



STONY PLAIN
ALLIANCE CHURCH

CONVERGE

FALL 2022 | November 15 @ 6PM

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Important Info

In preparing for our 2022 Fall Converge, here are some important pieces of information that we would like you to be aware of:

DATE

Tuesday, November 15, 2022

6:00pm – Potluck Supper

7:00pm – Converge Meeting

ATTENDING OPTIONS

There are two options for attending our 2022 Fall Converge: In-Person or Online. If you are attending online, please contact the church office (780-963-2082 or kimberly@spaconline.com) as soon as possible to receive a link for joining online.

VOTING

Only Members of SPAC have the privilege of voting. The voting that will take place during the meeting is for the (1) Agenda, (2) 2022 Spring Converge Minutes, and (3) Annual Financial Statements. For those attending online, reverse voting will be in effect. 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.

ENGAGEMENT

During the Converge Meeting, there is always opportunity for questions from the floor. Online participants will be able to engage in asking questions by using the online chat box, submitting their questions ahead of time or by using the hand raising icon on the screen, at which time the online host will unmute that participant and they will be able to verbally ask their question.

POTLUCK SUPPER DETAILS

SPAC will be providing Bratwurst and roasted potatoes. Please bring side dishes and desserts to share.

AGENDA

6pm – Potluck Supper

7pm – Opening with worship and devotional

1. Call To Order
2. AGM Session Rules Explained
3. Adopt Agenda
4. Adopt Minutes
5. Presentation and Adoption of Financial Reports
6. Adjourn Meeting/Close in prayer

SPRING CONVERGE MINUTES

Stony Plain Alliance Church June 21, 2022

1. Call to Order

Dan Kehler called the meeting to order at 7:39 pm. 68 people (50 members + 18 adherents) in attendance.

2. AGM Rules Explained

Dan explained how the meeting will be held and votes conducted. No reverse voting as there are only 7 online. Matt will monitor those online votes.

3. Adoption of Agenda

Moved by Harm Mulder and seconded by Christine Ridderikhoff that the agenda be accepted as presented.

Carried

No comments or questions.

4. Adoption of Previous Meeting Minutes

Adopt Minutes from 2021 Fall Converge Finance Meeting

Moved by Debi Mills and seconded by Wayne Tellier that the Fall Converge November 16, 2021 Finance meeting minutes be accepted as presented.

Carried

No questions or comments

5. Ministry Report

Pastor Kimberly presented an abbreviated version of the Staff Ministry report, which was included (full 3 page version) in the Spring 2022 Converge Package.

- Update on Pastor Linda Stover on Medical Leave; contacting Linda through the church office was requested
- Update on Alpha ministry
- Celebration of Baptisms
- Encounter Nights
- Newcomer Lunch, over 50 in attendance
- Lead Pastor search complete and welcome to Wade Paton

6. Membership Acknowledgments

The following individuals became members of SPAC within the last year:

- Josh and Tricia Shane
- Kendyl and Shoshanna Cooper

7. Elder Appreciation

Thanks and celebration of Graeme Watt and his work on board for the past three years as he resigns his position.

8. New Business

2022-2023 Budget

Dan Kehler presented the 2022-2023 FY budget and conducted Q&A.

Moved by Jesse Boulianne and seconded by Steve Paddon that the 2022-2023 budget be accepted as presented.

No questions or comments

Carried.

9. Nominating Committee Report & Election Results

- i) The 2022 Nominating Committee Members were Sam Kinniburgh, Glen Nelson, Rob Davidson, Linnaea Anderson and Dan Kehler.

Introduction of the new Elder apprentice, Jeff Nixon, for a one year term.
2023 Nominating Committee: Kelsey Sawatzky and Tammy Nelson

Motion by Amanda Adkins and seconded by Elizabeth Grier to nominate Brent Robinson and Sue Paddon as Tellers.

No questions or comments

Carried.

- ii) Dan presented the results of the Board Nominations:

- Clark Mills, Linnaea Anderson, Jay Ridderikhoff, Sue Fulmore and Teri Rebagliati were confirmed for a new 2-year term on the SPAC board of Elders.

9. Prayer and Adjournment at 8:21 pm.

The meeting was adjourned and Dan Kehler closed the meeting with prayer.

GIVING REPORT

Giving From July 1, 2022 to October 20, 2022

Our fiscal year is July 1 to June 30.

The numbers below represent 16 of 52 weeks.

General Fund

Budget as of October 20, 2022 (includes all mortgage and interest costs)	\$	406,743
Actual received as of October 20, 2022	\$	260,785
Budget vs. Actual shortfall (this does not represent a cash shortfall)		(\$145,958)

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

\$18,637

Building Fund

New building funds raised as of June 30, 2021 (Reach Beyond and Flourish)	[A]	\$	2,592,287
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]		(\$10,931,264)
Total building fund net of all expenses	[A]+[B]+[C]-[D]	-\$	4,135,712



STONY PLAIN ALLIANCE CHURCH

Financial Statements

For The Year Ended June 30, 2022

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Stony Plain Alliance Church have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Stony Plain Alliance Church's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Board of Directors is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board carries out this responsibility principally through its Audit Committee. The Audit Committee is appointed by the Board and meets periodically with management and the members' auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Audit Committee reports to the Board of Directors prior to its approval of the financial statements. The Committee also considers, for review by the Board and approval by the members, the engagement or re-appointment of the external auditors.



Kimberly McElroy, Executive Pastor



Dan Kehler, Chairman of the Board

Stony Plain, AB

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 organization) that comprise the statement of financial position as at June 30, 2022, and the statements of revenues and expenditures, changes in net assets and cash flow 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, 2022, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

Hawkins Tinney LLP

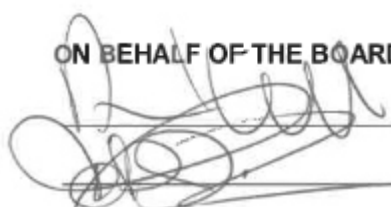
Stony Plain, Alberta
October 11, 2022


Hawkins Tinney LLP
Chartered Professional Accountants

STONY PLAIN ALLIANCE CHURCH
Statement of Financial Position
As At June 30, 2022

	2022	2021
ASSETS		
CURRENT		
Cash	\$ 583,550	\$ 355,972
Accounts receivable	4,500	1,349,653
Goods and services tax recoverable	5,176	145,009
Cash - Building repair fund	65,221	57,652
	<u>658,447</u>	<u>1,908,286</u>
CAPITAL ASSETS (Note 3)	<u>11,793,617</u>	<u>11,902,357</u>
	<u>\$ 12,452,064</u>	<u>\$ 13,810,643</u>
LIABILITIES		
CURRENT		
Accounts payable	\$ 26,511	\$ 61,865
Current portion of long term debt (Note 4)	297,750	1,555,538
	<u>324,261</u>	<u>1,617,403</u>
LONG TERM DEBT (Note 4)	<u>4,004,229</u>	<u>4,144,533</u>
DEFERRED REVENUE - CAPITAL FUND	<u>2,015,572</u>	<u>1,955,552</u>
	<u>6,344,062</u>	<u>7,717,488</u>
NET ASSETS		
General fund	(5,750,836)	(5,866,854)
Restricted fund	11,793,617	11,902,357
Building repair fund	65,221	57,652
	<u>6,108,002</u>	<u>6,093,155</u>
	<u>\$ 12,452,064</u>	<u>\$ 13,810,643</u>

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, 2022

	2022	2021
REVENUES		
General	\$ 756,855	\$ 664,783
General - Capital fund	297,478	279,258
Other Receipts	408	(254)
	<u>1,054,741</u>	<u>943,787</u>
EXPENSES		
Salaries and wages	490,135	458,234
Interest on long term debt	123,276	105,764
Building expenditures	85,378	74,883
Office	50,468	72,288
Staff support	32,559	11,505
District budget	22,682	20,032
Programming	15,599	10,799
Insurance	13,919	21,735
Events and promotions	13,533	3,306
Accounting fees	7,442	4,416
Leadership and ministry development	2,908	1,270
New building non-capital costs	-	2,424
Amortization	190,355	189,867
	<u>1,048,254</u>	<u>976,523</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES FROM OPERATIONS	<u>6,487</u>	<u>(32,736)</u>
OTHER INCOME		
Mission support	91,648	72,663
Temporary wage subsidy	35,361	13,796
Cemetery	14,400	21,600
Youth ministries	4,157	-
Adult ministries	2,210	220
Adventure ministries	(5,782)	(5,117)
Adult ministry	(7,551)	(8,068)
Youth ministry	(15,758)	(4,261)
Cemetery	(18,673)	(9,566)
Mission support	(91,652)	(74,043)
Gain on disposal of capital assets	-	924,582
	<u>8,360</u>	<u>931,806</u>
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 14,847</u>	<u>\$ 899,070</u>

STONY PLAIN ALLIANCE CHURCH
Statement of Changes in Net Assets
For The Year Ended June 30, 2022

	General Fund	Restricted Fund	Building Repair Fund	2022	2021
NET ASSETS - BEGINNING OF YEAR	\$ (5,866,854)	\$ 11,902,357	\$ 57,652	\$ 6,093,155	\$ 5,194,085
EXCESS OF REVENUES OVER EXPENSES	116,018	(108,740)	7,569	14,847	899,070
NET ASSETS - END OF YEAR	\$ (5,750,836)	\$ 11,793,617	\$ 65,221	\$ 6,108,002	\$ 6,093,155

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

STONY PLAIN ALLIANCE CHURCH
Cash Flow Statement
For The Year Ended June 30, 2022

	2022	2021
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 14,847	\$ 899,070
Items not affecting cash:		
Amortization	190,355	189,867
Gain on disposal of assets	-	(924,582)
	<u>205,202</u>	<u>164,355</u>
Changes in non-cash working capital:		
Accounts receivable	1,345,153	(1,349,234)
Deferred revenue - capital fund	60,020	340,566
Accounts payable	(35,357)	(4,328)
Goods and services tax payable	139,833	(82,013)
Cash - Building repair fund	(7,569)	(6,645)
	<u>1,502,080</u>	<u>(1,101,654)</u>
	<u>1,707,282</u>	<u>(937,299)</u>
INVESTING ACTIVITIES		
Purchase of capital assets	(81,616)	(5,856,704)
Proceeds on disposal of capital assets	-	1,340,858
	<u>(81,616)</u>	<u>(4,515,846)</u>
FINANCING ACTIVITIES		
Proceeds from long term financing	-	4,605,000
Repayment of long term debt	(1,398,088)	9,192
	<u>(1,398,088)</u>	<u>4,614,192</u>
INCREASE (DECREASE) IN CASH FLOW	227,578	(838,953)
Cash - beginning of year	<u>355,972</u>	<u>1,194,925</u>
CASH - END OF YEAR	\$ 583,550	\$ 355,972

STONY PLAIN ALLIANCE CHURCH
Notes to Financial Statements
For The Year Ended June 30, 2022

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 (ASNFO).

Measurement uncertainty

When preparing financial statements according to ASNFO, 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 organization 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, 2022

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 organization 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 organization 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 organization's risk exposure and concentration as of June 30, 2022.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The organization 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 organization manages exposure through its normal operating and financing activities. The organization 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 organization is not exposed to significant other price risks arising from these financial instruments.

STONY PLAIN ALLIANCE CHURCH
Notes to Financial Statements
For The Year Ended June 30, 2022

3. CAPITAL ASSETS

	Cost	Accumulated amortization	2022 Net book value	2021 Net book value
Land	\$ 3,344,858	\$ -	\$ 3,344,858	\$ 3,344,858
Buildings	8,745,539	347,696	8,397,843	8,501,198
Audio-visual equipment	285,934	244,238	41,696	52,204
Computer equipment	101,925	97,587	4,338	3,900
Office equipment	48,098	43,216	4,882	197
	<u>\$ 12,526,354</u>	<u>\$ 732,737</u>	<u>\$ 11,793,617</u>	<u>\$ 11,902,357</u>

4. LONG TERM DEBT

	2022	2021
Western Canadian District CMA loan bearing interest at 4.2% per annum, repayable in monthly blended payments of \$20,610. The loan matures on February 28, 2037 and is secured by land and building which has a carrying value of \$10,686,923.	\$ 3,611,290	\$ 3,658,850
Western Canadian District CMA loan bearing interest at 4.2% per annum, repayable in monthly blended payments of \$4,134. The loan matures on February 28, 2036.	549,288	1,900,000
Western Canadian District CMA loan bearing interest at 4.2% per annum, repayable in monthly interest only payments. The loan matures on January 26, 2024.	141,401	141,221
	<u>4,301,979</u>	<u>5,700,071</u>
Amounts payable within one year	(297,750)	(1,555,538)
	<u>\$ 4,004,229</u>	<u>\$ 4,144,533</u>
Principal repayment terms are approximately:		
2023	\$ 297,750	
2024	280,576	
2025	251,541	
2026	259,062	
2027	277,817	
Thereafter	2,935,233	
	<u>\$ 4,301,979</u>	

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S P A C

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