insurance policies and changes in cash surrender value are recorded for those policies in which the Association is the beneficiary. Changes in the cash surrender value of life insurance policies are recorded in fundraising activities revenue.

Contributions for endowment are recognized as revenue in the Endowment Fund when received or receivable.

Contributions for the capital campaign are recognized in the Capital Campaign Fund when received or receivable.

Contributions for the Westshore development are recognized in the Westshore Fund when received or receivable.

Restricted investment income earned on resources of the Endowment Fund is reported in the General Fund or the Endowment Fund depending on the nature of any restrictions imposed by contributors of funds for endowment. Unrestricted investment income earned on resources of the Endowment Fund is recognized as revenue of the General Fund. Other investment income is recognized as revenue of the General Fund when earned.

### (f) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Investments that are quoted in an active market are subsequently measured at fair value and all changes in the fair value are recognized in excess (deficiency) of revenue over expenses in the period incurred. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Association has not elected to carry any such financial instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Association determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Association expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

# YMCA-YWCA OF VANCOUVER ISLAND, BRITISH COLUMBIA

## Notes to Financial Statements

Year ended December 31, 2015

### 1. Significant accounting policies (continued):

(g) Employee future benefits:

The Association and its employees make contributions to a multi-employer defined contribution pension plan. The Association's contributions are expensed as incurred.

(h) Use of estimates:

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expense during the year. Actual results could differ from these estimates.

### 2. Capital assets:

			2015	2014
	Cost	Accumulated amortization	Net book value	Net book value
<b>General Fund:</b>				
Land	\$ 165,584	\$ -	\$ 165,584	\$ 165,584
Buildings	4,248,363	3,384,294	864,069	987,860
Cabins	637,324	82,188	555,136	234,209
Camp improvements	1,369,213	997,140	372,073	405,613
Camp improvements under development	-	-	-	356,601
Camp site services infrastructure	24,309	540	23,769	-
Equipment	969,948	678,174	291,774	187,092
Equipment under development	20,950	-	20,950	-
	7,435,691	5,142,336	2,293,355	2,336,959
<b>Westshore Fund:</b>				
Leasehold improvements under development	878,413	-	878,413	-
	\$ 8,314,104	\$ 5,142,336	\$ 3,171,768	\$ 2,336,959

# YMCA-YWCA OF VANCOUVER ISLAND, BRITISH COLUMBIA

Notes to Financial Statements

Year ended December 31, 2015

### 3. Investments:

The following investments are recorded at fair value.

	2015	2014
Cash	\$ 40,525	\$ 146,713
Fixed income	371,031	353,054
Canadian equities	298,554	319,950
International equities	156,024	142,450
U.S. equities	153,228	162,381
	<u>\$ 1,019,362</u>	<u>\$ 1,124,548</u>

### 4. Bank indebtedness:

The Association has a credit facility in the form of a demand revolving loan. The loan bears interest at the bank's prime rate plus 0.50% (2014 - 0.55%). The maximum demand revolving loan available is \$2,050,000. The credit facility used as at December 31, 2015 was \$351,525 (2014 - 355,000).

### 5. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities are government remittances payable of \$56,610 (2014 - \$45,237), which includes amounts payable for GST, payroll deductions and workers' compensation premiums.

### 6. Deferred revenue:

Deferred externally restricted contributions related to expenses of future periods and prepaid fees consist of the following:

	2015	2014
Unearned grants	\$ 196,776	\$ 177,242
Bequests	139,085	148,485
Program revenue	162,299	207,250
Lease inducements	231,611	-
Miscellaneous	211	1,012
	<u>\$ 729,982</u>	<u>\$ 533,989</u>

# YMCA-YWCA OF VANCOUVER ISLAND, BRITISH COLUMBIA

Notes to Financial Statements

Year ended December 31, 2015

## 7. Long-term debt:

	2015	2014
Royal Bank of Canada:		
Loan bearing interest at 5.24% per annum, repayable in monthly blended payments of \$5,597. The loan was repaid in 2015	\$ -	\$ 97,411
Loan bearing interest at 4.07% per annum, repayable in monthly blended payments of \$3,421. The loan was repaid in 2015	-	112,069
Loan bearing interest at prime plus 0.55% (3.55% at December 31, 2014) per annum, repayable in monthly blended payments of \$3,804. The loan was repaid in 2015	-	15,111
Loan bearing interest at 4.57% per annum, repayable in monthly blended payments of \$1,172. The loan was repaid in 2015	-	11,779
Loan bearing interest at prime plus 0.55% (3.25% at December 31, 2014) per annum (2014 - 3.55%), subject to annual adjustment, repayable in monthly blended payments of \$2,152. The loan was repaid in 2015	-	297,472
Vancouver City Savings Credit Union:		
Loan bearing interest at prime plus 0.50% (3.2% at December 31, 2015) per annum, with interest payable monthly and amounts outstanding due on demand. The loan matures December 29, 2016	1,150,000	-
	1,150,000	533,842
Less current portion	1,150,000	176,996
	\$ -	\$ 356,846

Loans are secured by promissory notes and a General Security Agreement against all property of the Association.

In January 2015, the Association repaid all existing loans with Royal Bank of Canada and obtained new financing through Vancouver City Savings Credit Union. Loans available for the development of the Westshore facilities total \$3,950,000 of which \$1,150,000 has been drawn as at December 31, 2015. On May 3, 2016 a further \$1,127,950 was drawn.

# YMCA-YWCA OF VANCOUVER ISLAND, BRITISH COLUMBIA

Notes to Financial Statements

Year ended December 31, 2015

## 8. Government grants:

	2015	2014
Federal	\$ 13,783	\$ 25,352
Provincial	244,859	239,865
	\$ 258,642	\$ 265,217

## 9. Investment income:

Investment income earned, recorded in the statement of operations, is calculated as follows:

	2015	2014
Income earned on resources held for endowment:		
Unrestricted	\$ 35,585	\$ 76,266
Restricted	23,633	56,502
Total investment income recognized as revenue	\$ 59,218	\$ 132,768

## 10. Lease commitments:

The Association has operating leases with future minimum aggregate lease payments as follows:

(a) Office equipment:

2016	\$ 9,312
2017	11,172
2018	11,172
2019	11,172
2020	5,592
Thereafter	1,866
	\$ 50,286

# YMCA-YWCA OF VANCOUVER ISLAND, BRITISH COLUMBIA

Notes to Financial Statements

Year ended December 31, 2015

## 10. Lease commitments (continued):

(b) Langford lease commenced on May 1, 2016 (note 13(a)):

	Future minimum lease payments	Future minimum service income
2016	\$ 760,000	\$ 500,000
2017	1,197,000	750,000
2018	1,282,500	750,000
2019	1,368,000	750,000
2020	1,453,500	750,000
Thereafter (20 years and 4 months)	30,134,000	15,250,000
	<u>\$ 36,195,000</u>	<u>\$ 18,750,000</u>

(c) Langford office lease commenced on May 1, 2016 (note 13(a)):

2016	\$ 34,128
2017	52,140
2018	53,562
2019	54,984
2020	56,406
Thereafter (5 years, 4 months)	360,240
	<u>\$ 611,460</u>

(d) View Royal lease commenced on May 7, 2016 (note 13(b)):

2016	\$ 126,667
2017	196,667
2018	206,667
2019	216,667
2020	226,667
Thereafter (5 years, 4 months)	1,476,665
	<u>\$ 2,450,000</u>

(e) Subsequent to year-end, the Association entered into contracts to lease fitness equipment for the Langford and View Royal facilities. The leases are expected to commence on May 1, 2016 and will result in annual payments of approximately \$197,039.

# YMCA-YWCA OF VANCOUVER ISLAND, BRITISH COLUMBIA

Notes to Financial Statements

Year ended December 31, 2015

---

## **11. Victoria Foundation – The Young Men’s and Young Women’s Christian Association of Victoria Endowment Fund:**

The Young Men’s and Young Women’s Christian Association of Victoria Endowment Fund, was established with the Victoria Foundation, and managed for the benefit of the Association. This fund is held permanently by the Victoria Foundation and is not recorded on the statement of financial position. In the current year, grants of \$4,257 (2014 - \$3,711) were received and recorded as investment income.

At December 31, 2015, the market value of this fund was \$124,294 (2014 - \$123,437).

## **12. Financial risk and concentration of credit risk:**

The Association is exposed to market and interest rate risk through its investment portfolio and floating rate debt.

The Association manages its investment portfolio to earn investment income and invests according to an investment policy approved by the Board. The Association is not involved in any hedging relationships through its operations and does not hold or use any derivative financial instruments for trading purposes.

Investments that trade in foreign markets are exposed to currency risk as the price in local terms on the foreign stock exchange is converted to Canadian dollars to determine fair value. The Association’s overall currency positions are monitored on a daily basis by the portfolio manager and exposure is limited by requirements of the Association’s investment policy.

The Association believes that it is not exposed to significant credit or cash flow risk arising from its financial instruments.

The Association’s long-term debt has a variable interest rate based on prime plus a margin. As a result, the Association is exposed to interest rate risk due to fluctuations in prime, as described in note 7.

Liquidity risk is the risk that the Association will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Association manages its liquidity risk by monitoring its operating requirements. The Association prepares budget and cash forecasts to ensure it has sufficient funds to fulfill its obligations.

There has been no change in the risk exposure from 2014.

# YMCA-YWCA OF VANCOUVER ISLAND, BRITISH COLUMBIA

Notes to Financial Statements

Year ended December 31, 2015

---

## 13. Westshore developments:

### (a) Langford:

The Association signed a lease agreement on February 7, 2013 with a development company to lease a recreation facility to be constructed by the development company in the City of Langford. The annual basic rent cost of the lease is estimated to start at \$1,140,000 and escalate over the 25 year term of the lease.

In 2014, the Association paid deposits of \$250,000 to the development company. The deposits are non-refundable however can be applied to future lease payments if certain conditions are met.

On February 7, 2013, the Association signed a services agreement with the City of Langford (the "City") to provide services to the City operating a community recreation centre. The City agreed to purchase the operating services for an annual payment of \$750,000 which may increase every two years by an amount equal to the percentage increase in the population of the City during that period to a maximum of \$950,000 annually. The term of the agreement is 25 years and would commence two months after the completion date of the new recreation facility.

On December 17, 2014, the Association signed a 10 year lease agreement for office space in the Langford facility. The annual basic rent cost of the lease starts at \$51,192 and escalates over the 10 year term.

Both of these leases commenced on May 1, 2016.

### (b) View Royal:

The Association signed a lease agreement on December 4, 2013 with a development company to lease space for a daycare and a health and fitness centre to be constructed by the development company in the Town of View Royal. In 2014 the Association paid a deposit of \$35,833 to the development company of which a portion will be applied against the first month's rent and a portion held as a security deposit. The annual basic rent cost of the lease starts at \$190,000 and escalates over the 10 year term. The lease commenced on May 7, 2016.

The estimated impact of the Westshore developments on annual revenues in 2016 is an increase of \$3.6 million and on annual expenses is an increase of \$5.2 million.

## 14. Comparative information:

Certain comparative information has been reclassified to conform to the presentation adopted in the current year.