

NOTICE TO READER

To the Directors of
Floradale Mennonite Church Inc.
22 Florapine Road
Floradale, Ontario
N0B 1V0

On the basis of information provided by the treasurer, we have compiled the statement of financial position of Floradale Mennonite Church Inc. as at December 31, 2016 and the statements of changes in fund balances and fund accounts for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

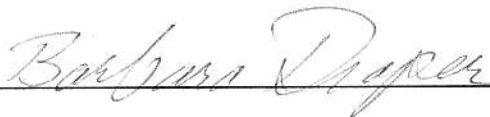
Elmira, Ontario
January 25, 2017

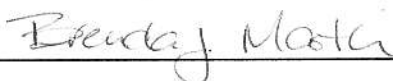
Martin Professional Corporation
Chartered Professional Accountants
Licensed Public Accountants

Floradale Mennonite Church Inc.
Statement of Financial Position
As of December 31, 2016

	Operating Funds	Property & Equipment Fund	Total 2016	Total 2015
Assets				
Kindred Credit Union- Bank Account	\$ 148,337.08	\$ -	\$ 148,337.08	\$ 81,107.50
Kindred Credit Union- Member Shares	50.00	-	50.00	50.00
Kindred Credit Union Owner Shares	9,794.02	-	9,794.02	9,746.58
Abundance Canada Investment	246,674.52	104,636.23	351,310.75	395,145.02
GST/HST Recoverable	5,986.80	-	5,986.80	2,904.84
Payroll Liabilities Receivable	915.55	-	915.55	915.55
Accounts Receivable	1,506.00	-	1,506.00	-
Property & Equipment - note 2	-	2,920,092.56	2,920,092.56	2,995,709.70
	<u>\$ 413,263.97</u>	<u>\$ 3,024,728.79</u>	<u>\$ 3,437,992.76</u>	<u>\$ 3,485,579.19</u>
Liabilities				
Accounts Payable	\$ 16,501.26	\$ -	\$ 16,501.26	\$ -
Fund Balances				
Budget Fund	5,943.43	-	5,943.43	15,753.67
Pastoral Sabbatical Fund	5,974.50	-	5,974.50	5,974.50
Continuing Education Fund	-	-	-	942.56
Designated Offerings	563.00	-	563.00	5,000.00
Home Improvement Fund	35,813.62	-	35,813.62	35,479.23
Perpetual Care Fund	15,140.00	-	15,140.00	14,040.00
Cemetery Fund	5,750.70	-	5,750.70	5,034.54
Women's Fellowship Fund	736.27	-	736.27	2,581.26
Senior WMCEC Fund	500.03	-	500.03	392.62
Men's Fellowship Fund	-	-	-	100.00
Catering Fund	16,479.44	-	16,479.44	14,344.94
MYF Fund	985.98	-	985.98	655.26
Boys & Girls Club Fund	181.89	-	181.89	181.89
Generosity Fund	307,693.85	-	307,693.85	284,518.28
Elders' Discretionary Fund	1,000.00	-	1,000.00	1,244.00
Facility Fund	-	104,636.23	104,636.23	103,626.74
Property & Equipment Fund	-	2,920,092.56	2,920,092.56	2,995,709.70
	<u>396,762.71</u>	<u>3,024,728.79</u>	<u>3,421,491.50</u>	<u>3,485,579.19</u>
	<u>\$ 413,263.97</u>	<u>\$ 3,024,728.79</u>	<u>\$ 3,437,992.76</u>	<u>\$ 3,485,579.19</u>

Approved on behalf of the board:





Floradale Mennonite Church Inc.
Statement of Changes in Fund Balances
For the year ending December 31, 2016

	Opening Balances	Receipts	Disbursements	Interest Received	Inter-fund Transfers	Amortization	Closing Balances
Budget Fund	\$ 15,753.67	\$ 370,690.27	\$ 364,937.82 10,000.00 ¹	\$ 542.03	\$ (351.05) (5,753.67) ¹	\$ -	\$ 5,943.43
Pastoral Sabbatical Fund	5,974.50	-	-	-	-	-	5,974.50
Continuing Education Fund	942.56	-	1,293.61	-	351.05	-	-
Designated Offerings	5,000.00	563.00	5,000.00	-	-	-	563.00
Home Improvement Fund	35,479.23	9,408.75	13,472.03	-	4,397.67 ¹	-	35,813.62
Perpetual Care Fund	14,040.00	1,100.00	-	-	-	-	15,140.00
Cemetery Fund	5,034.54	4,000.00	3,353.26	69.42	-	-	5,750.70
Women's Fellowship Fund	2,581.26	1,395.00	3,239.99	-	-	-	736.27
Senior WMCEC Fund	392.62	3,410.00	3,302.59	-	-	-	500.03
Men's Fellowship Fund	100.00	32,092.30	32,192.30	-	-	-	-
Catering Fund	14,344.94	8,358.91	6,224.41	-	-	-	16,479.44
MYF Fund	655.26	4,816.00	5,085.28	-	600.00 ¹	-	985.98
Boys & Girls Club Fund	181.89	-	-	-	-	-	181.89
Generosity Fund	284,518.28	111,019.33	93,000.00	5,156.24	-	-	307,693.85
Elders' Discretionary Fund	1,244.00	-	1,000.00	-	756.00 ¹	-	1,000.00
Facility Fund	103,626.74	-	-	1,009.49	-	-	104,636.23
Property & Equipment Fund	2,995,709.70	-	-	-	-	75,617.14	2,920,092.56
	<u>\$ 3,485,579.19</u>	<u>\$ 546,853.56</u>	<u>\$ 542,101.29</u>	<u>\$ 6,777.18</u>	<u>\$ -</u>	<u>\$ 75,617.14</u>	<u>\$ 3,421,491.50</u>

1. Surplus in budget fund disbursed per Annual Meeting February 21, 2016

For the year ending December 31, 2015

Budget Fund	\$ 4,898.87	\$ 356,251.21	\$ 342,328.67	\$ 449.59	\$ (3,517.33)	\$ -	15,753.67
Other Funds	343,977.70	208,360.01	86,524.79	6,802.90	1,500.00	-	474,115.82
Property & Equipment Fund	3,071,543.13	-	-	-	2,017.33	77,850.76	2,995,709.70
	<u>\$ 3,420,419.70</u>	<u>\$ 564,611.22</u>	<u>\$ 428,853.46</u>	<u>\$ 7,252.49</u>	<u>\$ -</u>	<u>\$ 77,850.76</u>	<u>\$ 3,485,579.19</u>

Floradale Mennonite Church Inc.
Fund Accounts
For the year ending December 31, 2016

Budget Fund			
Fund Balance - December 31, 2015		\$	15,753.67
Less: Surplus Disbursed at Annual Meeting - February 21, 2016			
Transfer to Elders Fund	\$	756.00	
Transfer to MYF Convention Fund		600.00	
Transfer to Home Improvement Fund		4,397.67	
Mennonite Church Eastern Canada (MCEC)		<u>10,000.00</u>	
			<u>15,753.67</u>
Balance Carried Forward from 2015			
Receipts:			
Budget Offerings Received	\$	368,174.27	
Budget Offerings Unreceived		<u>2,516.00</u>	
			370,690.27
Kindred Credit Union Interest		<u>542.03</u>	
			<u>371,232.30</u>
Disbursements:			
Wages and Benefits		187,330.56	
Building Occupancy Costs		63,415.94	
Program Costs		21,420.80	
Local Mission Program		17,770.52	
MCEC		<u>75,000.00</u>	
			<u>364,937.82</u>
			<u>6,294.48</u>
Inter-fund Transfers:			
Transfer to Continuing Education Fund			<u>351.05</u>
Fund Balance - December 31, 2016		\$	<u><u>5,943.43</u></u>
The Finance Committee recommends that the Fund Balance be distributed as follows:			
Elders' Discretionary Fund		\$	1,000.00
MCEC			<u>4,943.43</u>
		\$	<u><u>5,943.43</u></u>

Designated Offerings						
	Fund Balance Dec 31/15	2016 Designated Offerings	Disbursed	Transfers		Fund Balance Dec 31/16
MCC Ontario - relief kits	\$ -	\$ 513.00	\$ -	\$ -	\$	513.00
Woolwich Community Services	-	50.00	-	-		50.00
MCC Ontario-Refugee Support	<u>5,000.00</u>	<u>-</u>	<u>5,000.00</u>	<u>-</u>		<u>-</u>
	<u>\$ 5,000.00</u>	<u>\$ 563.00</u>	<u>\$ 5,000.00</u>	<u>\$ -</u>	\$	<u>563.00</u>

**Floradale Mennonite Church Inc.
Budget 2017**

	2016 Budget	2016 Actual	2017 Proposed
Wages & Benefits			
Ministerial Support	\$ 125,000.00	\$ 142,186.00	\$ 126,700.00
Expense Allowance	7,000.00	5,412.38	7,000.00
Conference Retirement Pension	6,100.00	6,164.03	5,400.00
Group Life & Long Term Disability	1,700.00	2,161.81	1,000.00
Extended Health & Dental	2,000.00	3,354.28	3,650.00
CPP & EI (Employer Portion)	9,100.00	10,264.90	9,650.00
Books	1,000.00	404.04	3,300.00
Seminars	1,000.00	550.00	-
Administrative Assistant	17,200.00	16,833.12	17,400.00
	170,100.00	187,330.56	174,100.00
Building Occupancy Costs			
Telephone & Internet	3,400.00	3,146.67	3,400.00
Fuel	4,500.00	2,794.47	4,500.00
Hydro	13,000.00	13,998.44	14,000.00
Church Custodian Contracts	19,150.00	19,150.16	19,400.00
Yard Custodian Contracts	2,000.00	1,500.00	1,500.00
Snow Blowing	4,000.00	2,062.68	4,000.00
Maintenance Contracts	4,500.00	3,979.97	4,000.00
Repairs & Miscellaneous	10,000.00	9,692.48	12,000.00
Church Insurance	6,500.00	6,948.72	7,000.00
Flower Arrangements	300.00	142.35	300.00
	67,350.00	63,415.94	70,100.00
Program Costs			
Sunday Morning Speakers	1,500.00	1,274.42	1,500.00
Worship Committee	1,500.00	1,048.94	1,500.00
Resource Persons	750.00	722.41	750.00
Leadership Training	400.00	250.00	1,000.00
MYF Sponsors' Expense	600.00	660.00	600.00
MYF	300.00	-	300.00
Junior MYF	300.00	-	300.00
Hopping Thursdays	1,200.00	1,165.60	1,200.00
Family Life Commission	1,000.00	1,425.78	1,500.00
Young Adults	500.00	614.58	750.00
Delegate Expense	500.00	1,530.00	500.00
Elmira District Ministerial	100.00	250.00	250.00
Library	1,000.00	869.20	1,000.00
Welcome Packages	2,500.00	1,536.85	-
SS Supplies & Church Periodicals	6,000.00	5,728.79	6,000.00
Office: Bulletins & Stationery	3,500.00	4,344.23	4,000.00
	21,650.00	21,420.80	21,150.00

**Floradale Mennonite Church Inc.
Budget 2017**

	2016 Budget	2016 Actual	2017 Proposed
Local Mission Programs			
Urban Ministries	700.00	700.00	700.00
Tea Ball Project - Relief Sale	1,800.00	1,870.52	1,800.00
MennoHomes	2,000.00	2,000.00	2,000.00
Woolwich Counselling Centre	500.00	500.00	500.00
Shalom Counselling Services	500.00	500.00	500.00
Mennonite Central Committee	5,000.00	5,000.00	5,000.00
Mennonite Disaster Service	500.00	500.00	500.00
Hidden Acres - Single Parent Family Camp	850.00	850.00	850.00
House of Friendship	2,000.00	2,000.00	2,000.00
Mennonite Coalition for Refugee Support	850.00	850.00	850.00
Woolwich Community Services	500.00	500.00	500.00
Canadian Bible Society	500.00	500.00	500.00
MCC-Meat Canner	2,000.00	2,000.00	2,000.00
Mennonite Story	-	-	1,000.00
Community Justice Initiatives	-	-	500.00
	17,700.00	17,770.52	19,200.00
MCEC	75,000.00	75,000.00	75,000.00
	351,800.00	364,937.82	359,550.00
Inter-fund Transfers			
Continuing Education Fund	557.44	557.44	-
Budget Total	\$ 352,357.44	\$ 365,495.26	\$ 359,550.00
Budget to Budget Increase			2.04%

Floradale Mennonite Church Inc.
Fund Accounts
For the year ending December 31, 2016

Home Improvement Fund

Fund Balance - December 31, 2015		\$	35,479.23
Receipts:			
Rent for Use of Building			9,408.75
Disbursements:			
QT Web Designs	\$	2,681.65	
Interceptor		3,216.94	
Catch Basin Repair		2,163.45	
Electrical - Fans/Sensors/Gym Lights		3,804.31	
Paint Parking Lot Lines		363.79	
Software - MyCongregation & Media Shout		739.89	
Office Furniture		502.00	
			13,472.03
Inter-fund Transfers:			
From Budget Fund			4,397.67
Fund Balance - December 31, 2016		\$	35,813.62

Women's Fellowship Fund

Fund Balance - December 31, 2015		\$	2,581.26
Receipts:			
Donations			1,395.00
Disbursements:			
Donations	\$	1,885.00	
Event Costs		296.16	
Home & Special Interest		1,058.83	
			3,239.99
Fund Balance - December 31, 2016		\$	736.27

Senior WMCEC Fund

Fund Balance - December 31, 2015		\$	392.62
Receipts:			
Donations			3,410.00
Disbursements:			
Donations	\$	2,300.00	
Quilt Supplies		1,002.59	
			3,302.59
Fund Balance - December 31, 2016		\$	500.03

Floradale Mennonite Church Inc.
Fund Accounts
For the year ending December 31, 2016

Men's Fellowship Fund		
Fund Balance - December 31, 2015		\$ 100.00
Receipts:		
Donations	\$ 8,360.00	
Crop Sales	19,679.30	
Crystal View Mennonite Church	<u>4,053.00</u>	
		32,092.30
Disbursements:		
Donation to Canadian Foodgrains Bank	27,973.95	
Crop Costs	4,025.25	
Speaker Costs	<u>193.10</u>	
		32,192.30
Fund Balance - December 31, 2016		<u><u>\$ -</u></u>

Catering Fund		
Fund Balance - December 31, 2015		\$ 14,344.94
Receipts:		
Fundraisers		8,358.91
Disbursements:		
Food	\$ 5,393.06	
Kitchen Supplies	<u>831.35</u>	
		6,224.41
Fund Balance - December 31, 2016		<u><u>16,479.44</u></u>

MYF Fund		
Fund Balance - December 31, 2015 - Includes \$600 for MYF Convention Fund		\$ 655.26
Receipts:		
Event Fees	\$ 3,621.00	
Fundraisers	<u>1,195.00</u>	
		4,816.00
Disbursements:		
Event Costs	4,864.59	
Fundraiser Costs	<u>220.69</u>	
		5,085.28
Inter-fund Transfers:		
From Budget Fund		<u>600.00</u>
Fund Balance - December 31, 2016		<u><u>\$ 985.98</u></u>

Floradale Mennonite Church Inc.
Fund Accounts
For the year ending December 31, 2016

Generosity Fund		
Fund Balance - December 31, 2015		\$ 284,518.28
Receipts:		
Estate Funds	\$ 110,919.33	
Donations	<u>100.00</u>	
		111,019.33
Interest:		
Abundance Canada		5,156.24
Disbursements:		
MCC Ontario - refugee sponsorship	14,000.00	
House of Friendship - food hamper bldg. renos	5,000.00	
MennoHomes - Elmira building project	50,000.00	
MC Canada - MK College scholarship sponsorship	5,000.00	
Conrad Grebel College - travel costs for peace conf.	5,000.00	
MCEC - relearning project	4,000.00	
MC Canada- MK College building project sponsorship	<u>10,000.00</u>	
		<u>93,000.00</u>
Fund Balance - December 31, 2016		<u><u>\$ 307,693.85</u></u>

Property & Equipment Fund		
Fund Balance - December 31, 2015		\$ 2,995,709.70
Amortization of Building & Equipment		<u>75,617.14</u>
Fund Balance - December 31, 2016		<u><u>\$ 2,920,092.56</u></u>

Floradale Mennonite Church Inc.
Notes to Financial Statements
December 31, 2016

Floradale Mennonite Church Inc. is a local church incorporated under the laws of the Province of Ontario on October 7, 2005 and has registered charitable status for Canadian income tax purposes. Floradale Mennonite Church Inc. operates in Woolwich Township as a place of worship, Christian education, worship and mission.

1. Summary of Accounting Policies

a) Fund accounting

The organization follows the restricted fund method of accounting for contributions.

- i) The budget fund accounts for the organization's church activities. This fund reports unrestricted donations.
- ii) The balance of the funds report restricted donations and disbursements related to the specific restricted fund.
- iii) The property and equipment fund reports the assets, liabilities, revenues and disbursements related to the organization's property, building and equipment.

b) Property and equipment

The purchased property, building and equipment are recorded at cost. Any assets purchased before 2002 are not recorded. The assets are being amortized:

Asset	Method	Rate
Building	Reducing Balance	2.5%
Equipment	Reducing Balance	5.0%

2. Property and Equipment

Asset	Cost	Accumulated Amortization	Net 2016	Net 2015
Land	\$ 189,408.81	\$ -	\$ 189,408.81	\$ 189,408.81
Building	3,301,786.97	778,568.74	2,523,218.23	2,587,916.13
Equipment	346,877.83	139,412.31	207,465.52	218,384.76
	<u>\$ 3,838,073.61</u>	<u>\$ 917,981.05</u>	<u>\$ 2,920,092.56</u>	<u>\$ 2,995,709.70</u>