

**The Presbyterian Church in Canada -
Presbyterian World Service & Development**

Statement of Revenues and Expenditures
For the year ended December 31, 2016

The Presbyterian Church in Canada - Presbyterian World Service & Development

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	2016	2015
	\$	\$
Revenues		
Undesignated contributions	1,308,620	1,306,190
Designated bequests	259	145
Transferred from Loaves and Fishes Fund (note 3)	357,080	304,388
Designated contributions (excluding relief projects)	387,366	365,085
Designated relief (note 4)	823,472	1,266,420
Government funds from		
Department of Foreign Affairs, Trade and Development (DFATD)	1,015,454	209,030
Government of the Province of Saskatchewan	1,058	21,388
Government of the Province of Manitoba	10,716	11,877
Other income - interest	39,574	34,728
	<u>3,943,599</u>	<u>3,519,251</u>
Expenditures		
Disaster, relief and rehabilitation (schedule 1a)	1,141,688	1,123,862
Overseas development projects (schedule 1b)	781,106	967,583
Relief and development programs support (schedule 1c)	494,018	545,392
DFATD - PWS&D overseas program (schedule 2)	1,161,087	205,240
Memberships, partnerships and coalitions (schedule 3)	143,609	153,401
Resources, communication, promotion and grants (schedule 4)	107,365	135,970
Administration (schedule 5)	244,866	171,800
	<u>4,073,739</u>	<u>3,303,248</u>
Excess (deficiency) of revenues over expenditures for the year	<u>(130,140)</u>	<u>216,003</u>

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Notes to Statement of Revenues and Expenditures
For the year ended December 31, 2016

1 Nature of organization

The Presbyterian Church in Canada - Presbyterian World Service & Development (PWS&D) is an organization established by the Venerable General Assembly of The Presbyterian Church in Canada to raise funds and support relief, development and refugee work around the world. It is part of The Presbyterian Church in Canada (the Church), which is a registered charity within the meaning of the Income Tax Act (Canada) and is exempt from income taxes.

2 Summary of significant accounting policies

Basis of accounting

This statement includes the 2012 - 2017 Building Sustainable Livelihoods Project. It also includes the 2016 - 2020 Maternal, Newborn and Child Health Project. This statement has been prepared in accordance with the significant accounting policies set out below to assist PWS&D with the financial reporting requirements of the contribution agreements effective on July 18, 2012, and March 10, 2016, respectively, between PWS&D and Global Affairs Canada (GAC) (the Department of Foreign Affairs, Trade and Development (DFATD), formerly Canadian International Development Agency (CIDA)). This special purpose statement has been prepared by PWS&D for GAC. Note that DFATD has now been renamed Global Affairs Canada.

Revenue recognition

All contributions and other income are recognized as revenue of the appropriate fund in the year received or receivable.

Cash receipts

Cash receipts from congregations as at December 31, 2016, which were received by the treasurer of the Church within 11 business days after year-end, have been included in revenue for the year. The receipts, as described, amounted to \$324,832 (2015 - \$534,416).

Expenditures

Expenditures are recorded in the period incurred on the cash basis of accounting.

Estimates

In preparation of the statement, management is required to make estimates and assumptions that affect the reported amounts of revenues and expenditures during the reporting year. Actual results could differ from those estimates.

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3 Loaves and Fishes Fund

In 2007, the Church created a restricted fund from undesignated bequests and undesignated planned gifts for PWS&D. Each year, one-seventh of all amounts received in the year and one-seventh of the opening balance will be transferred to PWS&D as an undesignated contribution. The remaining balance of the fund is invested in the consolidated portfolio of the Church. Interest earned on the fund balance during the year will also be transferred to PWS&D as other income.

	2016	2015
	\$	\$
Opening fund balance	1,923,477	1,882,546
Bequests and planned gifts	576,852	248,922
Interest and market revaluation	135,844	96,397
Transfer to PWS&D	(357,080)	(304,388)
Closing fund balance	<u>2,279,093</u>	<u>1,923,477</u>

4 Designated relief

In 2016, PWS&D received funds for the Taiwan Tainan Earthquake, for the Alberta Wildfires, for Haiti Hurricane Matthew and for drought relief in Africa. There were no matching funds offered by the government to PWS&D for these relief efforts. A large part of the Alberta Wildfires funds will be spent in 2017 and are being tracked as designated funds.