

CHRISTIAN SERVICE CENTERS OF CANADA INC.

UNAUDITED FINANCIAL STATEMENTS

APRIL 30, 2016

PETER SCHULTZE Professional Corporation  
*Chartered Accountant*

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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, 2014 and the statements of operations, changes in fund balance 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 3, 2016

PETER SCHULTZE, CPA, CA  
Licensed Public Accountant

**CHRISTIAN SERVICE CENTERS OF CANADA INC.**  
**UNAUDITED STATEMENT OF FINANCIAL POSITION**  
**AS AT APRIL 30, 2016**

**ASSETS**

	2016	2015
CURRENT		
Bank	32,542	20,971
Government Remittances Receivable	<u>3,828</u>	<u>1,365</u>
	<u>42,088</u>	<u>57,209</u>

**LIABILITIES**

CURRENT		
Accounts payable, accruals	<u>10,821</u>	<u>10,183</u>

**NET ASSETS**

NET ASSETS	<u>31,267</u>	<u>47,026</u>
	<u>42,088</u>	<u>57,209</u>

APPROVED ON BEHALF OF THE BOARD

 Director

M. Amanda Hauvri Director

**CHRISTIAN SERVICE CENTERS OF CANADA INC.**  
**UNAUDITED STATEMENT OF CHANGES IN FUND BALANCE**  
**YEAR ENDED APRIL 30, 2016**

	2016	2015
NET ASSETS - BEGINNING OF YEAR	47,026	27,067
Excess (deficiency) of revenues over expenditures	<u>(15,759)</u>	<u>19,959</u>
NET ASSETS - END OF YEAR	<u><u>31,267</u></u>	<u><u>47,026</u></u>

**CHRISTIAN SERVICE CENTERS OF CANADA INC.**

**UNAUDITED STATEMENT OF OPERATIONS**

**YEAR ENDED APRIL 30, 2016**

	2016	2015
<b>INCOME</b>		
Donations	86,794	98,754
Banquets	50,103	49,312
Legacy gifts	18,725	22,983
Bibles	1,373	1,630
Other	<u>344</u>	<u>439</u>
	<u>157,339</u>	<u>173,118</u>
<b>DISBURSEMENTS</b>		
Staff		
Salaries	99,800	92,324
Employee costs	7,630	7,477
Mileage	10,780	11,149
Administration		
Office equipment	2,497	871
Facilities	7,712	7,387
Insurance	1,821	1,858
Printing	4,987	2,488
Bank charges	522	522
Telephone	1,618	1,482
Professional fees	2,167	2,753
Office, supplies, postage	6,362	6,585
Miscellaneous	2,854	1,510
Banquets, promotion	11,023	11,296
Program costs	5,309	5,457
Special project	<u>8,016</u>	<u>-</u>
	<u>173,098</u>	<u>153,159</u>
<b>EXCESS OF INCOME OVER DISBURSEMENTS</b>	<u><u>(15,759)</u></u>	<u><u>19,959</u></u>

**CHRISTIAN SERVICE CENTERS OF CANADA INC.**  
**UNAUDITED STATEMENT OF CASH FLOW**  
**YEAR ENDED APRIL 30, 2016**

	2016	2015
CASH PROVIDED BY (USED IN)	\$	\$
<b>OPERATING ACTIVITIES</b>		
Excess (deficiency) of revenues over expenditures	(15,759)	19,959
Changes in non-cash operating working capital		
Accounts receivable	-	350
Government remittance receivable	(2,463)	1,755
Prepaid expenses	-	1,858
Accounts payable, accruals	<u>638</u>	<u>(620)</u>
	<u>(17,584)</u>	<u>23,302</u>
 NET INCREASE (DECREASE) IN CASH	 (17,584)	 23,302
 BANK - BEGINNING OF YEAR	 <u>55,844</u>	 <u>32,542</u>
 BANK - END OF YEAR	 <u><u>38,260</u></u>	 <u><u>55,844</u></u>

**CHRISTIAN SERVICE CENTERS OF CANADA INC.**

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**

**YEAR ENDED APRIL 30,2016**

**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 fund balance and statement of operations 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.

**CHRISTIAN SERVICE CENTERS OF CANADA INC.**  
**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**  
**YEAR ENDED APRIL 30,2016**

**4. FACILITIES**

The office premises are leased to January 2017 at \$644 per month.

**5. CASH FLOW SUPPLEMENTARY INFORMATION**

	2016	2015
	<u>\$</u>	<u>\$</u>
Interest paid during the year	NIL	NIL

**6. FINANCIAL INSTRUMENTS**

Financial instruments consist of each, 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.