

THE UNITED CHURCH IN MEADOWOOD

Financial Statements

Year Ended December 31, 2024

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of The United Church in Meadowood

We have reviewed the accompanying financial statements of The United Church in Meadowood (the organization) that comprise the statement of financial position as at December 31, 2024, and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended, and 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 (ASNPO), 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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.



Independent Practitioner's Review Engagement Report to the Members of The United Church in Meadowood
(continued)

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of The United Church in Meadowood as at December 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

Winnipeg, Manitoba
March 28, 2025



Chartered Professional Accountants Inc.

THE UNITED CHURCH IN MEADOWOOD

Statement of Financial Position

December 31, 2024

	2024	2023
ASSETS		
CURRENT		
Cash	\$ 258,088	\$ 111,953
Restricted cash	-	127,516
Term deposits <i>(Note 3)</i>	71,058	90,671
Accounts receivable	13,941	4,271
	343,087	334,411
CAPITAL ASSETS <i>(Note 4)</i>	961,460	491,853
	\$ 1,304,547	\$ 826,264
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 67,784	\$ 10,214
Current portion of long term debt <i>(Note 5)</i>	31,550	-
	99,334	10,214
LONG TERM DEBT <i>(Note 5)</i>	102,675	-
DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS <i>(Note 6)</i>	409,911	138,806
DEFERRED CONTRIBUTIONS RELATED TO EARTHSONG	4,525	-
	616,445	149,020
NET ASSETS		
General fund	668,487	651,356
Capital fund	5,258	5,258
Memorial fund	14,357	20,630
	688,102	677,244
	\$ 1,304,547	\$ 826,264

THE UNITED CHURCH IN MEADOWOOD
Statement of Revenues and Expenditures
Year Ended December 31, 2024

	2024	2023
REVENUES		
General offering	\$ 251,063	\$ 253,105
Fundraising	33,197	34,654
Mission and Service fund offering	27,424	27,723
Hall rentals	17,550	24,883
Donations to memorial fund	16,462	5,898
Other income	13,163	6,067
Deferred contributions related to capital assets <i>(Note 6)</i>	4,326	2,823
Small change offering	1,255	1,106
Cookbook sales	-	517
	364,440	356,776
EXPENSES		
Amortization	18,664	17,601
Business taxes, licenses and memberships	509	509
Committee expenses	16,573	17,666
Cookbook expenses	-	440
Insurance	5,639	5,798
Janitorial services and supplies	8,825	8,081
Memorial fund maintenance	22,736	3,079
Mission and Service fund remittances	27,494	27,723
Office	8,334	7,000
Prairie to Pine Region assessment	12,819	11,849
Professional fees	3,312	3,615
Property taxes	2,508	2,494
Remittance to other charities	1,250	119
Repairs and maintenance	24,066	10,659
Salaries and wages	186,367	180,433
Small change remittances	1,256	1,106
Training	500	-
Utilities	12,730	15,605
	353,582	313,777
EXCESS OF REVENUES OVER EXPENSES	\$ 10,858	\$ 42,999

THE UNITED CHURCH IN MEADOWOOD

Statement of Changes in Net Assets

Year Ended December 31, 2024

	General Fund	Capital Fund	Memorial Fund	2024	2023
NET ASSETS - BEGINNING OF YEAR	\$ 651,356	\$ 5,258	\$ 20,630	\$ 677,244	\$ 634,245
EXCESS OF REVENUES OVER EXPENSES	17,131	-	(6,273)	10,858	42,999
NET ASSETS - END OF YEAR	\$ 668,487	\$ 5,258	\$ 14,357	\$ 688,102	\$ 677,244

THE UNITED CHURCH IN MEADOWOOD**Statement of Cash Flows****Year Ended December 31, 2024**

	2024	2023
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 10,858	\$ 42,999
Items not affecting cash:		
Amortization of capital assets	18,664	17,600
Deferred contributions recognized in revenue	(4,326)	(2,823)
	25,196	57,776
Changes in non-cash working capital:		
Accounts receivable	(9,670)	(1,499)
Accounts payable and accrued liabilities	57,571	(6,888)
	47,901	(8,387)
Cash flow from operating activities	73,097	49,389
INVESTING ACTIVITIES		
Purchase of capital assets	(488,272)	(1,042)
Purchase of term deposits	19,613	(67,571)
Deferred contributions related to capital assets received	275,431	127,516
Cash restricted for capital asset purchases	127,516	(127,516)
Deferred contributions related to grants	4,525	-
Cash flow used by investing activities	(61,187)	(68,613)
FINANCING ACTIVITIES		
Proceeds from long term financing	150,000	-
Repayment of long term debt	(15,775)	-
Cash flow from financing activities	134,225	-
INCREASE (DECREASE) IN CASH FLOW	146,135	(19,224)
CASH - BEGINNING OF YEAR	111,953	131,177
CASH - END OF YEAR	\$ 258,088	\$ 111,953

THE UNITED CHURCH IN MEADOWOOD

Notes to Financial Statements

Year Ended December 31, 2024

1. DESCRIPTION OF ORGANIZATION

The United Church in Meadowood (the "organization") is a not-for-profit organization incorporated provincially under the Corporations Act of Manitoba. As a registered charity the church is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

The church operates to worship, provide Christian education programs, raise awareness of social justice issues, provide pastoral care and fellowship opportunities, share our facilities with community groups and donate funds to the Mission and Service fund of The United Church of Canada.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

Fund accounting

The United Church in Meadowood follows the deferral method of accounting for contributions.

Revenues and expenses related to operations are reported in the General Fund.

The Capital Fund reports the revenue and expenses related to The United Church in Meadowood's cookbook sales.

The Memorial Fund reports the revenues and expenses dedicated to the ongoing beautification of the church and for the maintenance of the Serenity Memorial Garden. The Serenity Memorial Garden is a designated space on the north-west corner of the church grounds available for use by the congregation and the wider community.

Capital assets

Capital assets are stated at cost less accumulated amortization. Capital assets are amortized over their estimated useful lives on a declining balance method at the following rate:

Audio visual equipment	25%
Buildings	5%
Furniture and equipment	10%
Parking lot	5%
Signage	20%

The Organization regularly reviews its capital assets to eliminate obsolete items. Capital assets acquired during the year are not amortized until they are put into use. Capital assets are amortized at one-half the normal rate in the year of acquisition. The Greening project came into use in December 2024, as such, the organization has recognized one month of amortization.

(continues)

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Notes to Financial Statements

Year Ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Deferred contributions related to capital assets

Deferred contributions related to capital assets consists of fundraising specifically used to pay for an electronic sign, dishwasher, and project "Greening of The United Church in Meadowood". The designated donations are recognized as revenue when the related capital asset is amortized.

Revenue recognition

The United Church in Meadowood follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. These generally include funds received via fundraising efforts and donations that are specifically used for the purchase of capital assets. It also includes any hall rental payments received in advance.

Unrestricted contributions and donations are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Fundraising revenue and cookbook sales are recognized as revenue when the transaction occurs and cash is received.

Deferred contributions related to capital assets are recognized into revenue over the useful life of the related capital asset.

Contributed services

The operations of the organization depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

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. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

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 at each reporting date.

Financial instruments measured at amortized cost include cash, accounts receivable, accounts payable and accrued liabilities.

It is management's opinion that the church is not exposed to credit risk, liquidity risk or market risk.

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Notes to Financial Statements

Year Ended December 31, 2024

3. TERM DEPOSITS

(Assinibione Credit Union)

	Cost	Accrued Interest	2024	2023
Reinvested term deposits:				
Redeemable GIC - bearing interest at 4.40% that matures on May 19, 2025	\$ 11,048	\$ 302	\$ 11,350	\$ 10,608
Redeemable GIC - bearing interest at 3.80% that matures on October 22, 2025	5,521	41	5,562	5,258
Redeemable GIC - bearing interest at 4.70% that matures on March 2, 2025	20,840	818	21,658	20,700
Redeemable GIC - bearing interest at 4.70% that matures on March 2, 2025	20,840	818	21,658	20,700
Redeemable GIC - bearing interest at 4.70% that matures on March 2, 2025	10,420	410	10,830	10,350
Matured term deposits:				
Redeemable GIC - bearing interest at 4.70% that matures on February 25, 2024	-	-	-	2,622
Redeemable GIC - bearing interest at 4.70% that matures on September 23, 2024	-	-	-	5,211
Redeemable GIC - bearing interest at 5.50% that matured on October 26, 2024	-	-	-	15,222
	\$ 68,669	\$ 2,389	\$ 71,058	\$ 90,671

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Notes to Financial Statements

Year Ended December 31, 2024

4. CAPITAL ASSETS

	Cost	Accumulated amortization	2024 Net book value
Audio visual equipment	\$ 26,055	\$ 21,676	\$ 4,379
Buildings	1,430,667	756,537	674,130
Furniture and equipment	142,437	120,979	21,458
Land	236,221	-	236,221
Parking lot	65,416	49,177	16,239
Signage	38,288	29,255	9,033
	\$ 1,939,084	\$ 977,624	\$ 961,460

	Cost	Accumulated amortization	2023 Net book value
Audio visual equipment	\$ 24,741	\$ 20,435	\$ 4,306
Buildings	951,989	744,151	207,838
Furniture and equipment	134,157	119,055	15,102
Land	236,221	-	236,221
Parking lot	65,416	48,322	17,094
Signage	38,288	26,996	11,292
	\$ 1,450,812	\$ 958,959	\$ 491,853

5. LONG TERM DEBT

	2024	2023
United Church of Canada loan which is non-interest bearing until June 30, 2025, repaid with monthly blended payments of \$2,629. The maturity date is July 31, 2029, however, the intent of the organization is to repay the loan within the next twelve months.	\$ 134,225	\$ -
Amounts payable within one year	(31,550)	-
	\$ 102,675	\$ -

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Notes to Financial Statements

Year Ended December 31, 2024

6. DEFERRED CONTRIBUTIONS RELATED TO CAPITALS ASSETS

	Opening balance	Additions	Revenue recognized	Closing balance
Electronic sign	\$ 11,290	\$ -	\$ 2,258	\$ 9,032
Greening of UCiM	127,516	269,281	1,653	395,144
Dishwasher	-	6,150	415	5,735
	\$ 138,806	\$ 275,431	\$ 4,326	\$ 409,911

The deferred contributions consist of fundraising specifically used to pay for an electronic sign, dishwasher and towards the capital campaign for Greening of UCiM.

7. COMMITTEE EXPENSES

	2024	2023
AV System Booth	\$ 2,426	\$ 112
Christian Education	5,946	4,247
Communication	909	-
Congregational Life	412	1,327
Executive	-	100
Finance	1,515	861
Gardening Group	239	266
Ministry and Personnel	496	551
Music	608	1,603
Outreach	795	828
Pastoral Care	(284)	95
Reconciliation Team	472	502
Stewardship	195	367
Worship	1,115	1,342
Worship Pulpit Supply	1,729	2,188
	\$ 16,573	\$ 14,389

8. DEFINED BENEFIT PENSION PLAN

The defined benefit plan, which is a pension plan reported in salaries and benefits and managed by The United Church of Canada, consists of employee contribution of 6% and employer contribution of 9% based on pensionable earnings.

	2024	2023
Current service costs	\$ 10,390	\$ 10,606

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Notes to Financial Statements

Year Ended December 31, 2024

9. CREDIT FACILITY

The church has a line of credit for \$20,000 via an overdraft facility through the Assiniboine Credit Union of which there was no balance owing as at December 31, 2024 (2023 - nil). The line of credit is secured by a Registered General Security Agreement. There is also a Registered Caveat on the property which is supported by a \$100,000 Demand Collateral Mortgage.