

**CANADIAN CHRISTIAN RELIEF AND DEVELOPMENT ASSOCIATION**

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**2017 FINANCIAL STATEMENTS**

## NETHERCOTT & COMPANY

Chartered Professional Accountants

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### INDEPENDENT AUDITOR'S REPORT

To the Members  
CANADIAN CHRISTIAN RELIEF AND DEVELOPMENT ASSOCIATION

We have audited the accompanying financial statements of CANADIAN CHRISTIAN RELIEF AND DEVELOPMENT ASSOCIATION, which comprise the statement of financial position as at December 31, 2017, the statement of income, expenditure and fund balance, and the statement of 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 it determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### *Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those 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 audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### *Opinion*

In our opinion, these financial statements present fairly, in all material respects, the financial position of CANADIAN CHRISTIAN RELIEF AND DEVELOPMENT ASSOCIATION as at December 31, 2017, 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.



Chartered Professional Accountants  
Licensed Public Accountants

North York, Ontario  
April 11, 2018

**CANADIAN CHRISTIAN RELIEF AND DEVELOPMENT ASSOCIATION  
 STATEMENT OF FINANCIAL POSITION  
 AS AT DECEMBER 31, 2017**

	<u>2017</u>	<u>2016</u>
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 20,414	\$ 20,509
Short-term investments	26,167	26,036
HST recoverable	2,166	1,389
Prepaid expense	<u>-</u>	<u>-</u>
	<u>\$ 48,747</u>	<u>\$ 47,934</u>
<b>LIABILITIES AND FUND BALANCE</b>		
<b>CURRENT</b>		
Accounts payable and accrued	\$ 1,500	\$ 1,500
<b>FUND BALANCE</b>		
	<u>47,247</u>	<u>46,434</u>
	<u>\$ 48,747</u>	<u>\$ 47,934</u>

Approved on behalf of the Board:

\_\_\_\_\_  
 Director

\_\_\_\_\_  
 Director

**CANADIAN CHRISTIAN RELIEF AND DEVELOPMENT ASSOCIATION  
STATEMENT OF INCOME, EXPENDITURE AND FUND BALANCE  
FOR THE YEAR ENDED DECEMBER 31, 2017**

	<u>2017</u>	<u>2016</u>
<b>INCOME</b>		
Membership fees	\$ 36,540	\$ 35,490
Grant	6,000	12,000
Registration fees	13,036	9,871
Sundry	241	1,090
	<u>55,817</u>	<u>58,451</u>
<b>EXPENDITURE</b>		
Salaries and benefits	32,444	29,939
Forum and workshops	13,173	8,323
Professional fees	1,559	2,134
Office and sundry	3,742	3,267
Website	1,067	472
Bank charges	890	707
Travel	771	230
Promotion	1,358	308
	<u>55,004</u>	<u>45,380</u>
<b>EXCESS INCOME FOR YEAR</b>	813	13,071
Fund balance, beginning of year	<u>46,434</u>	<u>33,363</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 47,247</u>	<u>\$ 46,434</u>

**CANADIAN CHRISTIAN RELIEF AND DEVELOPMENT ASSOCIATION  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2017**

	<u>2017</u>	<u>2016</u>
<b>CASH PROVIDED BY (USED FOR)</b>		
Operating activities		
Excess income for year	\$ 813	\$ 13,071
Decrease (increase) in working capital from the following:		
HST recoverable	(777)	(724)
Prepaid expense	-	225
Accounts payable and accrued	-	(7,000)
Deferred income	-	(6,000)
	<u>(777)</u>	<u>(13,499)</u>
Investing activities		
Decrease in short-term investments	<u>(131)</u>	<u>-</u>
<b>DECREASE IN CASH FOR YEAR</b>	(95)	(428)
Cash, beginning of year	<u>20,509</u>	<u>20,937</u>
<b>CASH, END OF YEAR</b>	<u>\$ 20,414</u>	<u>\$ 20,509</u>

**CANADIAN CHRISTIAN RELIEF AND DEVELOPMENT ASSOCIATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2017**

**PURPOSE OF ORGANIZATION**

Canadian Christian Relief and Development Association is an association of Canadian Christian organizations and individuals involved in relief, development, and justice who are committed to integrated, transformational development. Its goal is to promote the sharing of expertise, information and experience, and to encourage collaboration among interested Christian agencies to enhance relief and development activities. The Association is incorporated under the Canada Corporations Act as a not-for-profit organization and is a registered charity for Canadian Income Tax purposes.

**1. SIGNIFICANT ACCOUNTING POLICIES**

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

*Revenue Recognition*

The Association follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as revenue when received. Restricted contributions are recognized as revenue when the expense is incurred.

*Contributed Services*

Volunteers contribute substantial time to enable the Association to carry out its charitable activities based upon its charitable purpose. Due to the difficulty in determining their fair value, they are not recognized in these financial statements.

*Use of Estimates*

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires the Board to make estimates and assumptions that affect the reported amounts of expenditure during the reporting period. Actual results could differ from the Board's best estimates, as additional information becomes available in the future.

*Financial Instruments*

The Association measures its financial assets and financial liabilities at fair value. The Association subsequently measures all its financial assets and financial liabilities at amortized cost. Financial assets include cash and short-term investments. Financial liabilities include accounts payable and deferred income.

**CANADIAN CHRISTIAN RELIEF AND DEVELOPMENT ASSOCIATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2017**

**2. FINANCIAL INSTRUMENTS RISK EXPOSURE**

**Exposure and concentration of risks**

The Association is exposed to various risks through its financial instruments. The following analysis provides a summary of the Association's exposure to and concentration of risk at December 31, 2017.

**(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 Association's only receivable is for HST, and accordingly, the risk of uncollectibility is low. There has been no change in the assessment of credit risk from the previous year.

**(b) Liquidity Risk**

Liquidity risk is the risk that the Association will encounter difficulty in meeting obligations associated with financial liabilities. The Association expects to meet its obligations by managing its working capital and generating sufficient cash flow from operations. There has been no change in the assessment of liquidity risk from the previous 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 Association is exposed to price risk on its investments in money market fund. There has been no change in the assessment of market risk from the previous year.