

**THE RIVER CHRISTIAN CENTER INC.
FINANCIAL STATEMENTS
(UNAUDITED)
FOR THE YEAR ENDED
DECEMBER 31, 2022**

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To: The Members

We have reviewed the accompanying financial statements of The River Christian Center Inc. that comprise the financial position as at December 31, 2022, and the statements of operations, 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, 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.

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 River Christian Center Inc. as at December 31, 2022, and the results of its operations, changes in net assets and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Prairie Strong

PRAIRIE STRONG
Chartered Professional Accountants

Melville, Saskatchewan
March 24, 2023

**THE RIVER CHRISTIAN CENTER INC.
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2022
(UNAUDITED)**

	<u>2022</u>	<u>2021</u>
ASSETS		
Current assets		
Chequing account	\$ 26,303	\$ 43,868
Prepaid expenses	931	935
	<u>\$ 27,234</u>	<u>\$ 44,803</u>
LIABILITIES		
Current liabilities		
Accounts payable	\$ 1,100	\$ 1,000
Government remittances payable	1,189	2,421
	<u>2,289</u>	<u>3,421</u>
NET ASSETS		
Unrestricted	24,945	41,382
	<u>24,945</u>	<u>41,382</u>
	<u>\$ 27,234</u>	<u>\$ 44,803</u>

Approved by [Signature] Director

See accompanying notes

THE RIVER CHRISTIAN CENTER INC.
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2022
(UNAUDITED)

	<u>2022</u>	<u>2021</u>
Revenues		
Offerings and tithes	\$ 86,958	\$ 83,493
Loose offerings	2,349	1,989
Miscellaneous	354	12
Interest	Nil	4
	89,661	85,498
Expenses (Schedule 1)	(106,098)	(83,708)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (16,437)	\$ 1,790

See accompanying notes

THE RIVER CHRISTIAN CENTER INC.
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2022
(UNAUDITED)

	<u>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 41,382	\$ 39,592
Excess (Deficiency) of revenues over expenditures	(16,437)	1,790
Balance, end of year	<u>\$ 24,945</u>	<u>\$ 41,382</u>

See accompanying notes

THE RIVER CHRISTIAN CENTER INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2022
(UNAUDITED)

	<u>2022</u>	<u>2021</u>
CASH PROVIDED (USED) IN:		
Operations		
Excess (Deficiency) of revenues over expenditures	\$ (16,437)	\$ 1,790
Change in non-cash working capital items (Note 4)	(1,128)	2,090
	(17,565)	3,880
Financing	Nil	Nil
Investing	Nil	Nil
Cash increase (decrease)	(17,565)	3,880
Cash, beginning of year	43,868	39,988
CASH, END OF YEAR	\$ 26,303	\$ 43,868

See accompanying notes

THE RIVER CHRISTIAN CENTER INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022
(UNAUDITED)

1. Organization

The River Christian Center Inc. is incorporated under the Saskatchewan Non-profit Corporations Act. The not-for-profit organization operates a church in Melville, Saskatchewan. The organization is a registered charity and accordingly is not subject to income tax as per section 149(1)(f).

2. Significant Accounting Policies

The financial statements were prepared in accordance with Canadian accounting standards for not for profit organizations and include the following significant accounting policies.

a) Use of estimates

The preparation of these 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, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. These estimates are reviewed periodically and adjustments are made to income as appropriate in the year they become known.

b) Revenue recognition

The organization follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as revenue when they are received.

c) Donated services

The work of the organization is dependent on the voluntary services of many members. The value of the donated services is not recognized in these statements.

d) Financial instruments

The organization initially measures its financial assets and liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at amortized cost.

The financial assets subsequently measured at amortized cost include cash. The financial liabilities measured at amortized cost include the accounts payable and accrued liabilities.

e) Capital assets

The organization has adopted the policy of expensing capital assets when purchased. Capital assets of the organization consist of furniture and equipment.

f) Cash and Cash Equivalents

The organization's policy is to present bank balances and term deposits with a maturity period of three months or less from the date of acquisition under cash and cash equivalents.

3. Financial Instruments

Risks and concentrations

The organization is exposed to various risks through its financial instruments. The following analysis provides a measure of the organization's risk exposure and concentrations at the Statement of Financial Position date.

Fair Value

The carrying amounts of cash approximates fair value due to short term maturities of these instruments.

THE RIVER CHRISTIAN CENTER INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022
(UNAUDITED)

4. Change in Non-Cash Working Capital Items

	<u>2022</u>	<u>2021</u>
Prepaid expenses	\$ 4	\$ (44)
Accounts payable	100	250
Government remittances payable	(1,232)	1,884
	<u>\$ (1,128)</u>	<u>\$ 2,090</u>

5. Comparative Figures

Comparative figures for 2021 have been reclassified, where necessary, to conform to presentation adopted in the current year.

THE RIVER CHRISTIAN CENTER INC.
SCHEDULE OF EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2022
(UNAUDITED)

	Schedule 1	
	<u>2022</u>	<u>2021</u>
Pastoral care		
Pastoral services	\$ 29,807	\$ 24,557
Housing allowance	12,000	12,000
Employment benefits	2,938	2,566
	<u>44,745</u>	<u>39,123</u>
Worship and outreach		
General congregation	4,830	12,231
Kids church	758	1,995
Small groups	808	Nil
Praise/worship	1,593	Nil
Outreach (Ref. 1)	20,830	7,388
	<u>28,819</u>	<u>21,614</u>
Administration		
Advertising and promotion	2,606	1,737
Conferences and education	3,972	1,646
Office	2,066	2,413
Professional fees	1,071	1,166
Telephone	2,167	2,158
	<u>11,882</u>	<u>9,120</u>
Occupancy costs		
Rent	16,466	12,980
Insurance	1,918	767
Asset purchases and maintenance	2,268	104
	<u>20,652</u>	<u>13,851</u>
	<u>\$ 106,098</u>	<u>\$ 83,708</u>
<i>Ref. 1 - Outreach</i>		
Fellowship/events	\$ 10,413	\$ 7,388
Giving/donations	9,262	Nil
Benevolent	1,155	Nil
	<u>\$ 20,830</u>	<u>\$ 7,388</u>

See accompanying notes