

# AGM

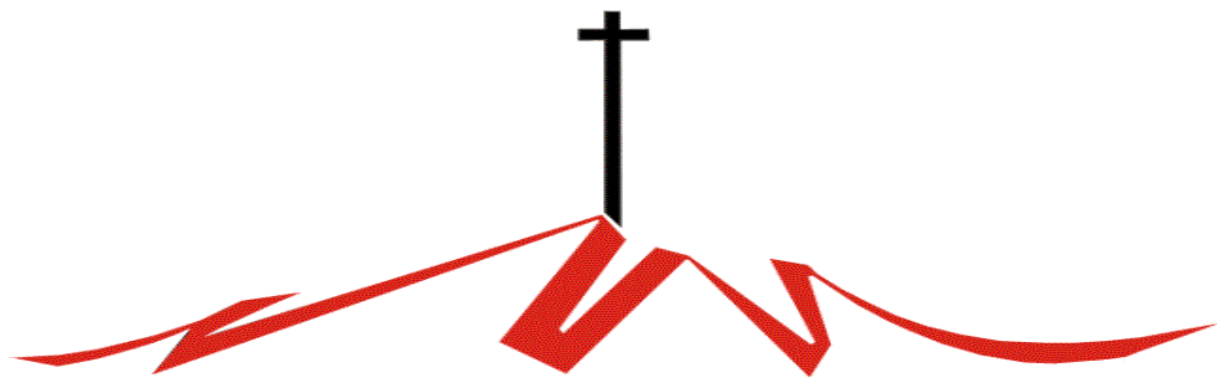
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ANNUAL GENERAL MEETING



## Annual Report to Members

November 23, 2017



# CELEBRATION

**www . redroof . tv**

# AGENDA

## Annual General Meeting

Celebration Church Inc.

Thursday, November 23, 2017 @ 6:00pm

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- |   |               |
|---|---------------|
| 1. Call to Order  | Joan Stricker |
| 2. Opening Prayer   | Fred Hill     |
| 3. Approval of the Agenda   | Joan Stricker |
| 4. Approval of the 2016 AGM Minutes – December 4, 2016  | Joan Stricker |
| 5. Approval of the 2017 Budget Minutes – June 22, 2017  | Joan Stricker |
| 6. Audited Financial Statements, Review and Approve   | Barry Krett   |
| 7. Auditor, Approve Appointment   | Barry Krett   |
| 7.1. Motion: That Celebration Church Inc. appoint Maria Sporysh as our auditor for 2017-2018.   |               |
| 8. Church Renewal/ARC Affiliation Vote  |               |
| 8.1. Motion: That Celebration Church Inc. end their affiliation with Association of Renewal Churches (ARC) effective November 23, 2017. |               |
| 9. Board Chair Report   | Joan Stricker |
| 10. Staff Report  | Fred Hill     |
| 11. Motion to Adjourn   |               |

**Annual General Meeting  
Celebration Church  
Sunday December 4, 2016**

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**DRAFT MINUTES**

“According to our by-laws any votes must receive a minimum of 50% plus 1 of members present to pass”

1. **Call to Order** **Joan Stricker**
  
2. **Opening Prayer** **Pastor Cory**
  
3. **Approval of the Agenda with changes** **Dwight Lawrence**  
    Moved by Murray Whitelaw  
    Seconded by Jackie Sivertson **CARRIED**
  
4. **Approval of 2015 AGM Minutes – Sunday November 22, 2015** **Shawn Lamb (took over as Chair for the approval of this item as it involved Joan Stickers re-election)**  
    Moved by Ross Teneycke  
    Seconded by George Maxim **CARRIED**
  
- NOTE: In adopting the 2015 minutes you are also approving two items that transpired during the 2016 year and therefore did not get into the minutes. The Non-Profit Corporations Act states that directors (in our case Elders/Board members) can make amendments to by-laws which come into effect immediately and are later ratified by membership.**

  1. **We made a change in our by-laws that removed the requirement that Elders/Board Members must take a year off prior to re-election after two consecutive terms**
  2. **With these changes we invited Joan Stricker to remain on the board for a third consecutive term**
  
5. **Approval of the 2015 Budget** **Shawn Lamb**  
    Moved by Mark Spangenberg  
    Seconded by Jane Ekong **CARRIED**
  
6. **Approval of the 2016 Budget** **Shawn Lamb**  
    Moved by Dean Krauss  
    Seconded by Ross Tiniki

Discussions regarding reduced income due to fluctuations in the number of members.

**CARRIED**

**7. Audited Financial Statements, Review and Approve**

**Barry Krett**

Moved by Barry Krett

Seconded by Jackie Sivertson

**CARRIED**

**8. Auditor, Approve Appointment**

**Barry Krett**

**8.1. Motion: Gwendolyn Friedrich moved that we appoint Frank E. Garrett as our auditor for 2016-2017.**

Seconded by Ray Ing

**CARRIED**

**9. Selection of Scrutineers**

**Joan Stricker**

9.1. ?

9.2. ?

9.3. ?

**10. Election of Directors**

**Shawn Lamb**

Standing for election are: Mike Fahlman, Tanya Oddo and Joan Sticker (bio's are provided in the AGM package)

**11. Board Chair Report**

**Joan Stricker**

**Key Notes: We are a governance Board, responsible to the congregation. As such it is our responsibility to communicate, to hear the members, and to report on our financial position. As Elders we work with our pastors to assist in providing support and encouragement to our congregation and to provide updates on progress towards membership approved objectives.**

**It is our responsibility to work with the congregation to review our Mission, Vision and**

**Strategic Goals** Vision-“Transformed by Christ-Empowered by the Holy Spirit-Serving God and others”

Mission-“To be committed followers of Jesus Christ, carrying his love to the world”

Goals;

1. Annually, at least the number of people equal to 20% of our attendees (ie. 43 people in 2016-17) will come to know Jesus through someone at Celebration Church or one of its services and will be encouraged to become part of our church.
2. Self-reported spiritual health will increase by 10% annually.
3. All members using their gifts and talents to consistently serve God and others in the church or community with a focus on expanding God's kingdom. Our Values;
  - Modeling, living, walking and leading in unparalleled unity.
  - Intimate with God & one another.
  - Recognizing & experiencing the Triune God – The Father, Son, Holy Spirit – His power and presence in our lives and our gatherings.
  - Intentionally go and lovingly lead people into a relationship with Jesus.
  - Vibrant, healthy, trust building and participatory governance, function, and needs based ministry.

**The Board was invited, and most of them, as well as some staff, attended the Set Free Conference at Southland Church in Steinbach. Pastor Fred is interested in bringing this program to Celebration in 2016-2017.**

**As a board we also reviewed and updated our by-laws.**

**As a board chair I continue to be Grateful to God for keeping our congregation unified.**

In the New Year we will be working to expand our statement of Values and Beliefs. Please pray for God's continued blessings and Direction for the work we are doing together.

Moved by Elnora Lamb  
Seconded by Marilyn Fahlman      **CARRIED**

## **12. Staff Report**

**Pastor Fred**

### **Key Notes:**

**Reviewed the current shared leadership roles including:**

**Preaching – 30% Cory, 40% Fred – remainder shared by other staff and visiting pastors**

**Pastoral Services (Visitation, Counselling and Events) – Cory**

**Sunday Church Experience – Cory**

**Community Networking – Cory**

**Family Connections (Church Wide Events, Kids Ministry) – Cory**

**Evangelism, Missions and Outreach (ie Lighthouse, YWAM) – Cory**

**Executive Leadership – Fred**

**Adult Engagement – Fred**

**Church Culture and Health – Fred**

**Internal Church Linkages – Fred**

**Working with the Board on Mission, Vision, Values and Goals – Fred**

**The Shared Pastoral Leads are encouraging everyone to ask question of the pastors.**

**At this time it is not our intention to replace Cam Liske who has resigned in response to God's call on his family's life to missions. Rather we intend to share his responsibilities with existing staff and to build and develop a stronger volunteer base.**

Moved by Rob Vanderhoft  
Seconded by Lois Vanderhoft      **CARRIED**

## **13. Capital Program Update:**

**Key Notes: The committee presented copies of colour samples, and changes to functional spaces (ie under the stage). There was a discussion about Portable LED lighting, placement of AV screens, discussions on the way the front of the stage would appear without the cross in center and the addition of glass railings, details of the Tech Booth, and locking storage. The committee highlighted their desire to create a useable space that provided security for equipment and stressed the need for inclusion and accessibility in the design. The committee presented a breakdown of costs and a highlight of the selection process for the General Contractor as well as the intended completion date of September 2017. A number of key questions were discussed including one from Patty Kelm on the inclusion of a water immersion tank – which had been discussed and was not included due to the costs.**

**Another question regarded the pictures on the windows. The committee indicated that this was not part of the renovation.**

**14. Election Results and Approval to Destroy Ballets**

**Shawn Lamb**

**All three board members were elected: Mike Fahlman, Tanya Oddo, Joan Stricker**

Moved by Murray Whitelaw

Seconded by Dianne Spangenberg – **CARRIED**

**15. Motion to Adjourn**

Motioned by Marg Shultz

**DRAFT Minutes for Congregation Budget Meeting  
June 22, 2017 6PM at Celebration Church**

**Opening Prayer**

**Adoption of Agenda**

Moved by Murray Whitelaw, seconded by Gwen Friedrich– **Carried**

**Congregational Survey Introduction** – Shawn Lamb

**Approval of June 16, 2016 Budget meeting minutes as amended**

Moved by Joan Stricker, seconded by Mike Fahlman - **Carried**

**Burning One's Conference** – Discussion

-will be a youth and young adults conference between Christmas and New Year's Eve – Friday Dec. 29 to Dec. 31, 2017

-Matt and Maxine will be guiding and facilitating the youth and young adults as they plan and organize most of the events. A goal is to develop leadership and facilitation skills amongst the student and young adult leaders.

-it will be replacing the One Thing conference they usually attend

-anticipating charging an entry fee (\$25)

-anticipating an attendance of around 300 people

**Current Financial Picture** – Fred Hill

-giving at this time is nearly on target

-Sunday morning attendance average is 217 but varies each weekend, which is up 7-8% from last year

-there are about 160 active members

**Church Budget** - Fred Hill

Fred presented the proposed operating and capital budgets

Operations Budget - Discussion

Joan Stricker inquired about what would fall under the missions scholarships area of the budget.

Cory explained that missionaries such as Nick Kelm with YWAM, Lindsay Piel, Rachel in Guatamala, Courtney Collins, and other congregation members whom request to go on mission trips but are not sponsored directly by the church or cannot afford the full amount.

Terry Lamb moved to accept the Operations budget as presented,  
Marilyn Fahlman seconded - **Carried**

Capital Budget – Discussion

Fred presented an update on the progress of the sanctuary renovation  
-it is anticipated to be on budget, or close to, for the entire renovation

There is a \$3000 line item of the proposed capital budget that is an error and should not be there, so the proposed budget is actually an amended budget of \$105, 500 (not \$108, 500)

-Gail Becker began a discussion about who will be painting the walls, and Fred is to follow up

-Donna Whitelaw inquired about the line item Future Development \$50,000 (will there be a charge to rent a potential future property/facility?) -Fred responded and said there are many options that could be done and much more research is still to be done

-Donna Whitelaw initiated a discussion about the Burger Bus and whether or not it is the best use of the church's money

-Jane Budzak inquired about why the Burger Bus ministry has not been up and running  
-Cory responded that there is not a bus purchased yet but there is money in the capital budget for purchasing one. Quotes were higher than anticipated but it is still in the works.

Randy Shultz moved to accept the amended Capital budget as presented, seconded by Barry Krett -  
**Carried**

#### **Bylaw Ratification-** Shawn Lamb

Shawn discussed the amendments made to the bylaws

Mike Fahlman moved to adopt the amended bylaws of March 2017 as presented, seconded by Marg Shultz – **Carried**

#### **ARC Affiliation-** Cory Illingworth

-Alliance of Renewal of Churches (ARC), helped Celebration through its season of change, transitioning away from the Lutheran Church of Canada

-ARC is through the United States and Celebration currently gives money to them each month

-Church Renewal at Southland Church has been providing support to Celebration over the past year and the church is looking to continue this support and end its affiliation with ARC

-there was not a 15-day notice to the congregation members to make a motion, so at the next AGM, a motion to end this affiliation will be proposed

-**ACTION ITEM:** Fred/Cory to provide a package to the congregation at the next AGM when this motion will be proposed, as a way to prepare the members and provide information on this change

#### **Adjourn**

-Joan Stricker motioned to adjourn the meeting

#### **Closing Prayer**



## Board Report for Celebration Church AGM – November 23, 2017

### Celebration Church - VISION

Transformed by Christ - Empowered by the Holy Spirit - Serving God and others

### Celebration Church - MISSION

**We are committed followers of Jesus Christ, carrying His love to the world.**

We are a governance board, responsible to the congregation to ensure the smooth and effective operation of the corporation. Our role as directors requires us to ensure that policies and procedures are in place, our Vision is clearly communicated, that the members have opportunities to be heard, and that the finances are monitored and reported as required by law. We continually review and update policies to ensure they are aligned with our vision, mission and goals.

As Elders we work along-side the Pastoral team to ensure that the ministries are delivered effectively, and that the members of our church are receiving the care and nurture they require.

This year has been a year of change. Our sanctuary has been updated and given a fresh renewed look. We congratulate our capital committee on the great job they have done renovating our sanctuary.

We have seen some staff changes. We were able to provide an extension to Cam's employment at Celebration and benefit from his amazing ability to do so many different tasks while he and Courtney waited to find out if they would be going to serve in Africa. At the same time we were able to help out Youth For Christ, another Christian organization in our community, by loaning them a gifted interim Executive Director in Cory Illingworth. We wish Cam and Courtney and Cory and Rachael well as they move on from serving at Celebration and we look forward to learning what God has in store for them.

The board is excited about the new programs that have been introduced this year. Set Free and Hearing God are being held on a regular basis and participation in these programs appears to be very strong.

Although change can be difficult, I want to encourage everyone to embrace the changes we are facing. If we continue to work together and function as a team we will become stronger. God is good and he continues to keep us unified as a church. Let's continue to trust him. Please be in prayer for your board and staff that God continues to give us wisdom and clarity as we provide leadership for Celebration Church and that we continue to work hard on hearing his voice and being obedient to him.

Joan Stricker  
Board Chair

# Celebration Church

## Staff Report

Annual General Meeting

November 23, 2017

- **Church Renewal Mentoring**
  - Fred Hill is mentoring weekly under Ray Duerkson of Church Renewal. Focus has covered personal prayer, corporate prayer, scripture, personal character and implementation of prayer within our congregation.
  - Maxine Leibel is mentoring regularly under Grace Fast, Pastor of Prayer at Southland Church / Church Renewal.
- In 2016 Celebration launched new **discipleship and prayer opportunities**.
  - Celebration held;
    - **4 Hearing God** courses with a cumulative 99 participants!
    - **14 Prayer Summits** with a cumulative 493 participants!
    - **2 Set Free! Seminars** with a cumulative 68 participants!
  - **Prayer Summits** have become part of the fabric of who we are at Celebration. Maxine Leibel has taken responsibility for planning, communication executing, reviewing and improving these signature events. Leading the events has been shared. Matt Adams and Fred Hill will share leading these events going forward. In September we held a one-year birthday party for the participants of the prayer summits.
  - Celebration prepared and delivered two **prayer ministry training** events – a manual was developed and provided to all prayer ministry volunteers to help create consistency and structure within which each minister could use their gifting safely and people could receive prayer ministry in a welcoming environment.
- **Volunteer Appreciation and Development**
  - Held one appreciation event in February and one in June. We have now introduced **Team Nights** to gather ministry leaders together for common and team-specific training
- **Small Groups**
  - Responsibility for development and equipping of small groups was transferred to Matt Adams in 2017. Matt is working with existing groups, helping start new groups and is helping individuals find groups to engage with.
  - 2 new small groups started this year.
- **Young Adults:** Maxine Leibel provided leadership to this group, including leading a fall weekend camp at Echo Lake. This group focuses on equipping, enriching and engaging the community of believers through:
  - personal relationships,
  - education and
  - challenging spiritual discipleship.

- **Youth:** Matt introduced a student leadership structure that helps some of the youth begin to take on leadership responsibilities and to help plan aspects of the events and activities.
  - Activities have included regular meetings on Friday nights and on Sunday nights plus extras like the Fall Retreat, Winter Retreat, Pinehouse.
  - Discipleship has covered such topics as; Early church community, Growing in Prayer, Apologetics, Reading your bible effectively, and Hearing God
- **Children and Family Ministries – Nicky Goudy**
  - **Amaze Family Event (2016)** – intentionally shifted from a “maze” format to an open format. Great feedback from community parents who were much more comfortable being able to join their kids and know they’re safe. 276 people attended the 2016 event. (FYI ~300 attended the 2017 event this October).
  - **Vacation Bible School (VBS)** – Camping themed VBS ran very well this summer despite not having access to the sanctuary. Adaptation was the rule. Great fun was had worshipping in the entry way, story telling in room 4, crafts in room 2 and wild crazy fun activities outside in the yard. The week ended with a family fire complete with campfire songs, s’mores and just getting connected.
  - **Sip ‘n Slide** was held again at Mount Pleasant with a diverse crowd of family and friends on January 15<sup>th</sup>. There were over 300 cups of hot chocolate shared and many friendly connections made within the community.
- **ARRIVE Ministry** – has remained active in 2016/17.
  - The mainstay of this ministry continues to be connecting regularly with families to be friends, to be light and to help our friends deal with needs as diverse as understanding Parent Teacher interviews, the importance of wearing a bike helmet, getting teeth fixed, finding lost loved ones, and learning the English language.
  - Provided help to organize an integrated soccer tournament
  - Provided English as a Second Language support training at Celebration for ARRIVE (or interested) participants.
- **Lighthouse Ministry** has been active through 2016/17. Moving into the 2017/18 season we have refreshed the leadership and have moved towards a Saturday/Church style of service with intentional efforts to form community with those that attend.
- **Special Events**
  - **City-Wide Easter Service** in 2017 was hosted by Celebration. We were very happy to host this event with over 1000 people in attendance over two services. This event required a significant effort on the part of our volunteers. Congratulations on stepping up in a big way to support the kingdom.
  - **Spiritual Renewal Weekends (SRWs)** – offered four times per year
    - **Dan Mohler** was invited to teach on the vibrant nature of our identify in Christ – the event was held in May and attended by people from several provinces. The knowledge and truth of our ability to live victorious lives was well received and continues to inform our discipleship activities.

- **Ask For Rain** – was held at the Regina Apostolic Church in March - with leadership, volunteer and worship support from many churches including Celebration.
  - **Baldavino's** – Antonio and Christelle from the Global House of Prayer spoke on prayer, relationships and marriage during the October SRW.
  - **Set Free! Retreat** – was held in January, led by Matt Adams with support from Shawn Vandop of Mainstreet Church of Chilliwack, BC
  
- **Youth For Christ** – In February Celebration began sharing Pastor Cory Illingworth with Youth for Christ on a half/time basis to help that organization through a period of senior leadership need.
  
- **Sanctuary Renovations**
  - In 2017 Celebration undertook a full renovation of its sanctuary. The project was completed on time with a small (9%) overrun on the budget – the biggest contributor to that overrun was the unexpected addition by the provincial government of PST being applied to labour on construction projects.
  - The end result is a wonderful new sanctuary that has moved out of the 1995 colour scheme, refurbished seating, and a full accessibility through the space. A new protective A/V both, and great access to the Prayer Room from the sanctuary.
  - The stage was in desperate need of repairs for safety reasons – we now enjoy a two-tiered functional stage with plenty of connectivity, power and sufficient space for the variety of ways we use, and plan to use it.
  - Thank-you to all of the volunteers that helped design and execute the project, and all of the volunteers that set up church service in the entry way or on the back yard every weekend this summer.

**CELEBRATION CHURCH INC.**

**Audited Financial Statements**

**August 31, 2017**

# CELEBRATION CHURCH INC.

August 31, 2017

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## **Independent Auditors' Report**

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To the Members of  
CELEBRATION CHURCH INC.

We have audited the accompanying statement of financial position of CELEBRATION CHURCH INC. as at August 31, 2017 and the Statement of Operations and 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.

### ***Auditors' Responsibility***

Our responsibility is to express opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian Generally Accepted Auditing Standards. These standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

### ***Basis for Qualified Opinion***

In common with many non-profit organizations, the association derives revenue from membership fees, donations and other fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of these revenues was limited to a comparison of recorded revenue with bank deposits and I was unable to determine whether any adjustments might be necessary to revenue, excess of revenue, assets and net assets.

### ***Qualified Opinion***

In our opinion, except for the effect of adjustments, if any, which might have been necessary had we been able to satisfy ourselves concerning the completeness of the revenue referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of CELEBRATION CHURCH INC. as at August 31, 2017 and the statements of 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.

**Priority Accounting Services CPA Prof. Corp.**

Regina, SK

# CELEBRATION CHURCH INC.

## Statement of Financial Position

August 31, 2017

	Operating Fund	Capital Asset Fund	2016 Total	2015 Total
<b>Assets</b>				
<b>Current Assets</b>				
Cash	\$ 929,326	\$	\$ 929,326	\$ 1,163,919
Accounts receivable	8,830		8,830	2,656
	938,156	\$	938,156	1,166,575
<b>Fixed Assets (Note 4)</b>				
Land	-	434,730	434,730	434,730
Buildings	-	768,315	768,315	809,088
Leasehold improvements	-	325,871	325,871	93,044
Furniture	-	19,721	19,721	-
Computer & office equipment	-	36,072	36,072	15,561
<b>Total Assets</b>	\$ 938,156	\$ 1,584,710	\$ 2,522,865	\$ 2,518,998
<b>Liabilities</b>				
<b>Current Liabilities</b>				
Accounts payable	\$ 116,157		\$ 116,156	\$ 4,640
<b>Total current liabilities</b>	116,157		116,156	4,640
Fund balances, unappropriated (Note 2)	201,274	1,584,710	1,785,984	1,560,169
Fund balances, appropriated (Note 2)	620,725	-	620,725	954,189
<b>Fund balances</b>	821,999	1,584,710	2,406,709	2,518,998
<b>Total Liabilities and Surplus</b>	\$ 938,156	\$ 1,584,710	\$ 2,522,865	\$ 2,518,998

Approved on Behalf of the Board:

\_\_\_\_\_,  
 \_\_\_\_\_,



# CELEBRATION CHURCH INC.

## Statement of Operations and Changes in Net Assets

For the Year Ended August 31, 2017

	Operating Fund	Capital Asset Fund	2016 Total	2015 Total
<b>REVENUES (Note 6)</b>				
Donations	\$ 597,613		\$ 597,613	\$ 613,952
Rental Income	15,778		15,778	17,234
Other income	7,831		7,831	11,193
Cost Recovery	29,925		29,925	-
<b>Total Revenue</b>	<b>651,147</b>		<b>651,147</b>	<b>642,379</b>
<b>EXPENSES</b>				
<b>General</b>				
Operations (Schedule 1)	13,050		13,050	17,279
Facility & Property (Schedule 2)	50,876		50,876	45,763
Salaries and benefits	395,150		395,150	406,248
Depreciation	-	101,497	101,497	86,979
<b>Programs</b>				
Adult Engagement & Growth (Schedule 3)	18,630		18,631	13,989
Leader Development & Engagement (Schedule 4)	14,376		14,376	21,318
Young Adult Ministry (Schedule 5)	3,827		3,827	2,328
Outreach (Schedule 6)	85,184		85,184	69,357
Church Culture & Health (Schedule 7)	42,557		42,557	22,890
Youth Ministries (Schedule 8)	24,836		24,836	16,818
Kids Ministries (Schedule 9)	8,812		8,812	8,584
<b>Total Expenses</b>	<b>657,299</b>	<b>101,497</b>	<b>758,796</b>	<b>711,553</b>
<b>Excess (deficiency) of revenue over expenditures</b>	<b>(6,151)</b>	<b>(101,497)</b>	<b>(107,649)</b>	<b>(69,174)</b>
Surplus, Opening	1,161,935	1,352,423	2,514,358	2,583,532
Interfund transfers	(333,783)	333,783	-	-
<b>Fund balances</b>	<b>\$ 821,999</b>	<b>\$ 1,584,710</b>	<b>\$ 2,406,709</b>	<b>\$ 2,514,358</b>

# CELEBRATION CHURCH INC.

## Statement of Cash Flows

For the Year Ended August 31, 2017

	Operating Fund	Capital Asset Fund	2016 Total	2015 Total
<b>Operating Activities</b>				
Excess (deficiency) of revenue over expenditures	\$ (6,151)	(101,497)	<b>\$ (107,649)</b>	\$ (69,174)
<b>Other non-cash items:</b>				
Depreciation	-	101,497	<b>101,497</b>	89,979
Net change in non-cash working capital (Note 5)	105,342		<b>105,342</b>	(2,911)
<b>Cash provided by (used in) operating activities</b>	<b>99,190</b>		<b>99,190</b>	<b>17,894</b>
<b>Investing Activities</b>				
Purchase of capital assets	-	(333,783)	<b>(333,783)</b>	(3,617)
<b>Cash used in investing activities</b>	<b>-</b>	<b>(333,783)</b>	<b>(333,783)</b>	<b>(3,617)</b>
<b>Increase (decreases) in cash &amp; investments during year</b>	<b>99,190</b>	<b>(333,783)</b>	<b>(234,593)</b>	<b>14,277</b>
Cash & investments, beginning of year	1,163,919		<b>1,163,919</b>	1,152,642
Interfund transfer	(333,783)	333,783	-	-
<b>Cash &amp; investments, end of year</b>	<b>\$ 929,326</b>	<b>\$ -</b>	<b>\$ 929,326</b>	<b>\$ 1,166,919</b>

# CELEBRATION CHURCH INC.

## Notes to the Financial Statements

For the Year Ended August 31, 2016

### 1. PURPOSE OF THE ORGANIZATION

Under the Lordship of Jesus Christ, Celebration Church Inc. (the Church) is called to discover God and to disciple people. The Church is incorporated under the Non-Profit Corporations Act, 1995 as a not-for-profit organization and is a registered charity under the Income Tax Act.

### 2. SIGNIFICANT ACCOUNTING POLICIES

#### Basis of Presentation

The financial statements have been prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO) applied within the framework of accounting policies summarized below.

#### Cash and Cash Equivalents

Cash and cash equivalents includes unrestricted cash in operating and High Interest Savings bank accounts.

#### Fund accounting

The Church uses the restricted fund method of accounting for contributions. The accounts of the Church are maintained in accordance with the principles of fund accounting in order that limitations and restrictions placed on the use of available resources are observed. Under fund accounting, resources are classified for accounting and reporting purposes into funds with activities or objectives specified. For financial reporting purposes, the accounts have been classified into the following two funds:

The **Operating Fund** records the operating revenue and expenditures of the Church as well as the related assets and liabilities.

The Board has established a Capital Reserve with funds held in the Operating Fund. The reserve is intended to fund future repairs and maintenance for the facilities and/or equipment as well as replacement of worn out equipment. Renovations and/or a possible addition to the current facility are being considered and funds set aside in the reserve would be utilized to fund these expenditures.

The **Capital Asset Fund** records revenues and expenditures related to specific donations for the purpose of capital improvements to the church, depreciation expense, and mortgage interest expense. In addition, it contains the assets and mortgage related to the building and land held by the Church. Expenditures considered capital in nature funded from the Operating are also transferred to the Capital Asset Fund.

Celebration Church completed a large portion of a planned capital project for the fiscal year 2016-2017.

#### Revenue and expense recognition

Unrestricted contributions are recognized as revenue of the Operating Fund in the year received.

Donations are recorded as revenue only when received; pledges are not recorded in the accounts.

# CELEBRATION CHURCH INC.

## Notes to the Financial Statements

For the Year Ended August 31, 2016

### 2. SIGNIFICANT ACCOUNTING POLICIES continued

#### Property, plant and equipment

The church building is depreciated using the straight-line method at 2.5% per year. The amounts shown for land and church building are the costs of the church property located at 3130 Renfrew Crescent, Regina, Saskatchewan. Leasehold improvements and furniture are being depreciated using the straight-line method at 10% per year. Computers and office equipment are being depreciated using the straight-line method at 20% per year.

#### Use of Estimates

The preparation of financial statements in conformity with Canadian Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Accounts receivables are stated after evaluation as to the collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. These assumptions are reviewed periodically and, adjustments become necessary, they are reported in earnings in the periods in which they become known.

#### Financial Instruments

Financial assets and financial liabilities are recorded on the Statement of Financial Position when the Church becomes party to the contractual provisions of the financial instrument. All financial instruments are required to be recognized at fair value upon initial recognition, except for certain related party transactions. Measurement in subsequent periods of equity instruments is at fair value. All other financial assets and financial liabilities are subsequently measured at amortized cost adjusted by transaction costs, which are amortized over the expected life of the instrument.

Fair value is the amount at which a financial instrument could be exchanged at arm's length between willing, unrelated parties in an open market. Changes in fair values of financial assets and financial liabilities measured at fair value are recognized in excess of revenues over expenses.

When there is an indication of impairment and such impairment is determined to have occurred, the carrying amount of financial assets measured at amortized cost is reduced to the greater of the discounted cash flows expected or the proceeds that could be realized from sale of the financial asset. Such impairments can be reversed if the value subsequently improves.

### 3. INVESTMENTS

The Church currently has no Term Deposits, but have funds in a High Interest Savings account with Conexus Credit Union.

# CELEBRATION CHURCH INC.

## Notes to the Financial Statements

For the Year Ended August 31, 2016

### 4. PROPERTY, PLANT AND EQUIPMENT

	Ending Cost	Accumulated Depreciation	2017 Net Book Value	2016 Net book Value
Land	\$ 434,730	\$ -	\$ 434,730	\$ 434,730
Building	1,630,885	(862,570)	768,315	809,087
Leasehold improvements	601,849	(275,977)	325,872	93,044
Furniture	84,098	(59,607)	24,491	-
Computer and office equipment	79,328	(48,026)	31,302	15,562
<b>Total</b>	<b>\$ 2,830,889</b>	<b>\$(1,246,180)</b>	<b>\$ 1,584,710</b>	<b>\$ 1,352,423</b>

### 5. NET CHANGE IN NON-CASH WORKING CAPITAL BALANCES FROM OPERATIONS

	2017	2016
<b>(Increase) decrease in</b>		
Accounts receivable	\$ (9,175)	\$ 841
<b>Increase (decrease) in</b>		
Accounts payable	111,517	(3,752)
<b>Total</b>	<b>\$ 102,342</b>	<b>\$ (2,911)</b>

# CELEBRATION CHURCH INC.

For the Year Ended August 31, 2017

## Schedule 1 - Operations

	2017	2016
Marketing & Communications	\$ -	\$ 1,545
Staff Hospitality	-	2,315
Mileage	-	1,699
Audit, Legal, Bank Charges	2,656	2,356
Vacation Relief	-	105
Administration	8,258	7,273
Memberships & Licenses	2,136	1,986
	\$ 13,050	\$ 17,279

## Schedule 2 - Facility & Property

	2017	2016
Inside Repairs & Maintenance	\$ 3,371	\$ 3,349
Insurance & Building Security	12,589	11,037
Outside Repairs & Maintenance	4,336	2,812
Landscaping/Snow Removal	2,347	933
Audio, Visual, Lights, Music	-	293
Utilities	28,233	27,339
	\$ 50,876	\$ 45,763

## Schedule 3 - Audit Engagement & Growth

	2017	2016
Men's Ministry	\$ 3,431	\$ 1,816
Women's Ministry	7,507	3,265
Young Adults Ministry	-	5,191
Seniors Ministry	1,855	1,271
Small Groups	2,875	2,364
Adult Education	547	82
Visitor Connections	2,415	-
	\$ 18,630	\$ 13,989

# CELEBRATION CHURCH INC.

For the Year Ended August 31, 2017

## Schedule 4 - Leadership Development & Engagement

	2017	2016
Paid Staff Training	\$ 9,746	\$ 14,644
Board Training	1,582	6,143
Volunteer Staff Training	3,048	531
	\$ 14,376	\$ 21,318

## Schedule 5 - Young Adult Ministry

	2017	2016
Teaching Resources	\$ 946	\$ -
Refreshments	982	-
Service Supplies	-	2,328
Appreciation	438	-
Special Events	59	-
Hospitality	686	-
Training (Leaders/Teachers)	379	-
Travel	62	-
Benevolent Support	275	-
	\$ 3,827	\$ 2,328

## Schedule 6 - Outreach

	2017	2016
Community (Church & Surrounding Area)	\$ -	\$ 497
City	9,543	16,961
Lighthouse	8,255	6,362
Street Ministry	122	115
ARRIVE Ministry	4,258	-
Country	4,700	5,133
Corners of the Earth	47,632	24,221
Mission Scholarships	4,724	6,586
Mission Teams	5,212	9,482
India Dollar Mission	738	-
	\$ 85,184	\$ 69,357

# CELEBRATION CHURCH INC.

For the Year Ended August 31, 2017

## Schedule 7 - Church Culture & Health

	2017	2016
Spiritual Renewal & Growth	\$ 23,010	\$ 12,572
Prayer Ministry	1,513	948
Hospitality	2,994	4,588
Pastoral Ministry	8,886	95
Benevolent Fund	-	4,687
Corporate Worship	4,683	-
Appreciation	1,471	-
	\$ 42,557	\$ 22,890

## Schedule 8 - Youth Ministries

	2017	2016
Teaching Resources	\$ 375	\$ 1,240
Special Events	17,754	12,964
Hospitality	1,339	1,136
Youth Ministry Team Leadership Development & Engagement	-	1,478
Consumables	40	-
Rentals	70	-
Refreshments	1,961	-
Marketing, Communication, Printing	62	-
Appreciation	400	-
Training (Leaders/Teachers)	2,064	-
Benevolent Support	621	-
Other Expenses	150	-
	\$ 24,836	\$ 16,818

## Schedule 9 - Kids Ministries

	2017	2016
Classes	\$ -	\$ 2,413
Nursery	-	308



# CELEBRATION CHURCH INC.

For the Year Ended August 31, 2017

## Schedule of Expenses

	2017	2016
Summer Ministry	-	2,797
Hospitality	569	533
Kids Ministry Team Leadership Development & Engagement	-	203
Kids Special Programs	-	20
Family Ministry	-	2,310
Consumables	537	-
Teaching Resources	716	-
Crafts	250	-
Refreshments	311	-
Marketing, Communication, Printing	82	-
Appreciation	137	-
Special Events	5,852	-
Training	64	-
Benevolent Support	200	-
Oher Expenses	94	-
	<b>\$ 8,812</b>	<b>\$ 8,584</b>