

CHRISTIAN SERVICE CENTRES OF CANADA INC.

UNAUDITED FINANCIAL STATEMENTS

APRIL 30, 2017

PETER SCHULTZE Professional Corporation
Chartered Professional Accountant

PETER SCHULTZE, BSc, MBA, CPA, CA

TELEPHONE: (519) 642-3329

FACSIMILE: (519) 642-3574

301 WELLINGTON ROAD, SOUTH
LONDON, ONTARIO
N6C 4P1

REVIEW ENGAGEMENT REPORT

To The Board of Directors of Christian Service Centres of Canada Inc.:

I have reviewed the statement of financial position of Christian Service Centres of Canada Inc. as at April 30, 2017 and the statements of changes in net assets, revenues and expenditures and cash flow for the year then ended. My review was made in accordance with Canadian generally accepted standards for review engagements and, accordingly, consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the company.

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 private enterprises.

London, Ontario
June 6, 2017



PETER SCHULTZE, CPA, CA
Licensed Public Accountant

CHRISTIAN SERVICE CENTRES OF CANADA INC.

UNAUDITED STATEMENT OF FINANCIAL POSITION

AS AT APRIL 30, 2017

	ASSETS	
	2017	2016
	\$	\$
CURRENT		
Bank	25,304	38,260
Government remittances receivable	<u>2,742</u>	<u>3,828</u>
	<u>28,046</u>	<u>42,088</u>
	LIABILITIES	
CURRENT		
Accounts payable, accruals	<u>10,105</u>	<u>10,821</u>
	NET ASSETS	
NET ASSETS	<u>17,941</u>	<u>31,267</u>
	<u>28,046</u>	<u>42,088</u>

APPROVED ON BEHALF OF THE BOARD

M. Amanda Haenni Director

D. A. Hill Director

CHRISTIAN SERVICE CENTRES OF CANADA INC.
 UNAUDITED STATEMENT OF CHANGES IN NET ASSETS
 YEAR ENDED APRIL 30, 2017

	2017	2016
	\$	\$
NET ASSETS - BEGINNING OF YEAR	31,267	47,026
Deficiency of revenues over expenditures for the year	<u>13,326</u>	<u>15,759</u>
NET ASSETS - END OF YEAR	<u>17,941</u>	<u>31,267</u>

CHRISTIAN SERVICE CENTRES OF CANADA INC.

UNAUDITED STATEMENT OF REVENUES AND EXPENDITURES

YEAR ENDED APRIL 30, 2017

	2017	2016
	\$	\$
REVENUES		
Donations	100,936	86,794
Banquets	45,698	50,103
Legacy gifts	-	18,725
Bibles	1,886	1,373
Other	<u>474</u>	<u>344</u>
	<u>148,994</u>	<u>157,339</u>
EXPENDITURES		
Staff		
Salaries	100,181	99,800
Employee costs	8,106	7,630
Mileage	15,165	10,780
Administration		
Office equipment	1,022	2,497
Facilities	7,705	7,712
Insurance	1,681	1,821
Printing	3,414	4,987
Bank charges	576	522
Telephone	1,380	1,618
Professional fees	2,209	2,167
Office, supplies, postage	5,371	6,362
Miscellaneous	1,787	2,854
Banquets, promotion	8,322	11,023
Program costs	5,401	5,309
Special project	<u>-</u>	<u>8,016</u>
	<u>162,320</u>	<u>173,098</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES FOR THE YEAR	<u><u>13,326</u></u>	<u><u>15,759</u></u>

CHRISTIAN SERVICE CENTRES OF CANADA INC.

UNAUDITED STATEMENT OF CASH FLOW

YEAR ENDED APRIL 30, 2017

	2017	2016
	\$	\$
CASH PROVIDED BY (USED IN)		
OPERATING ACTIVITIES		
Deficiency of revenues over expenditures	13,326	15,759
Changes in non-cash operating working capital		
Government remittance receivable	1,086	(2,463)
Accounts payable, accruals	<u>(716)</u>	<u>638</u>
	<u>12,956</u>	<u>17,584</u>
NET DECREASE IN CASH	12,956	17,584
BANK - BEGINNING OF YEAR	<u>38,260</u>	<u>55,844</u>
BANK - END OF YEAR	<u>25,304</u>	<u>38,260</u>

CHRISTIAN SERVICE CENTRES OF CANADA INC.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

YEAR ENDED APRIL 30, 2017

1. NATURE OF THE ORGANIZATION

Christian Service Centres of Canada Inc. mission statement is the teaching of biblical truth to children, giving them a moral and spiritual foundation for life.

The Organization is incorporated by Letters Patent in the Province of Ontario and is a registered charitable organization (charitable no - 118857770 RR 0001) with Canada Revenue Agency and is exempt from taxation under the Canadian Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Basis of presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations which occasionally involves the use of estimates. The financial statements have, in management's opinion, been properly prepared within reasonable limits and within the framework of the significant accounting policies summarized below.

b) Revenue recognition

Donations for the support of the Organization are recorded as income when the funds are received or when ownership of donated assets are transferred to the Organization. Income (other than donations) and expenses are recorded in accordance with Canadian accounting standards for not-for-profit organizations.

c) Fund accounting

Fund accounting is a basis of accounting for non-profit organizations and, accordingly, has been followed by the Organization. The Organization's financial position, statement of net assets and statement of revenues and expenditures are reflected as such.

3. IN-KIND CONTRIBUTIONS

Volunteers contribute an undeterminable number of hours per year to assist the Organization in carrying out its service delivery activities. No records have been kept to track these contributions, and accordingly they are not recorded in these statements.

cont'd

CHRISTIAN SERVICE CENTRES OF CANADA INC.
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2017

4. FACILITIES

The office premises are leased to January 2020 at \$644 per month.

5. CASH FLOW SUPPLEMENTARY INFORMATION

	2017	2016
	\$	\$
Interest paid during the year	<u>NIL</u>	<u>NIL</u>

6. FINANCIAL INSTRUMENTS

Financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities.

Credit risk

Cash and amounts receivable are exposed to credit risk due to the potential for counterparties to default on their contractual obligations. The maximum potential loss on all financial instruments is equal to the carrying amount of those items. The Organization mitigates its credit risk exposure by only dealing with contributors or financial institutes that are believed to be credit worthy.

Liquidity risk

The Organization manages its liquidity by monitoring and forecasting cash flows.