
SHARON VILLAGE BIBLE CHURCH
FINANCIAL STATEMENTS
DECEMBER 31, 2024

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members
Sharon Village Bible Church
SHARON
Ontario

We have reviewed the accompanying financial statements of Sharon Village Bible Church that comprise the statement of financial position as at December 31, 2024, and the statements of operations, changes in fund balances 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 reviews. We conducted our reviews 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 Sharon Village Bible Church as at December 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.



NORTON McMULLEN LLP
Chartered Professional Accountants
Licensed Public Accountants

MARKHAM, Canada
March 26, 2025

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SHARON VILLAGE BIBLE CHURCH**STATEMENT OF FINANCIAL POSITION**

As at December 31,

2024

2023

ASSETS**Current**

Cash	\$ 22,211	\$ 40,101
Term deposits (Note 2)	226,486	71,717
PSB rebate recoverable	41	328
Prepaid and deposits	2,455	150
	<u>\$ 251,193</u>	<u>\$ 112,296</u>

Term Deposits (Note 2)

- 74,011

DUCA Credit Union Membership Share - at cost

1 1

Capital Assets (Note 3)3,666 3,861\$ 254,860 \$ 190,169

LIABILITIES**Current**

Accounts payable and accrued liabilities	\$ 4,767	\$ 4,940
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FUND BALANCES

Unrestricted	\$ 55,508	\$ 39,905
Internally restricted	194,585	145,324
	<u>\$ 250,093</u>	<u>\$ 185,229</u>
	<u>\$ 254,860</u>	<u>\$ 190,169</u>

Approved by the Board:


Director
Director

SHARON VILLAGE BIBLE CHURCH
STATEMENT OF CHANGES IN FUND BALANCES

For the year ended December 31, 2024

	Balance - Beginning	Revenues	Expenses	Transfers (Note 4)	Balance - Ending
Unrestricted					
General Fund (Page 5)	\$ 39,905	\$ 222,529	\$ 157,665	\$ (49,261)	\$ 55,508
Internally Restricted					
Facilities & Contingency Fund	\$ 122,828	\$ -	\$ -	\$ 59,489	\$ 182,317
Missions Contingency & Disaster Relief Fund	8,679	-	-	(6,397)	2,282
Missions Trips Fund	5,138	-	-	(51)	5,087
Local Evangelism Fund	8,679	-	-	(3,780)	4,899
	<u>\$ 145,324</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 49,261</u>	<u>\$ 194,585</u>
TOTAL	<u>\$ 185,229</u>	<u>\$ 222,529</u>	<u>\$ 157,665</u>	<u>\$ -</u>	<u>\$ 250,093</u>
PRIOR YEAR TOTAL	<u>\$ 86,281</u>	<u>\$ 221,901</u>	<u>\$ 122,953</u>	<u>\$ -</u>	<u>\$ 185,229</u>

Unaudited - see accompanying notes and independent practitioner's review engagement report

SHARON VILLAGE BIBLE CHURCH
STATEMENT OF OPERATIONS - GENERAL FUND

For the year ended December 31,

2024

2023

REVENUES

Contributions - general	\$ 196,724	\$ 200,757
Contributions - missions	17,139	19,000
Interest	8,666	2,144
	<u>\$ 222,529</u>	<u>\$ 221,901</u>

EXPENSES

Missions and parachurch support	\$ 86,827	\$ 80,733
Contract services	29,444	-
Rent	21,619	20,025
Ministry	8,063	10,149
Professional fees	3,742	4,638
Insurance	2,444	2,377
Repairs and maintenance	2,174	-
Development	1,305	-
Amortization	1,234	1,026
Office and general	673	3,633
Bank charges	140	122
Travel	-	250
	<u>\$ 157,665</u>	<u>\$ 122,953</u>

EXCESS OF REVENUES OVER EXPENSES

	<u>\$ 64,864</u>	<u>\$ 98,948</u>
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SHARON VILLAGE BIBLE CHURCH**STATEMENT OF CASH FLOWS**

For the year ended December 31,

2024**2023**

CASH AND CASH EQUIVALENTS WERE PROVIDED BY (USED IN):**OPERATING ACTIVITIES**

Excess of revenues over expenses:

General fund	\$ 64,864	\$ 98,948
Internally restricted funds	-	-

Items not affecting cash:

Amortization	1,234	1,026
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Net change in non-cash working capital balances:

PSB rebate recoverable	287	(154)
Prepays and deposits	(2,305)	-
Accounts payable and accrued liabilities	(173)	1,940

\$ 63,907	\$ 101,760
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INVESTING ACTIVITIES

Purchase of capital assets	\$ (1,039)	\$ (3,910)
Purchase of term deposits	(80,758)	(145,728)
Purchase of DUCA Credit Union membership share	-	(1)

\$ (81,797)	\$ (149,639)
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DECREASE IN CASH

\$ (17,890)	\$ (47,879)
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CASH - Beginning

40,101	87,980
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CASH - Ending

\$ 22,211	\$ 40,101
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SHARON VILLAGE BIBLE CHURCH

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2024

NATURE OF OPERATIONS

Sharon Village Bible Church (the "Church") is incorporated under the Canada Not-for-profit Corporations Act as a not-for-profit organization and is a registered charity under the Income Tax Act. The purpose and work of Sharon Village Bible Church is to glorify God by obedience to His commands and for the spreading of the Gospel, and the spiritual growth of its members. Worship, prayer, teaching, fellowship, and Christian education are important to its total program.

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been 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 financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions based on currently available information. Such estimates and assumptions affect the reported amounts of assets and liabilities as at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from the estimates used. Significant estimates include the estimated useful life of capital assets.

b) **Fund Accounting**

Resources are classified into funds according to the activities or objectives specified as follows:

The General Fund reports the assets, liabilities, revenues and expenses for the operating activities of the Church. Unrestricted contributions and restricted contributions to be used for operations are reported in this fund.

Internally Restricted Funds represent funds set aside by the Church for future expenditures within the scope and mandate of each respective fund, as follows:

Facilities & Contingency Fund - for current and future facility and equipment needs, and for contingencies

Missions Contingency & Disaster Relief Fund - to respond to urgent or unexpected mission needs and/or disaster relief needs

Mission Trips Fund - for use on missions trips

Local Evangelism Fund - for use on evangelism within Canada

SHARON VILLAGE BIBLE CHURCH
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

1. **SIGNIFICANT ACCOUNTING POLICIES** - Continued

c) **Cash and Cash Equivalents**

Cash and cash equivalents consist of cash held in bank accounts.

d) **Investments**

Term deposits are recorded at amortized cost.

e) **Capital Assets**

Capital assets are recorded at cost. Amortization is being provided over the estimated useful life of the assets using the following annual rate and method:

	<u>Rate</u>	<u>Method</u>
Furniture and equipment	5 years	straight-line

f) **Revenue Recognition**

The Church follows the restricted fund method whereby externally restricted contributions are recognized in the fund corresponding to the purpose for which they were contributed. Restricted contributions for which there is no fund are recorded in accordance with the deferral method. Unrestricted contributions are recognized as revenues in the General Fund.

Interest is recognized when earned.

g) **Contributed Services**

Volunteers and members contribute a significant number of hours per year to assist the Church in carrying out its activities. Because of the difficulty in determining their fair market value, contributed services are not recognized in the financial statements.

h) **Financial Instruments**

Initial Measurement

The Church initially measures its financial assets and financial liabilities originated or exchanged in arm's length transactions at fair value.

Subsequent Measurement

The Church subsequently measures all its financial assets and liabilities at amortized cost.

Financial assets subsequently measured at amortized cost include cash and term deposits. Financial liabilities subsequently measured at amortized cost include accounts payable and accrued liabilities.

SHARON VILLAGE BIBLE CHURCH

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2024

2. TERM DEPOSITS

Term deposits consist of the following:

	2024	2023
Term deposit bearing interest at 5.50%, maturing January 2025	\$ 128,950	\$ -
Term deposit bearing interest at 3.75%, maturing February 2025	20,000	-
Term deposit bearing interest at 4.75%, maturing April 2025	77,536	74,011
Term deposit bearing interest at 5.25%, matured July 2024	-	71,717
	<u>\$ 226,486</u>	<u>\$ 145,728</u>
Less: Current portion	<u>226,486</u>	<u>71,717</u>
	<u>\$ -</u>	<u>\$ 74,011</u>

3. CAPITAL ASSETS

Capital assets consist of the following:

	2024		2023	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Furniture and equipment	\$ 6,171	\$ 2,505	\$ 3,666	\$ 3,861

4. INTER-FUND TRANSFERS

Amounts of \$59,489, \$2,282, \$6,149, and \$4,498 were transferred from the General Fund to the Facilities & Contingency Fund, Missions Contingency & Disaster Relief Fund, Missions Trips Fund, and Local Evangelism Fund, respectively, in order to set aside funds for future expenditure.

In addition, \$8,679, \$6,200, and \$8,278 were transferred to the General Fund from the Missions Contingency & Disaster Relief Fund, Missions Trips Fund, and Local Evangelism Fund, respectively, representing certain General Fund expenses to be reimbursed by the various internally restricted funds.

These internally restricted amounts are not available for any other purpose without approval of the board of directors.

SHARON VILLAGE BIBLE CHURCH

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2024

5. FINANCIAL INSTRUMENTS

The Church is exposed to various risks through its financial instruments. The following analysis provides a summary of the Church's exposure to and concentrations of risk at December 31, 2024:

a) **Credit Risk**

Credit risk is the risk that one party to a financial instrument will cause financial loss for the other party by failing to discharge an obligation. The Church is not exposed to significant credit risk.

b) **Liquidity Risk**

Liquidity risk is the risk that the Church will encounter difficulty in meeting obligations associated with financial liabilities. The Church is exposed to this risk mainly with respect to its accounts payable and accrued liabilities. The Church manages this risk by managing its working capital and by generating sufficient cash flow from operations.

c) **Market Risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk, and price risk. The Church is not exposed to significant market risk.