



CONVERGE

FALL 2021

November 16 @ 7 PM | In-Person & Online



STONY PLAIN
ALLIANCE CHURCH

CONTENTS

Important Info	2
Fall Converge Agenda	3
Spring Converge Minutes	6
Financial Statements	9
Giving Report	19
APPENDIX 1: Zoom Instructions	20

IMPORTANT INFO

In preparing for our Fall Converge, here are some very important pieces of information that we would like you to be aware of:

Date: Tuesday, November 16, 2021 @ 7:00pm

Location: Hybrid of Online and In-Person

- There are two options for attending our 2021 Fall Converge: In Person or Online. Please register in advance for either option [HERE](#). For those who register to attend online, you will receive a zoom link with additional instructions.
- Attending by Zoom is as straightforward as clicking on a link. Online attendees do not need their own zoom account to join the zoom call. You can join through a browser or from any desktop, laptop, mobile device, or by calling in from a land line. In the appendix of this Converge package is a document that will walk you through the step by step process for joining by zoom.
- During the Converge Meeting, online participants will be able to engage in asking questions by using the chat box or by submitting their questions ahead of time to Pastor Kimberly: kimberly@spaconline.com. Those attending in person will be able to ask questions live at the microphone provided.
- Only Members of SPAC have the privilege of voting. The voting that will take place during the meeting is for the (1) Agenda, (2) 2021 Spring Converge Minutes, (3) Annual Financial Statements and (4) Rural Subdivision Lot Sale. Only those opposed to an item being voted on will be asked to indicate that by a show of hands or by typing "opposed" in the chat box. All those who do not oppose will be counted as in favour of.
- Between now and the Converge date, please do not hesitate to contact Pastor Kimberly (kimberly@spaconline.com or 780-963-2082) with any questions you might have.

On behalf of the Board of Elders and the SPAC staff, thank you for your ongoing grace and cooperation as we prepare for our second Fall Converge that will be a hybrid of both in person and online. We look forward to having you join us on November 16 for our Fall Converge.

FALL CONVERGE AGENDA

7:00 - Devotional

7:15 - Finance Meeting

1. Call to order
2. Adopt Agenda
3. Adopt Spring Converge Minutes
4. Presentation and Adoption of Financial Reports:

Motion: It is moved by Rob Davidson, Treasurer and Dan Kehler, Chair, that the 2021 Financial Statements, presented by Hawkings Tinney LLP, be accepted as presented.

5. Rural Subdivision Lot Presentation

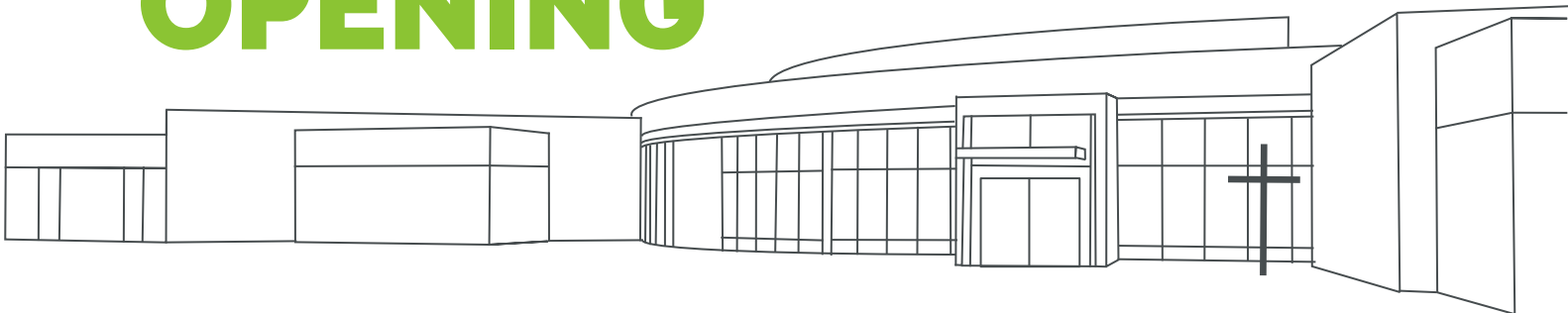
A rural subdivision lot was donated to SPAC as part of our Flourish Campaign. The Board is now pursuing selling this lot, which requires informing SPAC membership and seeking approval to proceed.

6. Lead Pastor Search Committee Report
7. Adjourn meeting/Close in prayer



 **STONY PLAIN**
ALLIANCE CHURCH

GRAND OPENING





SPRING CONVERGE MINUTES

Stony Plain Alliance Church

Spring Converge Minutes — June 22, 2021

1. CALL TO ORDER

Dan Kehler called the meeting to order at ___7:07_ pm. 55 people (50 members + 5 adherents) in attendance.

2. AGM RULES EXPLAINED

Dan explained how the meeting will be held and votes conducted. Reverse voting in effect.

3. ADOPTION OF AGENDA

Moved by Jesse Boulianne and seconded by Jay Ridderikhoff that the agenda be accepted as presented.

Carried

No comments or questions.

4. ADOPTION OF PREVIOUS MEETING MINUTES

i) Adopt Minutes from 2020 Fall Converge Finance Meeting

Moved by Graeme Watt and seconded by Linnaea Nielsen that the Fall Converge November 17, 2020 Finance meeting minutes be accepted as presented.

Carried

ii) Adopt Minutes from February 28, 2021 Business Meeting

Moved by Jack Adkins and seconded by Stephan Potgieter that the February 28, 2021 Business Meeting minutes be accepted as presented.

Carried

5. MINISTRY REPORT

Pastor Kimberly presented an abbreviated version of the “present” and “future” items included in the Ministry report, which was included (full 5-page version) in the Spring 2021 Converge Package.

6. NEW BUSINESS

i) 2021-2022 Budget

Jesse Boulianne and Dan Kehler presented the 2021-2022 FY budget and conducted Q&A.

Moved by Jack Adkins and seconded and seconded by Jason Ridderikhoff that the 2021-2022 budget be accepted as presented.

Carried

7. NOMINATING COMMITTEE REPORT & ELECTION RESULTS

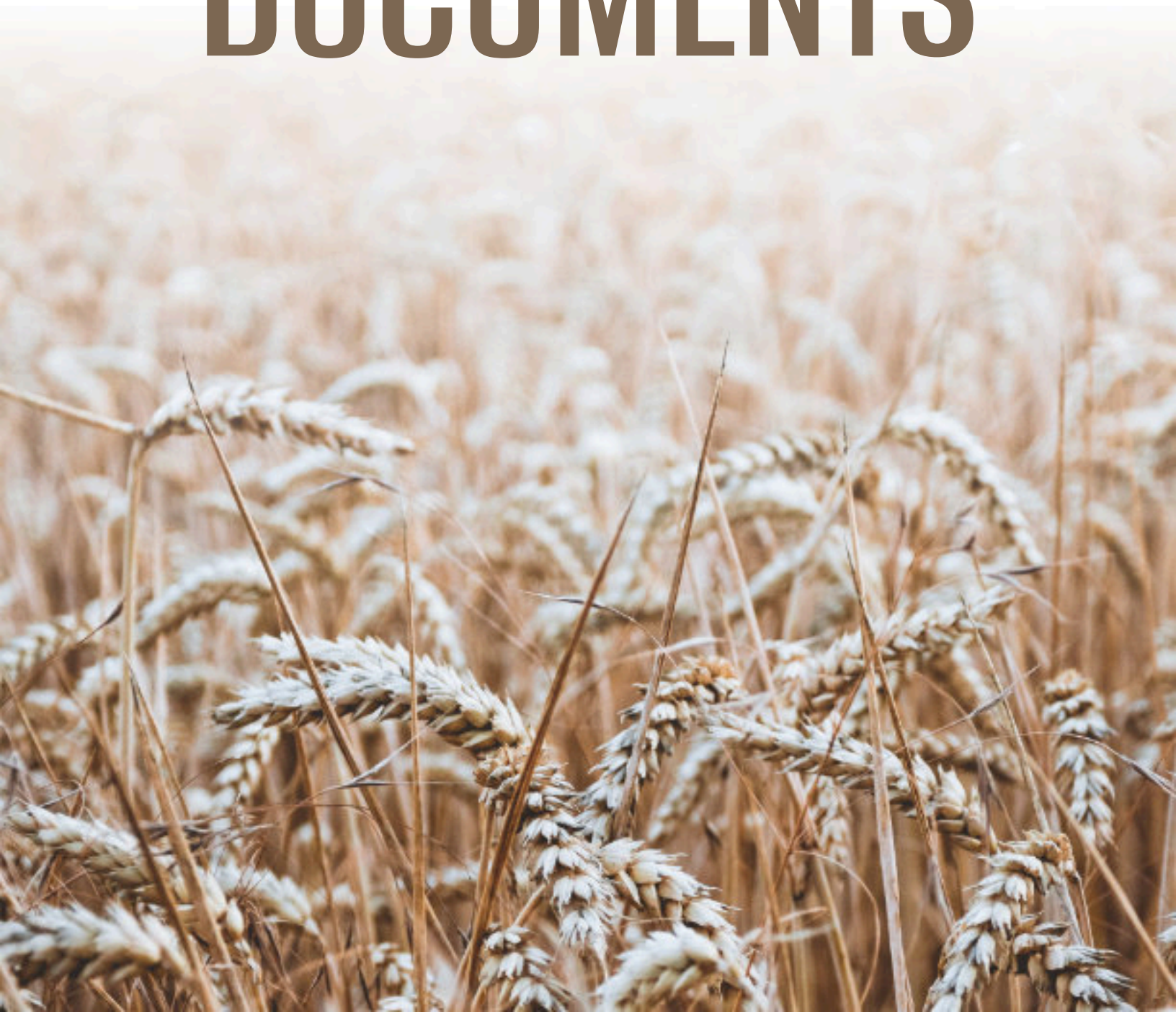
Dan presented the results of the Board Nominations:

- Dan Kehler, Rob Davidson, and Jack Adkins were confirmed for a new 2-year term on the SPAC board of Elders.
- Sue Fulmore and Teri Rebagliati were appointed as SPAC Board Apprentices.

8. PRAYER AND ADJOURNMENT AT 7:48 PM.

The meeting was adjourned and Pastor Kimberly closed the meeting with prayer.

FINANCIAL DOCUMENTS



STONY PLAIN ALLIANCE CHURCH

Financial Statements

For The Year Ended June 30, 2021

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Stony Plain Alliance Church

We have reviewed the accompanying financial statements of Stony Plain Alliance Church (the Church) that comprise the statement of financial position as at June 30, 2021, and the statements of revenues and expenditures, 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 (ASNPO), 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

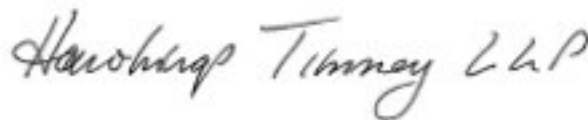
Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

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.

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 Stony Plain Alliance Church as at June 30, 2021, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.



Stony Plain, Alberta
October 27, 2021

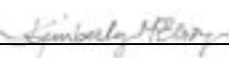
Hawkings Tinney LLP
Chartered Professional Accountants

STONY PLAIN ALLIANCE CHURCH
Statement of Financial Position
As At June 30, 2021

	2021	2020
ASSETS		
CURRENT		
Cash	\$ 355,972	\$ 1,194,925
Accounts receivable	1,349,653	419
Goods and services tax recoverable	145,009	62,996
Cash - Building repair fund	57,652	51,007
	1,908,286	1,309,347
CAPITAL ASSETS (Note 3)	11,902,357	6,651,795
	\$ 13,810,643	\$ 7,961,142
LIABILITIES		
CURRENT		
Accounts payable	\$ 61,866	\$ 66,193
Current portion of long term debt (Note 4)	1,555,538	-
	1,617,404	66,193
LONG TERM DEBT (Note 4)	4,144,533	1,085,879
DEFERRED REVENUE - CAPITAL FUND	1,955,552	1,614,986
	7,717,489	2,767,058
NET ASSETS		
General fund	(5,866,855)	(1,508,718)
Restricted fund	57,652	51,007
Equity invested in capital assets	11,902,357	6,651,795
	6,093,154	5,194,084
	\$ 13,810,643	\$ 7,961,142

ON BEHALF OF THE BOARD

 _____ Director

 _____ Director

The accompanying notes are an integral part of these financial statements.

STONY PLAIN ALLIANCE CHURCH
Statement of Revenues and Expenditures
For The Year Ended June 30, 2021

	2021	2020
REVENUES		
General	\$ 664,782	\$ 741,976
Adult ministries	220	10,940
Youth ministries	-	4,440
Other Receipts (<i>Schedule 1</i>)	(254)	1,649
	<u>664,748</u>	<u>759,005</u>
EXPENDITURES		
Salaries and wages	458,234	525,222
Interest on long term debt	105,764	-
Building expenditures	74,883	43,002
Office	72,288	85,887
Insurance	21,735	8,440
District budget	20,032	22,231
Staff support	11,504	24,669
Programming	10,799	9,900
Adult ministry	8,068	12,753
Adventure ministries	5,117	6,498
Accounting fees	4,416	7,175
Youth ministry	4,261	10,596
Events and promotions	3,306	12,245
Leadership and ministry development	1,270	3,630
Amortization	189,867	24,633
	<u>991,544</u>	<u>796,881</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES FROM OPERATIONS	<u>(326,796)</u>	<u>(37,876)</u>
OTHER INCOME (EXPENDITURES)		
Gain on disposal of capital assets	924,582	-
General - Capital fund	279,258	1,967
Mission support	72,663	79,836
Cemetery	21,600	19,200
Temporary wage subsidy	13,796	7,915
Short term missions	-	(243)
Interest	-	41,321
New building non-capital costs	(2,424)	(1,967)
Cemetery	(9,566)	(20,515)
Mission support	(74,043)	(87,474)
	<u>1,225,866</u>	<u>40,040</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ 899,070</u>	<u>\$ 2,164</u>

STONY PLAIN ALLIANCE CHURCH
Statement of Changes in Net Assets
For The Year Ended June 30, 2021

	General Fund	Restricted Fund	Equity invested in Capital assets	2021	2020
NET ASSETS - BEGINNING OF YEAR	\$ (1,508,718)	\$ 51,007	\$ 6,651,795	\$ 5,194,084	\$ 5,191,920
EXCESS OF REVENUES OVER EXPENDITURES	(4,358,137)	6,645	5,250,562	899,070	2,164
NET ASSETS - END OF YEAR	\$ (5,866,855)	\$ 57,652	\$ 11,902,357	\$ 6,093,154	\$ 5,194,084

The accompanying notes are an integral part of these financial statements.

STONY PLAIN ALLIANCE CHURCH
Statement of Cash Flows
For The Year Ended June 30, 2021

	2021	2020
OPERATING ACTIVITIES		
Excess of revenues over expenditures	\$ 899,070	\$ 2,164
Items not affecting cash:		
Amortization	189,867	24,633
Gain on disposal of assets	(924,582)	-
	<u>164,355</u>	<u>26,797</u>
Changes in non-cash working capital:		
Accounts receivable	(1,349,234)	(53)
Deferred revenue - capital fund	340,566	408,822
Accounts payable	(4,328)	36,866
Goods and services tax payable	(82,013)	7,178
	<u>(1,095,009)</u>	<u>452,813</u>
	<u>(930,654)</u>	<u>479,610</u>
INVESTING ACTIVITIES		
Purchase of capital assets	(5,856,704)	(2,455,835)
Proceeds on disposal of capital assets	1,340,858	436
	<u>(4,515,846)</u>	<u>(2,455,399)</u>
FINANCING ACTIVITIES		
Proceeds from long term financing	4,605,000	1,085,879
Repayment of long term debt	9,192	-
	<u>4,614,192</u>	<u>1,085,879</u>
DECREASE IN CASH FLOW	(832,308)	(889,910)
Cash - beginning of year	<u>1,245,932</u>	<u>2,135,842</u>
CASH - END OF YEAR	\$ 413,624	\$ 1,245,932
CASH CONSISTS OF:		
Cash	\$ 355,972	\$ 1,194,925
Cash - Building repair fund	57,652	51,007
	<u>\$ 413,624</u>	<u>\$ 1,245,932</u>

STONY PLAIN ALLIANCE CHURCH
Notes to Financial Statements
For The Year Ended June 30, 2021

The Stony Plain Alliance Church operates as a ministry in and around Stony Plain, Alberta. The organization is engaged in assisting people in experiencing an ongoing life transforming relationship with Jesus Christ. The Church is a registered charitable organization and is exempt from income tax.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPPO).

Measurement uncertainty

When preparing financial statements according to ASNPO, management makes estimates and assumptions relating to:

- reported amounts of revenues and expenditures
- reported amounts of assets and liabilities
- disclosure of contingent assets and liabilities.

Estimates are based on a number of factors including historical experience, current events and actions that the Church may undertake in the future, and other assumptions that management believes are reasonable under the circumstances. By their nature, these estimates are subject to measurement uncertainty and actual results could differ. In particular, estimates are used in accounting for certain items such as revenues, allowance for doubtful accounts, useful lives of capital assets, asset impairments, legal and tax contingencies, employee compensation plans, employee benefit plans, retained interest in securitized receivables, income taxes, and goodwill impairment.

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment when indicators of impairment exist. Transaction costs on the acquisition, sale, or issue of financial instruments subsequently recorded at fair value are expensed when incurred.

Cash and short term investments

Cash and cash equivalents consist primarily of commercial paper and deposits with an original maturity date of purchase of three months or less. Because of the short term maturity of these investments, their carrying amount approximates fair value.

Other investments

Investments for which there are quoted prices in an active market are carried at fair value. Unrealized gains or losses are reported as part of net income. Investments for which there is not an active market are carried at amortized cost except when it is established that their value is impaired. Impairment losses, or reversal of previously recognized impairment losses, are reported as part of net income.

(continues)

STONY PLAIN ALLIANCE CHURCH
Notes to Financial Statements
For The Year Ended June 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Capital assets

Capital assets are stated at cost less accumulated amortization and are amortized over their estimated useful lives at the following rates and methods:

Buildings	50 years	straight-line method
Audio-visual equipment	10 years	straight-line method
Computer equipment	3 years	declining balance method
Office equipment	5 years	declining balance method

The Church regularly reviews its capital assets to eliminate obsolete items. In the year of acquisition, half-rates are applied.

Capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

Receipts recognition

- a) The Church recognizes receipts when contributions, donations and other receipts are received.
- b) Interest income is recognized on an accrual basis.
- c) The Church recognized restricted receipts when the corresponding restricted expenditure has been incurred.
- d) The Church receives deferred revenue for the purpose of funding a new church. The deferred revenue will be recognized as the corresponding building expenditures are incurred.

2. FINANCIAL INSTRUMENTS

The Church is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Church's risk exposure and concentration as of June 30, 2021.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Church is exposed to this risk mainly in respect of its receipt of funds from its customers and other related sources, long-term debt, obligations under capital leases, contributions to the pension plan, and accounts payable.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Church manages exposure through its normal operating and financing activities. The Church is exposed to interest rate risk primarily through its floating interest rate bank indebtedness and credit facilities.

Unless otherwise noted, it is management's opinion that the Church is not exposed to significant other price risks arising from these financial instruments.

3. CAPITAL ASSETS

(continues)

STONY PLAIN ALLIANCE CHURCH
Notes to Financial Statements
For The Year Ended June 30, 2021

3. CAPITAL ASSETS (continued)

	Cost	Accumulated amortization	2021 Net book value	2020 Net book value
Land	\$ 3,344,858	\$ -	\$ 3,344,858	\$ 3,580,619
Buildings	8,674,692	173,494	8,501,198	2,999,775
Audio-visual equipment	283,500	231,296	52,204	67,900
Computer equipment	98,942	95,042	3,900	3,172
Office equipment	42,746	42,549	197	329
	\$ 12,444,738	\$ 542,381	\$ 11,902,357	\$ 6,651,795

4. LONG TERM DEBT

	2021	2020
Western Canadian District CMA loan bearing interest at 2.95% per annum, repayable in monthly blended payments of \$25,575. The loan matures on May 31, 2036 and was secured by land and building which has a carrying value of 10,686,923.	\$ 3,658,850	\$ 1,085,879
Western Canadian District CMA loan bearing interest at 0% per annum until October 28, 2021, repayable in monthly blended payments of \$341.58. The loan is secured by the auditorium which has been sold subsequent to the year end. The proceeds from the auditorium will be applied against this loan. The remaining loan after proceeds are applied will turn into a loan bearing interest at 2.95% per annum. Interest will begin to accrue on October 29, 2021, and is repayable in monthly blended payments of \$3,850. The loan matures on October 28, 2036 and is secured by uncollected pledges.	1,900,000	-
Western Canadian District CMA loan bearing interest at 2.95% per annum, repayable in monthly blended payments of \$5,220. The loan matures on January 26, 2024 and is secured by uncollected pledges	141,221	-
	5,700,071	1,085,879
Amounts payable within one year	(1,555,538)	-
	\$ 4,144,533	\$ 1,085,879

Principal repayment terms are approximately:

2022	\$ 1,555,538
2023	297,750
2024	280,576
2025	251,541
2026	259,062
Thereafter	3,055,604
	\$ 5,700,071

STONY PLAIN ALLIANCE CHURCH

Other Receipts

(Schedule 1)

For The Year Ended June 30, 2021

(Unaudited)

	2021	2020
RECEIPTS		
Funeral	\$ 120	\$ 120
Adventure ministries	-	292
Miscellaneous income: Facility rental	-	825
Office refunds/reimbursements	<u>(374)</u>	412
	\$ (254)	\$ 1,649

GIVING REPORT

Giving From July 1, 2021 to Oct 25, 2021

Our fiscal year is July 1 to June 30.

The numbers below represent 17 of 52 weeks.

General Fund

Budget as of Oct 25, 2021	\$	282,756
Actual received as of October 25, 2021	\$	184,942
Budget vs. Actual shortfall (this does not represent a cash shortfall)		<u>(\$97,814)</u>

Missions (Global Advance, Short Term Missions, Home Missions, Refugee Sponsorship, etc)

\$ 23,454

Building Fund

New building funds raised as of June 30, 2021
(Reach Beyond and Flourish) \$ 2,234,788

New building funds raised July 1, 2021 to Oct 25, 2021 \$ 133,656
Less - New building expenses July 1, 2021 to Oct 25, 2021 (\$50,081)
Net building funds raised as of Oct 25, 2021 [A] \$2,318,363

Total Family Centre Building Replacement Value (BRV) Received [B] \$ 2,862,408

Auditorium sale - land & building [C] \$ 1,340,857

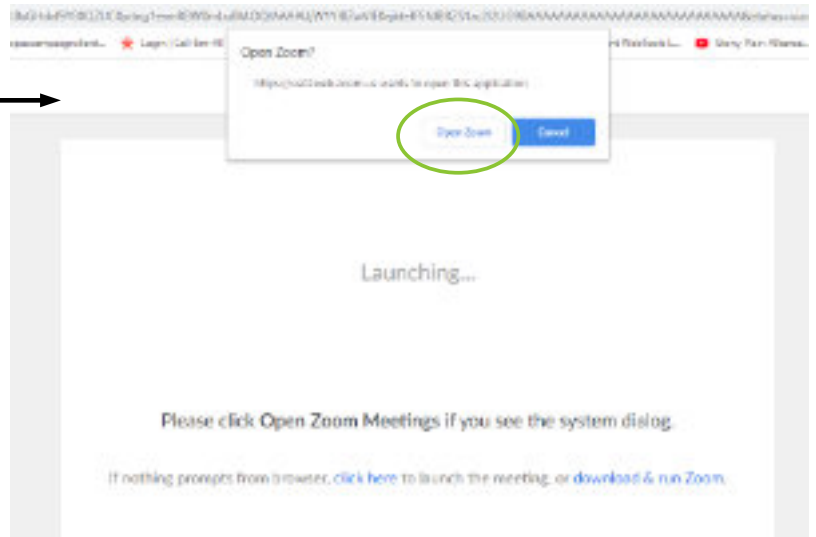
North Business Park land & building [D] (\$10,860,417)

Total building fund net of all expenses [A]+[B]+[C]-[D] **-\$ 4,338,789**

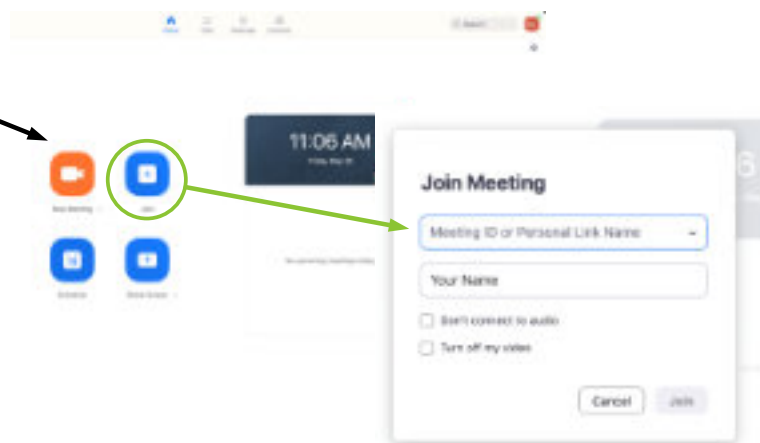
APPENDIX 1: ZOOM INSTRUCTIONS

TO ATTEND BY COMPUTER OR SMARTPHONE

LINK: To join click the link in the registration confirmation email. This will prompt you to open Zoom to join the meeting. (If you have never used Zoom before it will prompt you to download the app to your desktop)



MEETING ID: Go directly to your Zoom app and click *Join*, then enter the Meeting ID, found in the email. You will then be prompted to enter the passcode, also found in the confirmation email.



And you're in! You have successfully joined our online Converge meeting.



info@spaconline.com | 780-963-2082 | spaconline.com



SPAC

**FULLNESS OF LIFE FOR EVERYONE,
BY PRACTICING THE WAY OF JESUS TOGETHER**