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ST. STEPHEN'S ANGLICAN CHURCH

FINANCIAL STATEMENTS

December 31, 2014

INDEPENDENT AUDITOR'S REPORT

To the Members of St. Stephen's Anglican Church:

I have audited the accompanying financial statements of St. Stephen's Anglican Church which comprise the statement of financial position as at December 31, 2014 and the statements of revenues and expenditures, changes in fund balances and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Organization's responsibility for the Financial Statements

The Organization 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 the organization determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 the auditor's 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, the auditor considers 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of St. Stephen's Anglican Church as at December 31, 2014 and its financial performance for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Saskatoon, Saskatchewan
February 4, 2015



Certified General Accountant, Prof. Corp.

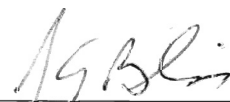
ST. STEPHEN'S ANGLICAN CHURCH

STATEMENT OF FINANCIAL POSITION

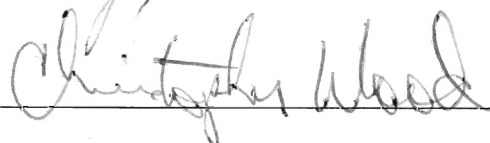
December 31, 2014

	<u>2014</u>	<u>2013</u>
ASSETS		
Current assets		
Cash floats	\$ 1,400	\$ 1,400
Bank accounts	4,741	10,457
Receivable	935	519
Cookbook inventory	2,154	-
Prepaid expenses	<u>-</u>	<u>325</u>
	9,230	12,701
Investments (Notes 2 and 4)	32,141	25,684
Capital assets (Notes 2 and 3)	<u>254,709</u>	<u>254,709</u>
Total assets	<u>\$ 296,080</u>	<u>\$ 293,094</u>
LIABILITIES		
Current liabilities		
Payables (Note 2)	\$ 14,182	\$ 9,833
FUND BALANCE		
Invested in capital assets	254,709	254,709
General fund	<u>27,189</u>	<u>28,552</u>
Total fund balances	<u>281,898</u>	<u>283,261</u>
Total liabilities and fund balance	<u>\$ 296,080</u>	<u>\$ 293,094</u>

APPROVED ON BEHALF OF THE VESTRY



Vestry Member



Vestry Member

See accompanying notes

JAMES H. STINN, CERTIFIED GENERAL ACCOUNTANT, PROF. CORP.

ST. STEPHEN'S ANGLICAN CHURCH
STATEMENT OF RECEIPTS, EXPENDITURES AND FUND BALANCES
FOR THE YEAR ENDED December 31, 2014

	<u>General</u>	<u>Capital</u>	<u>2014</u>	<u>2013</u>
Receipts:				
Open offerings	\$ 3,046	\$ -	\$ 3,046	\$ 3,085
Parish use offerings via envelopes	170,471	13,540	184,011	169,524
Bequest	-	-	-	6,762
Other receipts	14,098	-	14,098	11,767
Income on investments	1,537	-	1,537	1,189
Outreach offerings	<u>10,413</u>	<u>-</u>	<u>10,413</u>	<u>2,181</u>
Total receipts	<u>199,565</u>	<u>13,540</u>	<u>213,105</u>	<u>194,508</u>
Expenditures:				
Personnel (Note 5)	124,885	-	124,885	124,901
Fair share levy	33,392	-	33,392	32,141
Outreach: Designated	10,413	-	10,413	125
Parish	3,207	-	3,207	3,339
Administration	10,230	-	10,230	11,956
Programs & worship	5,806	-	5,806	7,302
Property	<u>13,427</u>	<u>-</u>	<u>13,427</u>	<u>12,972</u>
Total expenditures	<u>201,360</u>	<u>-</u>	<u>201,360</u>	<u>192,736</u>
Surplus (Deficit) before capital purchases	(1,795)	13,540	11,745	1,772
Capital (Note 6)	<u>-</u>	<u>13,108</u>	<u>13,108</u>	<u>-</u>
Net change in fund balances	(1,795)	432	(1,363)	1,772
Fund balances, start of year	28,552	254,709	283,261	281,490
Transferred to General Fund	<u>432</u>	<u>(432)</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	\$ <u>27,189</u>	\$ <u>254,709</u>	\$ <u>281,898</u>	\$ <u>283,262</u>

See accompanying notes

JAMES H. STINN, CERTIFIED GENERAL ACCOUNTANT, PROF. CORP.

ST. STEPHEN'S ANGLICAN CHURCH
STATEMENT OF CHANGES IN CASH FLOW
FOR THE YEAR ENDED December 31, 2014

	2014	2013
Operating Activities:		
Operations		
Change in net assets of operating fund - for the year	\$ (1,363)	\$ 1,772
Net change in non-cash working capital account		
Accounts receivable	(416)	(48)
Cook book inventory	(2,154)	-
Prepaid expenses	325	(325)
Accounts payable	4,349	(1,098)
	741	301
Financing Activities		
Net change in long term investments	(6,457)	5,964
Increase (Decrease) in Cash	(5,716)	6,265
Cash, beginning of year	11,857	5,592
Cash, end of year	\$ 6,141	\$ 11,857

See accompanying notes

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ST. STEPHEN'S ANGLICAN CHURCH

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2014

1. Purpose of organization

St. Stephen's Anglican Church is a legally constituted Parish which is part of the Anglican Church of Canada through the Diocese of Saskatoon. As a registered charity the Church is exempt, under the Canadian Income Tax Act, from tax on its income and can issue official receipts for donations under the provisions of the Act.

2. Summary of significant accounting policies

The financial statements of the Church have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Capital Assets

The amounts expended for small capital asset additions are recorded as an expenditure in the year in which they are made. Amortization is not calculated on the building.

Revenue Recognition

Restricted contributions are recognized as receipts of the appropriate fund in the year in which the related expenditures are incurred. Unrestricted contributions are recognized as receipts of the general fund when received or receivable if the amount to be received can be reasonably estimated and collection reasonably assured.

Financial instruments

The financial instruments of the Church consist of cash, receivables, investments and payables. Unless otherwise noted, it is the Vestry's opinion that the Church is not exposed to significant currency or credit risks arising from these financial instruments.

3. Capital assets and insurance

	<u>2014</u>	<u>2013</u>
Land	\$ 886	\$ 886
Building	<u>253,823</u>	<u>253,823</u>
	<u>\$ 254,709</u>	<u>\$ 254,709</u>

Insurance coverage is carried on all church property for estimated replacement costs. Coverage throughout 2014 was \$1,080,188 on the building and all contents. Liability insurance is also carried covering for claims arising from personal injury occurring on the premises, Directors & Officers liability, sexual abuse, religious counselling, employee's and director's personal vehicles used while on church business, and comprehensive general liability.

ST. STEPHEN'S ANGLICAN CHURCH

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2014

4. Investments

	<u>Market Value</u>	<u>2014 Book Value</u>	<u>2013 Book Value</u>
TD Corporate Bond Fund mutual funds	\$ 14,125	\$ 13,769	\$ 13,769
Manulife Strategic Income Fund	10,304	9,932	3,475
400 Brompton Split Banc Corp Class A	5,452	4,440	4,440
400 Brompton Split Banc Corp Preferred	<u>4,088</u>	<u>4,000</u>	<u>4,000</u>
	<u>\$ 33,969</u>	<u>\$ 32,141</u>	<u>\$ 25,684</u>

5. Personnel

	<u>2014</u>	<u>2013</u>
Priest's stipend	\$ 42,465	\$ 40,130
Benefits on priest's compensation	12,089	11,335
Priest's housing allowance	18,054	19,489
Associate Priest	1,000	800
Children/Youth Ministry Director	9,036	8,856
Church officer and janitor	6,564	6,564
Employee benefits (EI, CPP and workers' compensation)	5,710	5,495
Guests and relief clergy	-	250
Organist salary	7,572	7,416
Relief secretary	1,279	-
Office Administrator	20,912	24,021
Staff training and workshops	<u>204</u>	<u>545</u>
	<u>\$ 124,885</u>	<u>\$ 124,901</u>

6. Capital expenditures

	<u>2014</u>	<u>2013</u>
Furnaces and air conditioning	\$ 10,957	\$ -
Computer	1,076	-
Snowblower	<u>1,075</u>	<u>-</u>
	<u>\$ 13,108</u>	<u>\$ -</u>