

CENTRE STREET CHURCH
Financial Statements
Year Ended June 30, 2021

CENTRE STREET CHURCH
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Year Ended June 30, 2021

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Management's Responsibility for Financial Reporting

The financial statements of Centre Street Church have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Centre Street Church's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Board of Governors is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board carries out this responsibility principally through its Finance and Audit Committee. The Finance and Audit Committee is appointed by the Board and meets periodically with management and the auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Finance and Audit Committee reports to the Board of Governors prior to its approval of the financial statements. The Committee also considers, for review by the Board and approval by the members, the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the members by Dart Bryant LLP, Chartered Professional Accountants, in accordance with Canadian generally accepted auditing standards.



Clementine Osah
Finance Manager

Calgary, AB
September 28, 2021



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INDEPENDENT AUDITOR'S REPORT

To the Members of Centre Street Church

Opinion

We have audited the financial statements of Centre Street Church (the Church), which comprise the statement of financial position as at June 30, 2021, and the statements of operations and changes in fund balances and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Church as at June 30, 2021 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.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Church in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the information other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the Church's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Church or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Church's financial reporting process.

(continues)



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Church's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Church's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Church to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

September 28, 2021


Chartered Professional Accountants

CENTRE STREET CHURCH
Statement of Financial Position
June 30, 2021

	City Mission General Fund 2021	Global Mission General Fund 2021	Other Funds 2021	Capital Funds 2021	Total 2021	Total 2020
ASSETS						
CURRENT						
Cash and cash equivalents	\$ 583,180	\$ -	\$ 4,541,141	\$ 9,136,244	\$ 14,260,565	\$ 17,412,402
Investments (Note 5)	15,279	-	-	6,234,598	6,249,877	10,866,470
Accounts receivable (Note 4)	-	-	26,212	-	26,212	485,319
GST recoverable	70,494	-	-	339,055	409,549	152,684
Inventory (Note 2)	-	-	76,928	-	76,928	80,000
Prepaid expenses	61,027	19,048	-	14,443	94,518	20,000
	<u>729,980</u>	<u>19,048</u>	<u>4,644,281</u>	<u>15,724,340</u>	<u>21,117,649</u>	<u>29,016,875</u>
PROPERTY AND EQUIPMENT (Note 6)	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,137,583</u>	<u>51,137,583</u>	<u>36,690,718</u>
	<u>\$ 729,980</u>	<u>\$ 19,048</u>	<u>\$ 4,644,281</u>	<u>\$ 66,861,923</u>	<u>\$ 72,255,232</u>	<u>\$ 65,707,593</u>
LIABILITIES AND FUND BALANCES						
CURRENT						
Accounts payable and accrued liabilities	\$ 229,980	\$ -	\$ -	\$ 1,689,410	\$ 1,919,390	\$ 1,689,609
Interfund loans	-	19,048	(19,048)	-	-	-
	<u>229,980</u>	<u>19,048</u>	<u>(19,048)</u>	<u>1,689,410</u>	<u>1,919,390</u>	<u>1,689,609</u>
FUND BALANCES (Note 7)						
Internally restricted: Capital invested (Note 6)	-	-	-	49,448,173	49,448,173	36,690,718
Internally restricted: Other (Notes 7, 8)	500,000	-	4,663,329	15,724,340	20,887,669	27,327,266
	<u>500,000</u>	<u>-</u>	<u>4,663,329</u>	<u>65,172,513</u>	<u>70,335,842</u>	<u>64,017,984</u>
	<u>\$ 729,980</u>	<u>\$ 19,048</u>	<u>\$ 4,644,281</u>	<u>\$ 66,861,923</u>	<u>\$ 72,255,232</u>	<u>\$ 65,707,593</u>

COMMITMENTS (Note 9) CONTINGENCIES (Note 12)

ON BEHALF OF THE BOARD



Governor



Governor

Please see accompanying notes to the financial statements

CENTRE STREET CHURCH
Statement of Operations and Changes in Fund Balances
Year Ended June 30, 2021

	City Mission General Fund 2021	Global Mission General Fund 2021	Other Funds 2021	Capital Funds 2021	Total 2021	Total 2020
REVENUES						
Ministry & missions	\$ 9,526,553	\$ 2,506,826	\$ -	\$ 3,609,973	\$ 15,643,352	\$ 17,166,258
Missions designated	-	-	129,639	-	129,639	135,785
Programs	31,759	4,860	17,250	-	53,869	503,970
Sales and services	-	-	15,097	-	15,097	430,243
Investment income	16,564	342	16,574	162,699	196,179	644,235
Gain on sale of property	-	-	-	18,221	18,221	10,925
Government subsidies (Note 4)	9,330	435,000	975,517	5,000	1,424,847	560,319
	<u>9,584,206</u>	<u>2,947,028</u>	<u>1,154,077</u>	<u>3,795,893</u>	<u>17,481,204</u>	<u>19,451,735</u>
EXPENSES						
Staff and contract	5,343,013	441,560	231,301	-	6,015,874	6,683,826
Designated missions	-	-	129,459	-	129,459	135,785
Ministry, operations and support	1,933,739	1,647,671	126,020	510,168	4,217,598	5,590,602
Amortization	-	-	-	800,415	800,415	754,051
	<u>7,276,752</u>	<u>2,089,231</u>	<u>486,780</u>	<u>1,310,583</u>	<u>11,163,346</u>	<u>13,164,264</u>
EXCESS (DEFICIENCY) OF OPERATIONS	2,307,454	857,797	667,297	2,485,310	6,317,858	6,287,471
TRANSFERS (Schedule 1)						
Transfer of fund surpluses	(2,307,454)	(857,797)	624,717	2,540,534	-	-
	-	-	1,292,014	5,025,844	6,317,858	6,287,471
FUND BALANCES - beginning of year	500,000	-	3,371,315	60,146,669	64,017,984	57,730,513
FUND BALANCES - end of year	<u>\$ 500,000</u>	<u>\$ -</u>	<u>\$ 4,663,329</u>	<u>\$ 65,172,513</u>	<u>\$ 70,335,842</u>	<u>\$ 64,017,984</u>

Please see accompanying notes to the financial statements

CENTRE STREET CHURCH

Statement of Cash Flows

Year Ended June 30, 2021

	City Mission General Fund 2021	Global Mission General Fund 2021	Other Funds 2021	Capital Funds 2021	Total 2021	Total 2020
OPERATING ACTIVITIES						
Excess (deficiency) of operations	\$ 2,307,454	\$ 857,797	\$ 667,297	\$ 2,485,310	\$ 6,317,858	\$ 6,287,471
Items not affecting cash:						
Amortization (Note 6)	-	-	-	800,415	800,415	754,051
Gain on sale of property	-	-	-	(18,221)	(18,221)	(10,925)
Interfund transfers	(2,307,454)	(857,797)	624,717	2,540,534	-	-
	-	-	1,292,014	5,808,038	7,100,052	7,030,597
Changes in non-cash working capital:						
Accounts receivable	485,319	-	(26,213)	-	459,106	(485,319)
Inventory	-	-	3,072	-	3,072	333
Accounts payable and accrued liabilities	85,055	-	-	144,724	229,779	1,589,608
Prepaid expenses	(41,027)	(19,048)	-	(14,443)	(74,518)	-
GST recoverable	(26,131)	-	-	(230,733)	(256,864)	(90,103)
Interfund loan accounts	-	19,048	(19,048)	-	-	-
	503,216	-	(42,189)	(100,452)	360,575	1,014,519
Cash flow from operating activities	503,216	-	1,249,825	5,707,586	7,460,627	8,045,116
INVESTING ACTIVITIES						
Purchase of property and equipment	-	-	-	(15,247,278)	(15,247,278)	(8,819,800)
Mortgage receivable repayment	-	-	-	-	-	2,000,000
Investments	(5,049)	-	802,930	3,818,712	4,616,593	11,894,809
Proceeds on the disposal of equipment	-	-	-	18,221	18,221	10,925
Cash flow from (used by) investing activities	(5,049)	-	802,930	(11,410,345)	(10,612,464)	5,085,934
INCREASE (DECREASE) IN CASH FLOW	498,167	-	2,052,755	(5,702,759)	(3,151,837)	13,131,050
Cash and cash equivalents - beginning of year	85,013	-	2,488,386	14,839,003	17,412,402	4,281,352
CASH AND CASH EQUIVALENTS (DEFICIENCY) - END OF YEAR	\$ 583,180	\$ -	\$ 4,541,141	\$ 9,136,244	\$ 14,260,565	\$ 17,412,402
CASH CONSISTS OF:						
Cash	\$ 202,310	\$ -	\$ 31,779	\$ 1,326,556	\$ 1,560,645	\$ 2,014,746
High interest saving accounts	380,870	-	4,509,362	4,590,408	9,480,640	11,830,801
Treasury Bill Savings account	-	-	-	3,219,280	3,219,280	3,566,855
	\$ 583,180	\$ -	\$ 4,541,141	\$ 9,136,244	\$ 14,260,565	\$ 17,412,402

Please see accompanying notes to the financial statements

CENTRE STREET CHURCH
Notes to Financial Statements
Year Ended June 30, 2021

1. PURPOSE OF THE ORGANIZATION

Centre Street Church ("the Church") is a member of the Evangelical Missionary Church of Canada (EMCC), operated through a federally incorporated body and registered with Canada Revenue Agency as a charitable organization and accordingly is exempt from income taxes.

The Biblical purpose for the Church is to glorify God through exalting Him, edifying one another and equipping believers for effective ministry and outreach, which is done by pursuing God, pursuing relationships, pursuing mission, pursuing generosity and pursuing simplicity.

The continued operation of the Church is dependent on the continued support of interested individuals.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These financial statements are prepared in accordance with Canadian generally accepted accounting standards for not-for-profit organizations on a going concern basis and include the following policies:

Fund accounting

These financial statements include the revenues, expenses, assets, liabilities and fund balances of the funds controlled and administered directly by the Church.

The funds are summarized for reporting as follows:

- City Mission General fund,
- Global Mission General fund,
- Other funds (including Appleseed Resource, CSC Scholarship Funds, Café, City Mission Opportunity, Designated Missions, Facility Rental, Global Mission Opportunity Fund, HR Contingency, Mission Trips, Musical Training, Pastoral Training, Wedding),
- Capital funds (including City Mission Capital Development, City Mission Sustaining Capital, and Global Mission Capital Development Fund).

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment when there are indicators of impairment. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Financial instruments of the Church include cash and cash equivalents, accounts receivable, GST recoverable, investments, and accounts payable all measured at amortized cost.

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CENTRE STREET CHURCH
Notes to Financial Statements
Year Ended June 30, 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Cash and cash equivalents

Cash and cash equivalents are comprised of cash and short term deposits with original maturities less than three months at the time of purchase or having the capacity of prompt liquidation.

Inventory

Inventory of books and other items for sale in the Appleseed Resource Centre is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis. Inventory recognized as an expense during the year amounted to \$3,072 (2020: \$82,076).

Property and equipment

Property and equipment are recorded at cost less accumulated amortization. Property and equipment are amortized over their estimated useful lives at the following rates and methods:

Buildings	40 years	straight-line method
Parking lots	20 years	straight-line method
Furniture and equipment	5 years	straight-line method
Computer equipment	5 years	straight-line method
Audio Visual equipment	5 years	straight-line method
Motor vehicles	10 years	straight-line method

The Church regularly reviews its property and equipment to eliminate obsolete items.

Purchases less than \$10,000 with a life less than 5 years are expensed as purchased. Contributed assets are recorded at their estimated fair value at their date of contribution.

Buildings under construction will not be amortized until in use.

Impairment of Long Lived Assets

The Church tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

Revenue recognition

The Church follows the deferral method of accounting for contributions where externally restricted contributions are recognized as revenue in the year in which the related expenses are incurred and, if the restricted contribution is for the purchase of non-depreciable capital assets, directly as an increase to fund balances. Unrestricted contributions to specific funds are recognized when received or receivable.

Programs, services and sales revenue are recorded as earned and include such programs as Alpha, Recovery, VBS and various events for which participation is considered more important than the completeness of revenue. Investment income is recorded as earned.

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CENTRE STREET CHURCH
Notes to Financial Statements
Year Ended June 30, 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributed services and goods

Volunteers contribute a significant number of hours each year to assist the Church in carrying out its mission. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements. Contributed goods would only be recorded if the value can be determined and the item would otherwise be purchased (none recognized).

Allocated expenses

The Church reports its expenses based on function (Staff and contract, Designated missions, Ministry, operations and support) with expenses not directly related to a function being included in Ministry, operations and support.

No fundraising costs have been incurred in 2021 nor 2020. All general expenses are included in general fund operations.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian Accounting Standards for Not-for-Profit Organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period.

In the financial statements of the Church, the more significant areas for which management is required to make estimates include the valuation and impairment of accounts receivable, inventory and property and equipment, the amounts of accrued liabilities. Actual amounts could differ from those estimates.

CENTRE STREET CHURCH
Notes to Financial Statements
Year Ended June 30, 2021

3. FINANCIAL INSTRUMENTS

The Church's financial instruments in the balance sheet are comprised of cash and cash equivalents, accounts receivable, GST recoverable, investments, and accounts payable and all current liabilities. All are recorded at amortized cost.

Credit risk

Credit risk arises from the possibility that third parties may default on their financial obligations. The Church is exposed to credit risk on cash which is minimized by ensuring that cash is held with credible financial institutions.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The Church is mainly exposed in regards to stock donations received which are liquidated shortly after receipt.

a) Currency risk

Currency risk is the risk that the value of financial instruments denominated in currencies other than the reporting currency of the Church will fluctuate due to changes in foreign exchange rates. The Church is not exposed to foreign currency risk.

b) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. The Church is exposed to interest rate risk on its fixed and floating rate cash and cash equivalents. In seeking to minimize the risks from interest rate fluctuations, the Church manages these risks through diversified short term deposits with financial institutions.

c) Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Church is not exposed to significant other price risk.

Liquidity risk

Liquidity risk is the risk that the Church will encounter difficulty in meeting obligations associated with financial liabilities. In minimizing the liquidity risk, the Church prepares annual budgets for each fund and actively monitors its cash flows from operating, investing and financing activities.

CENTRE STREET CHURCH
Notes to Financial Statements
Year Ended June 30, 2021

4. ACCOUNTS RECEIVABLE

Below is a summary of subsidies and grants the Church received during the year:

	<u>2021</u>	<u>2020</u>
<u>Government assistance received</u>		
Grants received for compassion ministries:		
- Federal grant	\$ 75,000	\$ -
- Provincial emergency resilience grants	270,000	-
- Alberta grant	90,000	50,000
	<u>435,000</u>	50,000
CERS rent subsidy received	36,989	-
Provincial facility relaunch grant	5,000	-
Summer student grant	9,330	-
CEWS wage subsidy received	938,528	485,319
10% Wage subsidy received during Covid-19	-	25,000
Total support revenue received	<u>1,424,847</u>	560,319
Amounts received during the year	<u>(1,398,635)</u>	<u>(75,000)</u>
Accounts receivable	<u>\$ 26,212</u>	<u>\$ 485,319</u>

The Canada Emergency Rent Subsidy outstanding (\$26,212) was received subsequent to year end for periods 6 to 8.

5. INVESTMENTS

	<u>2021</u>	<u>2020</u>
GIC with ATB Securities at interest rate of 2.21% and maturity September 20, 2020	\$ -	\$ 2,036,571
GIC with ATB Securities at interest rate of 1.5% and maturity April 8, 2021	-	3,010,356
GIC with ATB Securities at interest rate of 1.82% and maturity April 8, 2021	-	1,004,188
GIC with ATB Securities at interest rate of 1.5% and maturity April 17, 2021	-	2,587,430
GIC with ATB Securities at interest rate of 1.1% and maturity May 26, 2021	-	2,217,695
GIC with ATB Securities at interest rate of 0.68% and maturity July 2, 2021	1,510,144	-
GIC with ATB Securities at interest rate of 0.68% and maturity July 3, 2021	2,516,860	-
GIC with ATB Securities at interest rate of 0.45% and maturity September 3, 2021	2,207,594	-
RBC Direct Investing	15,279	10,230
	<u>\$ 6,249,877</u>	<u>\$ 10,866,470</u>

CENTRE STREET CHURCH
Notes to Financial Statements
Year Ended June 30, 2021

6. PROPERTY AND EQUIPMENT

	Cost	Accumulated amortization	2021 Net book value	2020 Net book value
Land	\$ 16,644,081	\$ -	\$ 16,644,081	\$ 16,644,081
Buildings	14,907,247	6,390,261	8,516,986	8,903,073
Buildings - under construction	24,736,543	-	24,736,543	9,819,832
Parking lots	1,076,907	919,563	157,344	211,190
Furniture and equipment	7,934,628	7,765,081	169,547	222,218
Motor vehicles	17,410	6,964	10,446	13,928
Computer equipment	408,248	173,591	234,657	311,329
Audio Visual equipment	926,047	258,068	667,979	565,067
	<u>\$ 66,651,111</u>	<u>\$ 15,513,528</u>	<u>\$ 51,137,583</u>	<u>\$ 36,690,718</u>

On November 1, 2017, the Church received a donation of \$11 million for the purpose of purchasing land for the NW Campus. Land costing \$11,271,153 was purchased on November 1, 2017.

The capitalized costs (Build More Room For God) to date are \$24,736,543 (2020: \$10,009,976) (included as buildings - under construction).

7. CHANGES IN FUND BALANCES

	Fund Balances			Total
	Capital Invested	Internally Restricted (Note 8)	Unrestricted	
	\$	\$	\$	\$
OPENING	36,690,718	27,327,266	-	64,017,984
Net excess of revenues over expenses			6,317,858	6,317,858
Changes in Capital				
- amortization	(800,415)		800,415	-
- purchases	15,247,278		(15,247,278)	-
- payables relating to build	(1,689,408)	1,689,408	-	-
Changes in Internally Restricted				
- Other funds		1,292,015	(1,292,015)	-
- Capital		(9,421,020)	9,421,020	-
ENDING	<u>49,448,173</u>	<u>20,887,669</u>	<u>-</u>	<u>70,335,842</u>

CENTRE STREET CHURCH
Notes to Financial Statements
Year Ended June 30, 2021

8. INTERNALLY RESTRICTED FUNDS

	2021	2020
City Missions General		
Reserve balance	\$ 500,000	\$ 500,000
Other Funds		
Appleseed Resource	25,789	15,545
CSC Scholarship Funds	151,225	156,730
Cafe	25,000	98,526
City Mission Opportunity	2,478,188	1,158,991
Facility Rental	-	97,716
Global Mission Opportunity Fund	1,620,180	1,472,504
HR Contingency	200,711	250,164
Musical Training	-	38,973
Pastoral Training	102,365	71,721
Wedding	8,957	10,445
Mission trips	50,734	-
Designated missions fund	180	-
	4,663,329	3,371,315
Capital		
City Mission Capital Development	13,057,083	20,162,073
City Mission Sustaining Capital	1,749,566	2,257,125
Global Mission Capital Development	917,691	1,036,753
	15,724,340	23,455,951
Grand total	\$ 20,887,669	\$ 27,327,266

9. COMMITMENTS

The Church has leases with respect to church campuses. Future minimum lease payments as at year end are as follows:

2022	\$ 240,764
2023	108,264
2024	100,764
2025	100,764
2026	100,764
Thereafter	116,266
	\$ 767,586

10. PENSIONS

The Church participates in a defined contribution pension plan through the Evangelical Missionary Church of Canada, the funds of which are administered by Sunlife. The current pension expense is \$92,627 (2020:\$88,073). At the year end, the Church had no unrecorded pension liabilities.

CENTRE STREET CHURCH
Notes to Financial Statements
Year Ended June 30, 2021

11. TRANSACTIONS WITH AFFILIATED MINISTRIES

Payments to and support for affiliated ministries of EMCC have been made during the year. These amounts have been recorded as payments in missions, operations and support.

	<u>2021</u>	<u>2020</u>
EMCC and EMCC affiliated camps, schools and mission projects	<u>\$ 398,795</u>	<u>\$ 389,477</u>
	<u>\$ 398,795</u>	<u>\$ 389,477</u>

All these transactions are recorded at the exchange amount, which is the consideration agreed to by the parties.

12. CONTINGENCIES

The World Health Organization categorized the outbreak of a strain of the novel coronavirus (COVID-19) as a pandemic which has lead to a number of public health and emergency measures which have been put in place by various levels of government to attempt to combat the spread of the virus. At this time, the duration and potential impact of COVID-19 remains unknown and it is not possible to reliably estimate the impact these events may have on the financial results and condition of the Church in future periods.

13. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

CENTRE STREET CHURCH

**Transfers
(Schedule 1)**

Year Ended June 30, 2021

	City Mission General Fund 2021	Global Mission General Fund 2021	Other Funds 2021	Capital Funds 2021	Total 2021	Total 2020
Operations subsidies and surplus transfers						
Transfer to City Missions Sustaining capital (5%)	\$ (476,375)	\$ -	\$ -	\$ 476,375	\$ -	\$ -
Transfers to Pastoral Training Fund	(40,000)	-	40,000	-	-	-
Transfers to Appleseed Fund	(25,000)	-	25,000	-	-	-
Transfers to HR Contingency Fund	(175,000)	-	175,000	-	-	-
Transfers to City Mission Opportunity fund	(591,079)	-	591,079	-	-	-
Transfer to City Missions Sustaining Capital fund	-	-	(183,212)	183,212	-	-
Transfers from Global Missions General fund	-	(857,797)	250,000	607,797	-	-
Transfers to City Mission Sustaining Capital fund	(500,000)	-	(273,150)	773,150	-	-
Transfer to City Mission Capital Development fund	\$ (500,000)	\$ -	\$ -	\$ 500,000	\$ -	\$ -
Total Interfund transfers	\$ (2,307,454)	\$ (857,797)	\$ 624,717	\$ 2,540,534	\$ -	\$ -