

**Church Extension Board of Halifax Presbytery
of The United Church of Canada**

Financial Statements

(Unaudited)

December 31, 2014

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Review Engagement Report

To the Board of Directors

Church Extension Board of Halifax Presbytery of the United Church of Canada

I have reviewed the statement of financial position of Church Extension Board of Halifax Presbytery of the United Church of Canada as at December 31, 2014 and the statements of operations, changes in fund balance and cash flow for the year ended December 31, 2014. My review was made in accordance with Canadian generally accepted standards for review engagements, and consisted primarily of inquiry, analytical procedures, and discussion related to information supplied to me by the society.

A review does not constitute an audit, and consequently, I do not express an audit opinion on these financial statements.

Based on my review, nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.



Paul Roderick

Certified General Accountant

February 25, 2015

Dartmouth, Nova Scotia

Church Extension Board of Halifax Presbytery of the United Church of Canada
STATEMENT OF FINANCIAL POSITION

(Unaudited)

As at December 31, 2014

STATEMENT 1

	Total	
	2014	2013
ASSETS		
Current Assets		
Cash	\$ 30,319	\$ 34,377
Investments	623,027	609,092
NCD interest rebate	0	1,833
Prepaid expenses	371	0
Current portion of mortgages receivable	<u>26,790</u>	<u>38,591</u>
	680,507	683,893
 Mortgages receivable (Note 3)	 <u>182,996</u>	 <u>161,220</u>
	\$ 863,503	\$ 845,113
LIABILITIES AND FUND BALANCE		
Current Liabilities		
Accounts payable and accrued Liabilities	\$ 2,818	\$ 0
Deferred revenue	<u>10,159</u>	<u>9,865</u>
	12,977	9,865
Fund balances		
Unrestricted	850,525	833,415
Reserve - NCD interest rebate	0	1,833
	<u>850,525</u>	<u>835,248</u>
	\$ 863,503	\$ 845,113

On behalf of the Board

Director

Director

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

Church Extension Board of Halifax Presbytery of the United Church of Canada
STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES

STATEMENT 2

(Unaudited)

For The Year Ended December 31, 2014

	<u>2014</u>	<u>2013</u>
Revenue		
Mortgage interest	\$ 6,207	\$ 8,370
Dividend income	8,949	7,239
Investment interest	<u>8,736</u>	<u>11,560</u>
	<u>23,892</u>	<u>27,169</u>
Expenses		
Bank charges and interest	63	60
Dues	30	29
Insurance	309	605
Office supplies	2,192	0
Professional fees	<u>1,153</u>	<u>187</u>
	<u>3,747</u>	<u>881</u>
Excess of revenues over expenses before other revenues	<u>20,145</u>	<u>26,288</u>
Other revenues (expenses)		
NCD grants	15,000	13,000
NCD loan interest rebates	1,833	456
NCD grant disbursements	(15,000)	(13,000)
NCD loan interest rebates disbursed	<u>(3,035)</u>	<u>(456)</u>
	<u>(1,202)</u>	<u>0</u>
Excess of revenues over expenses	<u>18,943</u>	<u>26,288</u>
Fund balance, beginning of year	833,415	807,127
Reserve transfer NCD interest rebate	<u>(1,833)</u>	<u>0</u>
Fund balance, end of year	<u>\$ 850,525</u>	<u>\$ 833,415</u>

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

Church Extension Board of Halifax Presbytery of the United Church of Canada
STATEMENT OF CASH FLOWS

(Unaudited)

STATEMENT 3

For The Year Ended December 31, 2014

	2014	2013
Operating activities		
Excess of revenues over expenses	\$ 18,943	\$ 26,288
Changes in non-cash working capital		
Mortgages receivable	(9,975)	45,298
Accounts receivable	(1,833)	(456)
Prepaid expenses	(371)	0
Accounts payable and accrued liabilities	2,818	0
Deferred revenue	294	0
	9,876	71,130
Investing activities		
Maturity (purchase) of investments	(13,935)	(40,298)
	(13,935)	(40,298)
Increase (decrease) in cash during the year	(4,059)	30,832
Cash, beginning of year	34,377	3,545
Cash, end of year	\$ 30,318	\$ 34,377

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

Church Extension Board of Halifax Presbytery of the United Church of Canada
NOTES TO FINANCIAL STATEMENTS

(Unaudited)

December 31, 2014

1. PURPOSE OF THE ASSOCIATION

The Church Extension Board, the "Board", is an independent incorporated board within Presbytery. It is incorporated under the Nova Scotia Societies Act and is supervised by Conference. Since inception, in the 1950's, the Board has given loans to Applicants; to build, to repair, to expand. The Board is not intended to be the main lender in major projects. It is intended to provide seed money and encouragement for the dreams and aspirations of the member churches and to show financial support, especially when projects need additional money from the National Church. The Board is intended to further the work of the United Church of Canada within Presbytery.

The Board has the sole purpose of holding funds, in Trust, for the United Church of Canada and using these funds to make loans to Applicants from within the bounds of Presbytery.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Fund accounting

The general fund accounts for the organizations' program delivery and administrative activities

Revenue and expense recognition

Revenues and expenses are recorded on the accrual basis whereby obligations and entitlements existing as at the year end are included in the determination of the unrestricted fund.

Tangible Capital Assets

The Association qualifies as a "small" not-for-profit organization and is not required to capitalize and amortize tangible capital assets when acquired. Tangible capital assets not recorded in the statement of financial position comprise of a computer and related equipment. \$1,454 in tangible capital assets was expensed in the statement of operations in the current year.

Contributed services

Volunteers contribute their time to assist the Society in carrying out its service delivery activities. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

Church Extension Board of Halifax Presbytery of the United Church of Canada
NOTES TO FINANCIAL STATEMENTS

(Unaudited)

December 31, 2014

3. MORTGAGES' RECEIVABLE

Camp Kidston, repayable in blended monthly instalments of \$811 including interest at 3%, maturing December, 2014

	2014		2013
	\$ 77,172	\$	76,878

Cole Harbour/Woodside, repayable in blended monthly instalments of \$555 including interest at 6% maturing November, 2022

20,216	36,361
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Port Wallis, repayable in blended monthly instalments of \$295 including interest at 6%, maturing August, 2022

10,469	18,956
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St. James (Dartmouth), repayable in blended monthly instalments of \$808 including interest at 3%, maturing January, 2019

0	648
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St. John, (Beaverbank), repayable in blended monthly instalments of \$148 including interest at 6%, maturing June, 2015

732	2,460
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Knox United, repayable in blended monthly instalments of \$386 including interest at 3%, maturing January, 2016

4,935	9,349
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St. John's (Halifax), repayable in blended monthly instalments of \$482 including interest at 3%, maturing December, 2018

21,812	26,869
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St. Paul's, repayable in blended monthly instalments of \$386 including interest at 3%, maturing September, 2020

24,451	28,289
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St. Lukes, repayable in blended monthly instalments of \$555 including interest at 6%, maturing December, 2024

50,000	0
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Less current portion

209,787	199,810
26,790	38,591
<u>\$ 182,997</u>	<u>\$ 161,219</u>