

# **WESLEY UNITED CHURCH**

Regina, Saskatchewan

## **FINANCIAL STATEMENT** *Financial Review by*

FOR THE YEAR ENDED

2020 December 31

Prepared by:  
Glenn Schmuland  
2021-01-26

Signed: \_\_\_\_\_



Accounting Convener, Administration & Finance Division  
Wesley United Church

Prepared for Jim Chernick, Treasurer, Wesley United Church

***Jim Chernick***

WESLEY UNITED CHURCH - REGINA  
BALANCE SHEET  
AS AT 31 DECEMBER

ASSETS	2020	2019
<b>Current Cash</b>		
Petty Cash	68	68
Affinity Organization Account	21,079	10,946
Affinity Investor Savings Account	75,533	43,473
	<u>96,680</u>	<u>54,487</u>
<b>Current Assets</b>		
PrePaid Expenses	<u>0</u>	<u>0</u>
<b>Short Term Investments</b>		
Affinity Credit Union (GIC's)	11,618	11,618
UCC Foundation (Balanced Fund)	16,873	13,956
	<u>28,491</u>	<u>25,574</u>
<b>Long Term Investments</b>		
Planned Gift Fund Investments	9,234	9,070
Manse Fund Investments (note 2)	54,806	52,540
	<u>64,040</u>	<u>61,610</u>
<b>Accounts Receivable</b>	<u>392</u>	<u>797</u>
<b>Fixed Assets</b> (note 3)	<u>565,265</u>	<u>583,460</u>
<b>Total Assets</b>	<u><u>754,868</u></u>	<u><u>725,928</u></u>

**LIABILITIES AND SURPLUS**

	2020	2019
<b>Current Liabilities</b>		
Accounts Payable	11,480	9,284
Vacation Pay Payable	0	0
Trust & Special Funds	13,049	15,237
	<u>24,529</u>	<u>24,521</u>
<b>Surplus</b>		
Manse Fund (inc. unrealized gain/loss)	54,806	52,540
Capital Reserve Fund	24,718	21,251
Operating Surplus - Prev Year (Note 4)	8,147	0
Current Year Earnings	17,330	8,437
Memorial Fund	19,305	19,110
Planned Gift Fund	9,234	9,070
Refugee Fund	6,534	7,539
UCAS Grant Fund (held for UCAS)	25,000	0
	<u>165,074</u>	<u>117,947</u>
<b>Fixed Assets</b> (note 3)	<u>565,265</u>	<u>583,460</u>
<b>Total Liabilities &amp; Surplus</b>	<u><u>754,868</u></u>	<u><u>725,928</u></u>

WESLEY UNITED CHURCH  
STATEMENT OF OPERATING REVENUE AND EXPENSES  
FOR THE YEAR ENDED 31 DECEMBER

	<u>2020</u>	<u>2019</u>
<b>REVENUE</b>		
Envelopes - local	153,749	173,461
Plate collections	965	3,849
House Revenue	624	3,850
Use of building	14,962	26,646
UCAS Partnership	2,000	-
Interest & Investment Income	3,430	4,840
Fund Raising	21,110	30,889
Federal Grants	49,442	-
Miscellaneous	10,786	1,357
<b>TOTAL Revenue</b>	<b><u>257,067</u></b>	<b><u>244,892</u></b>
<b>EXPENSES</b>		
Salaries and allowances	177,946	169,971
Administration and maintenance	30,491	36,292
Divisions	31,301	30,192
Depreciation of Fixed Assets (non cash)	20,981	24,075
<b>Total Expense</b>	<b><u>260,718</u></b>	<b><u>260,530</u></b>
Operating Surplus (Deficit)	<b><u>(3,651)</u></b>	<b><u>(15,637)</u></b>
<b>TRANSFERS FROM RESERVE FUNDS</b>		
Transfer from Planned Gift Fund	-	-
Transfer from Manse Fund	-	-
Transfer from Memorial Fund	-	-
<b>Net Operating Surplus inc Depreciation (Loss)</b>	<b><u>(3,651)</u></b>	<b><u>(15,637)</u></b>
<b>Operating Surplus- Less Depreciation(Loss)</b>	<b><u>17,330</u></b>	<b><u>8,437</u></b>

WESLEY UNITED CHURCH - REGINA  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER

**Cash Flows from (used in) Operating Activities**

Net Operating Surplus (Loss)	(3,651)
Less Depreciation - non Cash	20,981
<b>Net Income (Loss) (Cash Basis)</b>	<b>17,330</b>

**Adjustments to reconcile net income to net cash provided by (used in) operating activities:**

Net Cash provided by (used in) Operating Activities	44,112
Net Cash provided by (used in) Investing Activities	12,847
Net Cash provided by (used in) Financing Activities	(14,867)
 Increase (Decrease) in Cash and Cash Equivalents	 42,093
<b>Cash and Cash Equivalents at Beginning of Period</b>	<b>54,587</b>

<b>Cash and Cash Equivalents at End of Period</b>	<b><u>96,680</u></b>
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WESLEY UNITED CHURCH - REGINA  
NOTES TO THE FINANCIAL STATEMENTS  
AS AT 31 DECEMBER

**ACCOUNTING POLICIES**

**1. Recognition of Revenue and Expenses**

The Church recognizes revenue on a modified cash basis and expenses are recognized when goods or services are received.

**2. Investments**

The investments are valued at cost. In 2008, \$50,000 from the Manse Fund was invested with UCC foundation. The unrealized gain (loss) is shown for this investment only.

**3. Fixed Assets and Depreciation**

Property and equipment is recorded at cost. In accordance with accounting policy changes for Not-for-Profit organizations to be effective 2012 Jan 1, amortization on property and equipment calculations were started in 2013. The amortization rates used are designed to charge operations with the cost of property and equipment over their useful lives.

**Statement Note:**

**4. Change to Year End Balance of Previous Year**

- a. A \$100.00 cheque issued in 2019 was not cashed and increased Year End Balance.
- b. At 2020 Year End, an issue in Power Church resulted in a -\$391 adjustment to Operating Surplus.

# WESLEY UNITED CHURCH

Regina, Saskatchewan

## ANNUAL FINANCIAL REPORT APPENDICES

*Note: These appendices only provide detail and information to the financial statement*

FOR THE YEAR ENDED

2020 December 31

Prepared by:

Glenn Schmuland

2021-01-26

Signed: \_\_\_\_\_



Accounting Convener, Administration & Finance Division  
Wesley United Church

Prepared for Jim Chernick, Treasurer, Wesley United Church

***Jim Chernick*** \_\_\_\_\_

## Appendix 1

### WESLEY UNITED CHURCH - REGINA STATEMENT OF CASH SURPLUS AND RESERVES AS AT 31 DECEMBER

	<u>2020</u>	<u>2019</u>	
<b>MANSE FUND</b>			
BALANCE - END OF YEAR	<u>54,806</u>	<u>52,540</u>	
(inc unrealized gain)			
<b>OPERATING SURPLUS</b>			
Operating Surplus - Previous Year *	8,147	0	*cheque issued 2019 not cashed
Current Year (deficit) surplus	<u>17,330</u>	<u>8,437</u>	& PowerChurch adjust in 2020
BALANCE - END OF YEAR	<u>25,477</u>	<u>8,437</u>	
<b>PLANNED GIFT FUND</b>			
BALANCE - END OF YEAR	<u>9,234</u>	<u>9,070</u>	
<b>MEMORIAL FUND</b>			
	<u>19,305</u>	<u>19,110</u>	
<b>Total Surplus &amp; Reserve</b>	<u><u>108,822</u></u>	<u><u>89,157</u></u>	

## MISC TRUST FUNDS

	Balance Jan.1 2020	Receipts	Transfers	Payments	Balance Dec.31 2020
Choir Fund	665	0		0	665
Choir New York Trip Fund	6,303	0		(269)	6,034
Handbell Fund	2,454	0		-	2,454
Compassionate Fund	420	80	-	(150)	350
Kairos Regina Trust	904	0		0	904
Susanna Unit Fund	2	0		0	2
Misc Flow Thru Funds	0	4,525		(4,525)	0
Key Deposit	300	210		0	510
Mysterium Trust Fund	2,099	0		0	2,099
UCAS Grant Fund	0	25,000		0	25,000
Special Projects	160	130		(100)	190
	<u>13,309</u>	<u>29,945</u>	<u>0</u>	<u>(5,044)</u>	<u>38,209</u>

WESLEY UNITED CHURCH - REGINA  
STATEMENT OF CAPITAL RESERVE FUND  
FOR THE YEAR ENDED 31 DECEMBER

	<u>2020</u>	<u>2019</u>
<b>Opening Balance</b>	<b>21,251</b>	<b>15,954</b>
ADDITIONS TO CAPITAL RESERVE FUND		
Contributions	6,253	7,887
Total Additions	<u>6,253</u>	<u>7,887</u>
REDUCTIONS TO CAPITAL RESERVE FUND		
Capital Purchases	2,786	2,590
Total Reductions	<u>2,786</u>	<u>2,590</u>
<b>Closing Balance</b>	<b><u>24,718</u></b>	<b><u>21,251</u></b>

In 2005, Policy A-1 was approved by the congregation. This policy caps the Capital Reserve Fund at \$50,000 plus yearly increases in subsequent years based on Consumer Price Index (CPI) at year end.

Year	Cap	CPI %
2018	64,077	1.1
2019	65,195	1.7
2020	65,717	0.8



WESLEY UNITED CHURCH - REGINA  
SCHEDULE OF RESERVE FUND INVESTMENTS

<b>MANSE FUND INVESTMENTS</b>	<b>2020</b>	<b>2019</b>
Affinity Savings Account	86	86
UCC Foundation (Canoe Financial) Cost Basis	51,654	51,654
Unrealized Gain (Loss) at Dec 31	3,066	800
	<b>54,806</b>	<b>52,540</b>

The Manse Capital Fund originated with the sale of the manse in August, 1979. Any use of the Fund requires the approval of 2/3 present at a congregational meeting.

In 2005, the congregation approved capping the fund at the value as at 2004 December 31. (Policy A-10)

In 2008 Sep 11, \$50,000 was invested with United Church of Canada Foundation, with the purchase of Fiera Balanced Fund units. Income from the fund is taken as current year revenue.

<b>PLANNED GIFT FUND</b>	<b>2020</b>	<b>2019</b>
Balance Forward	9,070	8,930
Receipts	0	0
Interest Earned	164	139
Disbursements	0	0
Balance Ending	<b>9,234</b>	<b>9,070</b>

**Summary of Planned Gift Fund Disbursements**

Transfer to Operating to cover Deficit	0	0
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**Investment Portfolio at Year end**

ACU SuperRate Savings Account	0.15%	2,234	2,070
ACU 5 yr Escalator GIC 6	3.00%	7,000	7,000
		<b>9,234</b>	<b>9,070</b>

Beginning in 2009, interest earned by investments of the fund were added to the fund.

## WESLEY UNITED CHURCH - REGINA

**FLOW THRU CONTRIBUTIONS**

The following contributions were received and paid to designated organizations:

	<u>Flowthru</u>	<u>From Operating Budget</u>	<u>Total</u>
Regina Early Learning Center	2,605		2,605
Lumsden Beach Camp	430	500	930
Regina Anti Poverty Ministry	730	450	1,180
Carmichael Outreach	380	300	680
St Andrews College	-	500	500
Regina & District Food Bank	380		380
UCC Disaster Appeal	-		0
Regina Humane Society		50	50
The Circle Project		50	50
Camp Shagabec		50	50
Regina Sexual Assault Center		400	400
REACH		200	200
Regina Native Outreach Ministry		250	
Cancer Foundation of Sask		50	
<b>TOTAL</b>	<b><u>4,525</u></b>	<b><u>2,800</u></b>	<b><u>7,025</u></b>

**MISSION AND SERVICE FUND**

The Church receives funds during the year which are designated for Mission and Service Work of The United Church of Canada. An amount of 20% of plate and other undesignated collection is designated for this fund.

	<u>2020</u>	<u>2019</u>
Mission and Service receipts	45,406	46,551
20% of undesignated revenue	193	788
	<b><u>45,599</u></b>	<b><u>47,338</u></b>
Remitted to the United Church of Canada	<b><u>45,599</u></b>	<b><u>47,883</u></b>
Payable - end of year	<b><u>0</u></b>	<b><u>0</u></b>

**REFUGEE FUND**

This fund was established in 2015 to fund the refugee sponsorship program.

The first family arrived in 2018. The commitment to the family ended in Sep 2019

	<u>2020</u>	<u>2019</u>
Balance Forward	<b><u>7,539</u></b>	<b><u>34,508</u></b>
Receipts	0	369
Disbursements	(1,005)	(27,339)
Ending Balance	<b><u>6,534</u></b>	<b><u>7,539</u></b>

**FIXED ASSETS & DEPRECIATION**

Category (Depreciation)	2020				2019
	Opening Net Value	Additions	Current Yr Depreciation	Net Book Value	Net Book Value
Land (0%)	14,203	0	-	14,203	14,203
Buildings (2%)	528,299	0	12,178	516,121	528,299
Equip & Furnish (20%)	16,871	2,080	4,042	14,909	16,871
Parking Lot (8%)	25,517	0	4,655	20,863	25,517
Computers (30%)	0	706	106	600	0
<b>Total</b>	<b>584,891</b>	<b>2,786</b>	<b>20,981</b>	<b>566,696</b>	<b>584,891</b>

**Additions to Fixed Assets****Equip & Furnishings**

Overhead Projector &amp; Install

2,080

**2,080****Computers**

Laptop for Service Streaming

706

**706****2,786****POLICY AD-2**

The Capital Reserve Fund is established to set aside and accumulate funds for the future purchase of and/or replacement of major assets (items lasting more than one year and costing more than \$500.00), and major repairs and/or improvements that enhance the value of property and cost more than \$1000.00.

**WESLEY MEN'S CLUB****BALANCE SHEET**

<b>ASSETS</b>	<b>2020</b>	<b>2019</b>
Cash	2,566	1,667
Investments	3,024	3,024
<b>TOTAL ASSETS</b>	<b>5,590</b>	<b>4,691</b>
<b>LIABILITIES</b>		
Other Liabilities	0	0
<b>TOTAL LIABILITIES</b>	<b>0</b>	<b>0</b>
<b>TOTAL ASSETS &amp; LIABILITIES</b>	<b>5,590</b>	<b>4,691</b>

**INCOME STATEMENT**

<b>INCOME</b>		
Interest	0	24
Fundraiser	1,388	7,417
Meals	750	4,533
<b>TOTAL INCOME</b>	<b>2,138</b>	<b>11,974</b>
<b>EXPENSES</b>		
Bank Charges	9	74
Fundraising	604	687
Meeting	0	391
Meal	624	3,575
Donations	0	6,750
<b>TOTAL EXPENSES</b>	<b>1,237</b>	<b>11,477</b>
<b>NET INCOME</b>	<b>902</b>	<b>497</b>

*Note: The financial statement for Wesley Men's Club is included for general information only. It has not been consolidated into the financial statements of Wesley United Church.*