
MARKHAM BAPTIST CHURCH
FINANCIAL STATEMENTS
DECEMBER 31, 2022

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members
Markham Baptist Church
MARKHAM
Ontario

We have reviewed the accompanying financial statements of Markham Baptist Church that comprise the statement of financial position as at December 31, 2022, and the statements of revenues, expenses and change 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 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.

Basis for Qualified Conclusion

Note 1(d) of the financial statements describes that the Church has only capitalized the Church land and building and all other capital assets are expensed as incurred. In addition to this, the Church has not amortized the building. The effects of this departure from Canadian accounting standards for not-for-profit organizations on the accompanying financial statements have not been determined.

Qualified Conclusion

Based on our review, except for the effects of the matter described in the Basis for Qualified Conclusion paragraph, 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 Markham Baptist Church as at December 31, 2022, 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
May 1, 2023

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MARKHAM BAPTIST CHURCH

STATEMENT OF FINANCIAL POSITION

As at December 31,	2022	2021
ASSETS		
Current		
Cash and cash equivalents (Note 2)	\$ 147,090	\$ 126,044
Cash and cash equivalents - restricted (Note 2)	332,874	323,756
Accounts receivable	7,585	2,624
Sales taxes refundable	2,872	3,217
	<u>\$ 490,421</u>	<u>\$ 455,641</u>
Watkins Legacy Investment (Note 3)	110,000	110,000
Capital Assets (Note 1d)	<u>1,899,047</u>	<u>1,899,047</u>
	<u>\$ 2,499,468</u>	<u>\$ 2,464,688</u>

LIABILITIES

Current		
Accounts payable and accrued liabilities	\$ 14,049	\$ 9,602

FUND BALANCES

General Fund	\$ 143,498	\$ 122,283
Capital Asset Fund	1,899,047	1,899,047
Building and Equipment Fund	195,284	343
Watkins Fund	134,100	128,953
Faith Promise Fund	18,293	13,733
Lunch Drop-In Fund	17,103	25,822
Church Life & Outreach Fund	23,200	-
Mission Funds	15,798	22,905
Designated Funds	17,804	29,321
Housing Fund	17,015	17,015
Brookman Fund	-	191,887
Pastor's Sabbatical Fund	4,277	3,777
	<u>\$ 2,485,419</u>	<u>\$ 2,455,086</u>
	<u>\$ 2,499,468</u>	<u>\$ 2,464,688</u>

Approved by the Board:

_____ Director _____ Director

MARKHAM BAPTIST CHURCH

STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND BALANCE - GENERAL FUND

For the year ended December 31,	2022	2021
REVENUES		
Tithes, offerings and gifts	\$ 214,227	\$ 199,308
Rental income	26,694	24,000
Watkins legacy income	5,146	3,702
Investment income	5,042	3,129
Government assistance (Note 5)	-	8,769
	<u>\$ 251,109</u>	<u>\$ 238,908</u>
EXPENSES		
Salaries and benefits	\$ 153,996	\$ 161,386
Repairs and maintenance	25,142	23,583
Utilities	10,231	7,466
Rental property expenses	8,347	8,045
Miscellaneous expenses	5,828	10,041
Professional fees	5,805	2,500
Insurance	5,547	5,366
CBOQ fees	5,000	5,000
Telephone	2,203	2,131
Audio visual and computers	1,928	1,453
Guest speaker	1,200	1,000
Office supplies	1,128	1,401
Music and worship	1,079	832
Christian education	1,035	1,325
Congregational life	925	1,247
	<u>\$ 229,394</u>	<u>\$ 232,776</u>
EXCESS OF REVENUES OVER EXPENSES	\$ 21,715	\$ 6,132
TRANSFERS (Note 4)	<u>(500)</u>	<u>(500)</u>
CHANGE IN FUND BALANCE	\$ 21,215	\$ 5,632
FUND BALANCE - Beginning	<u>122,283</u>	<u>116,651</u>
FUND BALANCE - Ending	<u>\$ 143,498</u>	<u>\$ 122,283</u>

MARKHAM BAPTIST CHURCH

STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND BALANCE - CAPITAL ASSET FUND

For the year ended December 31,	2022	2021
REVENUES	\$ -	\$ -
EXPENSES	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENSES	\$ -	\$ -
FUND BALANCE - Beginning	<u>1,899,047</u>	<u>1,899,047</u>
FUND BALANCE - Ending	<u>\$ 1,899,047</u>	<u>\$ 1,899,047</u>

MARKHAM BAPTIST CHURCH

STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND BALANCE - BUILDING AND EQUIPMENT FUND

For the year ended December 31,

2022

2021

REVENUES		
Offerings	\$ 4,625	\$ 6,240
EXPENSES	<u>1,571</u>	<u>13,465</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ 3,054	\$ (7,225)
TRANSFERS (Note 4)	<u>191,887</u>	<u>-</u>
CHANGE IN FUND BALANCE	\$ 194,941	\$ (7,225)
FUND BALANCE - Beginning	<u>343</u>	<u>7,568</u>
FUND BALANCE - Ending	<u>\$ 195,284</u>	<u>\$ 343</u>

MARKHAM BAPTIST CHURCH

STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND BALANCE - WATKINS FUND

For the year ended December 31,	2022	2021
REVENUES		
Investment income	\$ 5,147	\$ 3,702
EXPENSES	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENSES	\$ 5,147	\$ 3,702
FUND BALANCE - Beginning	<u>128,953</u>	<u>125,251</u>
FUND BALANCE - Ending	<u>\$ 134,100</u>	<u>\$ 128,953</u>

MARKHAM BAPTIST CHURCH

STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND BALANCE - FAITH PROMISE FUND

For the year ended December 31,	2022	2021
REVENUES		
Tithes, offerings and gifts	\$ 24,375	\$ 20,130
EXPENSES		
Canadian Baptist Missionaries		
Ellie and Mireille Haddad	\$ 3,500	\$ 3,500
Bruno and Kathleen Soucy	3,500	3,500
Ukraine Relief	2,893	-
Other	-	200
Cuba Project	-	20
Markham Pregnancy Centre	1,675	2,245
Teen Challenge	1,050	1,000
360 Kids	1,000	1,280
Partners International	1,000	1,000
Child Evangelism Fellowship	1,000	1,000
Youth Unlimited	1,000	-
Conference	1,000	-
Markham Food Bank	775	200
Miscellaneous	522	225
Young Life	500	500
CBOQ Fees	400	-
Missions	-	1,000
Markhaven	-	635
Pregnancy Crisis Centre	-	50
	<u>\$ 19,815</u>	<u>\$ 16,355</u>
EXCESS OF REVENUES OVER EXPENSES	\$ 4,560	\$ 3,775
FUND BALANCE - Beginning	<u>13,733</u>	<u>9,958</u>
FUND BALANCE - Ending	<u>\$ 18,293</u>	<u>\$ 13,733</u>

MARKHAM BAPTIST CHURCH

STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND BALANCE - LUNCH DROP-IN FUND

For the year ended December 31,	2022	2021
REVENUES		
Receipts	\$ -	\$ -
EXPENSES		
Cost of food	<u>8,719</u>	<u>1,233</u>
DEFICIENCY OF REVENUES OVER EXPENSES	\$ (8,719)	\$ (1,233)
TRANSFERS (Note 4)	<u>-</u>	<u>-</u>
CHANGE IN FUND BALANCE	\$ (8,719)	\$ (1,233)
FUND BALANCE - Beginning	<u>25,822</u>	<u>27,055</u>
FUND BALANCE - Ending	<u>\$ 17,103</u>	<u>\$ 25,822</u>

MARKHAM BAPTIST CHURCH

STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND BALANCE - CHURCH LIFE & OUTREACH FUND

For the year ended December 31,

2022

2021

REVENUES

Offerings

\$ 20,110 \$ -

EXPENSES

Honourarium

\$ 3,000 \$ -

Ukraine Relief

1,000 -

Food costs

259 -

Other

15 -

\$ 4,274 \$ -

EXCESS OF REVENUES OVER EXPENSES

\$ 15,836 \$ -

TRANSFERS (Note 4)

7,364 -

CHANGE IN FUND BALANCE

\$ 23,200 \$ -

FUND BALANCE - Beginning

- -

FUND BALANCE - Ending

\$ 23,200 \$ -

MARKHAM BAPTIST CHURCH

STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND BALANCES - MISSION FUNDS

For the year ended December 31,

	B.W.M.S.	Benevolent	Memorial	2022 Total	2021 Total
REVENUES	\$ 720	\$ 11,055	\$ 300	\$ 12,075	\$ 18,776
EXPENSES	<u>720</u>	<u>10,360</u>	<u>738</u>	<u>11,818</u>	<u>25,952</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ -	\$ 695	\$ (438)	\$ 257	\$ (7,176)
TRANSFER FROM MISSION FUNDS (Note 4)	<u>-</u>	<u>-</u>	<u>(7,364)</u>	<u>(7,364)</u>	<u>500</u>
CHANGE IN FUND BALANCE	\$ -	\$ 695	\$ (7,802)	\$ (7,107)	\$ (6,676)
FUND BALANCE - Beginning	<u>-</u>	<u>5,053</u>	<u>17,852</u>	<u>22,905</u>	<u>29,581</u>
FUND BALANCE - Ending	<u>\$ -</u>	<u>\$ 5,748</u>	<u>\$ 10,050</u>	<u>\$ 15,798</u>	<u>\$ 22,905</u>

MARKHAM BAPTIST CHURCH

STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND BALANCES - DESIGNATED FUNDS

For the year ended December 31,

	Sunday School	Kids Camp	Syrian Refugee Crisis	Online Ministry	Other	2022 Total	2021 Total
REVENUES	\$ 241	\$ -	\$ -	\$ 102	\$ -	\$ 343	\$ 13,878
EXPENSES	<u>-</u>	<u>1,030</u>	<u>-</u>	<u>10,830</u>	<u>-</u>	<u>11,860</u>	<u>2,535</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ 241	\$ (1,030)	\$ -	\$ (10,728)	\$ -	\$ (11,517)	\$ 11,343
TRANSFER TO MISSION FUNDS (Note 4)	<u>434</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(434)</u>	<u>-</u>	<u>(500)</u>
CHANGE IN FUND BALANCE	\$ 675	\$ (1,030)	\$ -	\$ (10,728)	\$ (434)	\$ (11,517)	\$ 10,843
FUND BALANCE - Beginning	<u>1,596</u>	<u>16,188</u>	<u>-</u>	<u>11,103</u>	<u>434</u>	<u>29,321</u>	<u>18,478</u>
FUND BALANCE - Ending	<u>\$ 2,271</u>	<u>\$ 15,158</u>	<u>\$ -</u>	<u>\$ 375</u>	<u>\$ -</u>	<u>\$ 17,804</u>	<u>\$ 29,321</u>

MARKHAM BAPTIST CHURCH

STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND BALANCE - HOUSING FUND

For the year ended December 31,	2022	2021
REVENUES	\$ -	\$ -
EXPENSES	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENSES	\$ -	\$ -
FUND BALANCE - Beginning	<u>17,015</u>	<u>17,015</u>
FUND BALANCE - Ending	<u>\$ 17,015</u>	<u>\$ 17,015</u>

MARKHAM BAPTIST CHURCH**STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND BALANCE -
BROOKMAN FUND**

For the year ended December 31,	2022	2021
REVENUES	\$ -	\$ -
EXPENSES	<u>-</u>	<u>142,962</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ -	\$ (142,962)
TRANSFERS (Note 4)	<u>(191,887)</u>	<u>-</u>
CHANGE IN FUND BALANCE	\$ (191,887)	\$ -
FUND BALANCE - Beginning	<u>191,887</u>	<u>334,849</u>
FUND BALANCE - Ending	<u>\$ -</u>	<u>\$ 191,887</u>

MARKHAM BAPTIST CHURCH

STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND BALANCE - PASTOR'S SABBATICAL FUND

For the year ended December 31,	2022	2021
REVENUES	\$ -	\$ -
EXPENSES	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENSES	\$ -	\$ -
TRANSFERS (Note 4)	<u>500</u>	<u>500</u>
CHANGE IN FUND BALANCE	\$ 500	\$ 500
FUND BALANCE - Beginning	<u>3,777</u>	<u>3,277</u>
FUND BALANCE - Ending	<u>\$ 4,277</u>	<u>\$ 3,777</u>

MARKHAM BAPTIST CHURCH

STATEMENT OF CASH FLOWS

For the year ended December 31,

2022

2021

UNRESTRICTED CASH AND CASH EQUIVALENTS WERE PROVIDED BY (USED IN):

OPERATING ACTIVITIES

Excess of revenues over expenses		
General Fund	\$ 21,715	\$ 6,132
Net change in non-cash working capital balances:		
Accounts receivable	\$ (4,961)	\$ (678)
Sales taxes refundable	345	(52)
Prepaid expenses	-	4,962
Accounts payable and accrued liabilities	4,447	(6,433)
	<u>\$ (169)</u>	<u>\$ (2,201)</u>
	\$ 21,546	\$ 3,931

INVESTING ACTIVITIES

Inter-fund transfers (net)	<u>(500)</u>	<u>(500)</u>
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INCREASE IN UNRESTRICTED CASH AND CASH EQUIVALENTS

	\$ 21,046	\$ 3,431
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UNRESTRICTED CASH AND CASH EQUIVALENTS - Beginning

	<u>126,044</u>	<u>122,613</u>
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UNRESTRICTED CASH AND CASH EQUIVALENTS - Ending

	<u>\$ 147,090</u>	<u>\$ 126,044</u>
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MARKHAM BAPTIST CHURCH
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NATURE OF OPERATIONS

The purpose of the Markham Baptist Church (the "Church") is to worship God, become fully devoted followers of Jesus Christ and invite others to join us in this life-changing experience.

The Church is incorporated federally and received its certificate of continuance under the Canada Not-for-profit Corporations Act on October 2, 2014. The Church is registered as a charitable organization under Section 149.1(l) of the Income Tax Act and, as such, is exempt from income taxes.

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements, except for the treatment of capital asset purchases as discussed in Note 1(d), have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

a) Fund Accounting

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

General Fund reports assets, liabilities, revenues and expenses for the unrestricted operating activities of the Church.

Capital Asset Fund reports the assets, liabilities, contributions and expenses related to the Church's capital assets.

Building and Equipment Fund reports donor restricted contributions to be used for major capital projects.

Watkins Fund is an internally restricted fund and reports 50% of the investment income earned on the Watkins legacy investment, which is to be used for the support of student missions.

Faith Promise Fund reports donor restricted contributions to be used to support missionary partners.

Lunch Drop-in Fund reports internally restricted revenues to be used to manage the Church's lunch drop-in program.

Mission Funds report internally restricted contributions to be used to fund mission projects.

Designated Funds report externally restricted contributions that are designated for specific projects or groups.

MARKHAM BAPTIST CHURCH
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

1. **SIGNIFICANT ACCOUNTING POLICIES** - Continued

a) **Fund Accounting** - Continued

Housing Fund reports internally restricted contributions to be used to support pastoral housing requirements.

Brookman Fund is a legacy fund to be used for the future needs of the Church as deemed necessary.

Pastor's Sabbatical Fund reports internally restricted funds to be used to cover additional costs that would be required should the Senior Pastor take a sabbatical.

b) **Revenue Recognition - Restricted Fund Method**

The Church follows the restricted fund method whereby externally restricted contributions are recognized, when received, 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 when received. Rental, lunch drop-in and investment income is recognized in the appropriate fund when earned and collection is reasonably assured.

Government assistance is recognized as revenue when received or receivable and any conditions as to its use have been met.

c) **Cash and Cash Equivalents**

Cash and cash equivalents include cash held in the bank, guaranteed investment certificates ("GIC's") and money market investments.

d) **Capital Assets**

Capital assets consist of the Church building and land initially recorded at cost and are not being amortized. All other capital asset purchases are expensed as incurred.

e) **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 value, contributed services are not recognized in the financial statements.

MARKHAM BAPTIST CHURCH
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

1. **SIGNIFICANT ACCOUNTING POLICIES** - Continued

f) **Use of Estimates**

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires the Officers 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 amount of revenues and expenses during the year. Actual results could differ from the estimates used.

g) **Financial Instruments**

Measurement of Financial Instruments

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

Financial assets subsequently measured at amortized cost includes cash and cash equivalents and the Watkins Legacy investment. Financial liabilities subsequently measured at amortized cost include accounts payable and accrued liabilities. The Church has no financial assets measured at fair value and has not elected to carry any financial asset or liability at fair value.

Impairment

Financial assets measured at amortized cost are tested for impairment when events or circumstances indicate possible impairment. Write-downs, if any, are recognized in excess (deficiency) of revenues over expenses and may be subsequently reversed to the extent that the net effect after the reversal is the same as if there had been no write-down. There are no impairment indicators in the current year.

MARKHAM BAPTIST CHURCH
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

2. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of the following:

	2022	2021
Cash	\$ 95,982	\$ 99,350
GIC's	311,490	278,683
Money market investment	<u>72,492</u>	<u>71,767</u>
	\$ 479,964	\$ 449,800
Less: Long-term portion of GIC's	<u>-</u>	<u>-</u>
	<u>\$ 479,964</u>	<u>\$ 449,800</u>
	2022	2021
UNRESTRICTED		
General Fund	<u>\$ 147,090</u>	<u>\$ 126,044</u>
RESTRICTED		
Internally restricted		
Brookman Fund	\$ -	\$ 191,887
Lunch Drop-in Fund	17,103	25,822
Housing Fund	17,015	17,015
Watkins Fund	24,100	18,953
Pastor's Sabbatical Fund	4,277	3,777
Mission Funds	15,798	22,905
Church Life & Outreach Fund	<u>23,200</u>	<u>-</u>
	<u>\$ 101,493</u>	<u>\$ 280,359</u>
Donor Restricted		
Building and Equipment Fund	\$ 195,284	\$ 343
Designated Funds	17,804	29,321
Faith Promise Fund	<u>18,293</u>	<u>13,733</u>
	<u>\$ 231,381</u>	<u>\$ 43,397</u>
	<u>\$ 332,874</u>	<u>\$ 323,756</u>
TOTAL CASH AND CASH EQUIVALENTS	<u>\$ 479,964</u>	<u>\$ 449,800</u>

MARKHAM BAPTIST CHURCH
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

3. WATKINS LEGACY

The fund was created by a bequest made to the Church by the estate of Len Watkins. The funds are invested with the Canadian Baptists of Ontario and Quebec, earning a variable rate of return.

4. INTER-FUND TRANSFERS

Amounts totaling \$500 (2021 - \$500) were transferred from the General Fund to the Pastor Sabbatical Fund.

Amounts totaling \$434 (2021 - \$Nil) were transferred from Designated Funds - Other to Designated Funds - Sunday School.

Amounts totaling \$Nil (2021 - \$500) were transferred from Designated Funds - Other to Memorial Funds.

Amounts totaling \$191,887 (2021 - \$Nil) were transferred from the Brookman Fund to the Building and Equipment Fund.

Amounts totaling \$7,364 (2021 - \$Nil) were transferred from the Missions Fund to the Church Life & Outreach Fund.

5. GOVERNMENT ASSISTANCE

Government assistance consists of the following:

	2022	2021
Canada Emergency Wage Subsidy	<u>\$ -</u>	<u>\$ 8,769</u>

MARKHAM BAPTIST CHURCH
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

6. 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, 2022:

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. There has been no change in the assessment of credit risk from the prior year.

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. There has been no change in the assessment of liquidity risk from the prior year.

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 mainly exposed to interest rate risk as follows:

i) **Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As described in Note 2, the Church is exposed to interest rate risk with respect to its GIC's and money market investments. The Church does not currently hold any financial instruments to mitigate this risk. The exposure to this risk fluctuates as the investments and related interest rates change from year to year.