

**CBWC FOUNDATION**  
**Financial Statements**  
**Year Ended December 31, 2023**

**CBWC FOUNDATION**  
**Index to Financial Statements**  
**Year Ended December 31, 2023**

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## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

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The financial statements of CBWC Foundation have been prepared in accordance with Canadian generally accepted accounting principles. 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 CBWC Foundation'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 shareholders' 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 shareholders, the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the shareholders by Dart Bryant LLP, in accordance with Canadian generally accepted auditing standards.

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Mr. Robert Webber, President

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Mr. Sam Breakey, Board Chair

Calgary, AB  
April 04, 2024



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## INDEPENDENT AUDITOR'S REPORT

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To the Shareholders of CBWC Foundation

### *Opinion*

We have audited the financial statements of CBWC Foundation (the foundation), which comprise the statement of financial position as at December 31, 2023, and the statements of operations and changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the foundation as at December 31, 2023, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

### *Basis for Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the foundation in accordance with ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Responsibilities of Management and Those Charged with Governance for the Financial Statements*

Management is responsible for the preparation and fair presentation of the financial statements in accordance with 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.

In preparing the financial statements, management is responsible for assessing the foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the foundation's financial reporting process.

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

(continues)

Independent Auditor's Report to the Shareholders of CBWC Foundation (*continued*)

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

April 17, 2024

  
Chartered Professional Accountant

**CBWC FOUNDATION**  
**Statement of Financial Position**  
**December 31, 2023**

	2023	2022
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash and cash equivalents	\$ 2,350,655	\$ 2,568,519
GST recoverable	4,492	1,839
Prepaid expenses	5,568	1,847
Accounts receivable	1,459	7,231
Investments (Note 4)	547,016	518,394
Loans receivable - current portion (Note 5)	<u>3,380,705</u>	<u>3,127,983</u>
	6,289,895	6,225,813
EQUIPMENT (Note 6)	10,631	-
LOANS RECEIVABLE (Note 5)	10,645,628	9,352,781
INVESTMENTS (Note 4)	1,577,556	1,753,467
DUE FROM CBWC (Note 7)	<u>206,334</u>	<u>18,900</u>
	<u>\$ 18,730,044</u>	<u>\$ 17,350,961</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>CURRENT</b>		
Accounts payable	\$ 22,673	\$ 33,732
Promissory note due to affiliates (Note 8)	<u>1,500,000</u>	<u>-</u>
	1,522,673	33,732
DEFERRED CONTRIBUTIONS (Note 9)	<u>1,833,322</u>	<u>2,000,000</u>
	<u>3,355,995</u>	<u>2,033,732</u>
<b>NET ASSETS</b>		
Share capital	60	60
Internally Restricted (Note 10)	946,174	903,956
Unrestricted net assets (Note 10)	<u>14,427,815</u>	<u>14,413,213</u>
	<u>15,374,049</u>	<u>15,317,229</u>
	<u>\$ 18,730,044</u>	<u>\$ 17,350,961</u>

COMMITMENTS (Note 13)

**ON BEHALF OF THE BOARD**

\_\_\_\_\_ Director

\_\_\_\_\_ Director

**CBWC FOUNDATION**  
**Statement of Operations and Changes in Net Assets**  
**Year Ended December 31, 2023**

	2023	2022
<b>REVENUES</b>		
Interest income - Constituency Loans	\$ 768,107	\$ 635,758
- Bank	94,418	29,376
- CBWC (Note 7)	4,693	4,576
Donations / Gifts - Constituents (Note 11)	1,563,329	559,512
Investment income	111,547	260,379
Other	-	3,980
	<u>2,542,094</u>	<u>1,493,581</u>
<b>EXPENSES</b>		
Amortization of equipment (Note 6)	5,316	3,883
Administration (Schedule 1)	222,067	141,641
Salaries, benefits & allowances	120,634	115,264
Missions - Share donations (Note 12)	278,572	212,961
- Grants to qualified donees	936,685	39,871
- CBWC (Note 7)	890,000	840,000
- Assembly grants	32,000	-
	<u>\$ 2,485,274</u>	<u>\$ 1,353,620</u>
<b>NET EXCESS</b>	<b>56,820</b>	<b>139,961</b>
NET ASSETS - beginning of year	<u>15,317,229</u>	<u>15,177,268</u>
<b>NET ASSETS - end of year</b>	<b><u>\$ 15,374,049</u></b>	<b><u>\$ 15,317,229</u></b>

**CBWC FOUNDATION**  
**Statement of Cash Flows**  
**Year Ended December 31, 2023**

	2023	2022
<b>OPERATING ACTIVITIES</b>		
Net income	\$ 56,820	\$ 139,961
Items not affecting cash:		
Amortization of equipment	5,316	3,883
Change in unrealized fair value of investments	(83,144)	44,249
Gain on disposal of investment	-	(277,156)
CEBA loan debt forgiveness	-	-
	<u>(21,008)</u>	<u>(89,063)</u>
Changes in non-cash working capital:		
Accounts receivable	5,773	(7,229)
Accounts payable	(11,059)	(235)
Prepaid expenses	(3,721)	16,091
Goods and services tax payable	(2,653)	197
Donations - Deferred Contributions (Note 9)	(166,678)	2,000,000
	<u>(178,338)</u>	<u>2,008,824</u>
Cash flow from (used by) operating activities	<u>(199,346)</u>	<u>1,919,761</u>
<b>INVESTING ACTIVITIES</b>		
Investments - deposits	(679,884)	(1,483,520)
Investments - withdrawals	910,317	204,571
Loans receivable - advances	(4,840,790)	(3,257,976)
Loans receivable - repayments	3,295,221	1,168,823
Capital purchase - software	(15,947)	-
	<u>(1,331,083)</u>	<u>(3,368,102)</u>
Cash flow used by investing activities	<u>(1,331,083)</u>	<u>(3,368,102)</u>
<b>FINANCING ACTIVITIES</b>		
Advances from members	(187,434)	70,916
Proceeds on disposal of investments	-	277,156
Advance on note payable	1,500,000	-
	<u>1,312,566</u>	<u>348,072</u>
Cash flow from financing activities	<u>1,312,566</u>	<u>348,072</u>
<b>DECREASE IN CASH FLOW</b>	<b>(217,863)</b>	<b>(1,100,269)</b>
Cash and cash equivalents - beginning of year	<u>2,568,518</u>	<u>3,668,787</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<b>\$ 2,350,655</b>	<b>\$ 2,568,518</b>
<b>CASH AND CASH EQUIVALENTS CONSIST OF:</b>		
Cash - operating account	\$ 47,169	\$ 46,157
Cash - high interest savings accounts	<u>2,303,486</u>	<u>2,522,361</u>
	<b>\$ 2,350,655</b>	<b>\$ 2,568,518</b>



**CBWC FOUNDATION**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

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**1. PURPOSE OF THE FOUNDATION**

CBWC Foundation (the "Foundation") is a not-for-profit organization incorporated provincially under the Societies Act of Alberta. As a registered charity the Foundation is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

The purpose of the Foundation is to financially support, enable and facilitate the ministries of the Canadian Baptists of Western Canada (CBWC) and associated, affiliated and non-affiliated charitable organizations. Specifically, the Foundation intends to support the priority ministries of the CBWC and new and creative ministry opportunities with no minimum per year.

The Foundation is incorporated under the laws of Alberta as a non-profit company with share capital (60 shares issued) and is a registered charity under the Income Tax Act. The Foundation began operations effective January 1, 2001 and is a controlled organization of the CBWC.

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of presentation**

The financial statements were prepared in accordance with Canadian accounting standards for non-profit organization (ASNPO) on a going concern basis.

**Measurement uncertainty**

The preparation of financial statements in conformity with Canadian accounting standards for non-profit or requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Significant estimates include the valuation of investments, allowance for doubtful loans receivable, accrued liabilities, interest accrual on loans, likelihood of commitments and deferred contributions.

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**CBWC FOUNDATION**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

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

**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. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

All financial instruments are recorded originally at fair value and are subsequently recorded at each year end as follows:

Financial assets **measured at amortized cost:**

- Cash and cash equivalents
- Loans receivable
- Accounts payable and accrued liabilities
- Due to/from CBWC
- Investments (Note 4)

Financial assets **measured at fair value:**

- Investments (Note 4)

**Cash and cash equivalents**

Cash and cash equivalents include cash and short-term investments with original maturities of 3 months or less, that are highly liquid, are readily convertible to known amounts of cash, and are subject to insignificant risk of change in value.

**Equipment**

Equipment greater than \$5,000 is stated at cost less accumulated amortization and is amortized over its estimated useful life on a straight-line basis at the following rates and methods:

Computer equipment and IT systems	3 years	straight-line method
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Equipment is reviewed annually for impairment when there is an event or change in circumstances indicating that its carrying amount may not be recoverable.

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**CBWC FOUNDATION**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

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

**Revenue recognition**

CBWC Foundation follows the deferral method of accounting for contributions.

Externally restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable and endowment contributions, which represent amounts for which only the interest earned thereon is available for either general operating or specific restricted purposes, are recognized as direct increases in equity.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned. Investment income consists of interest, realized capital gains and unrealized capital gains, net of management fees and the non-recoverable portion of foreign tax withholdings. See also Financial Instruments (Note 3.)

Loan interest and levies are recorded as earned.

**Contributed Services**

Volunteers contribute a significant number of hours each year to assist the Foundation in carrying out its mission. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

**Allocation of Fundraising and General Support Expenses**

Costs for education and planned giving are included in operational fund administration expenses. All general support expenses are included in general fund administration.

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**CBWC FOUNDATION**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

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**3. FINANCIAL INSTRUMENTS**

The Foundation is exposed to various risks through its financial instruments and has a risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Foundation's risk exposure and concentration on its loans, deposits and investments as of December 31, 2023.

***Credit risk***

Credit risk is the risk that a party to a financial instrument will fail to fully honour its financial obligations. The Foundation is exposed to credit risk from its loans receivable. In order to reduce its credit risk, the Foundation reviews the borrower's credit history before extending credit and conducts regular reviews of its existing loans credit performance. An allowance for doubtful accounts is established based on factors surrounding the credit risk of specific accounts, historical trends and other information.

The Foundation has established and regularly reviews its credit policy in order to determine a borrower's overall credit risk. Loan committee or board approval is required on loans larger than \$250,000 to a church, or \$100,000 to an individual. If unsecured, loan committee or board approval is required on loans larger than \$100,000 to a church, or \$25,000 to an individual (Note 5).

***Market risk***

Market risk is the risk that the value of an investment will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual investment, or factors affecting all securities (Note 4).

***Currency risk***

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Foundation is exposed to foreign currency exchange risk on its US Dollar denominated marketable securities. The Foundation does not use derivative instruments to reduce its exposure to foreign currency risk.

	<u>2023</u>	<u>2022</u>
Investments, US Dollar denominated	<u>\$ 151,630</u>	<u>\$ 114,668</u>

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**CBWC FOUNDATION**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

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**4. INVESTMENTS**

The fair values for investments in publicly traded equities are determined by referencing published quotations in an active market where available and if not the price of the last available sale for those securities.

The fair values for investments in non-publicly traded equities, elected to be measured at fair value, are established using specific procedures in order to estimate what fair value would be, in an arm's-length transaction, motivated by normal business considerations. Valuation techniques principally include the use of the last publicly traded price, the issuance price of securities at the date of the most recent financing of the entity, or a price established by management in accordance with its fair value policy. The process of valuing investments for which no published market exists is based on inherent uncertainties and the resulting values may differ from values that would have been established had a ready market existed for these investments. These investments may not be liquid due to the fact that no actively traded market exists for them.

	<b>2023</b>	2022
<u>Classification - All initially recorded at fair value</u>		
<b>Measured at fair value</b>		
Publicly Traded Equities	\$ 1,343,325	\$ 1,036,264
<b>Measured at amortized cost</b>		
GICs and others	521,169	1,020,416
Cash held for trading	260,078	215,181
	<b>\$ 2,124,572</b>	<b>\$ 2,271,861</b>
 <u>Investments book value and unrealized gain (loss)</u>		
Book value	\$ 2,101,208	\$ 2,290,726
Unrealized gain (loss)	23,364	(18,865)
	<b>\$ 2,124,572</b>	<b>\$ 2,271,861</b>

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**CBWC FOUNDATION**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

**5. LOANS RECEIVABLE**

Loans receivable are due from churches, agencies, pastors, employees and non-affiliated Christian organizations. The loans bear interest at rates ranging from 5.70% to 7.25% (2022: 5.20% to 6.70%) with the standard rate at 6.75% (2022: 6.20%). The Foundation has collateral on the underlying real property on the loans advanced, with a maximum loan to equity ratio up to 75% of the collateral. For unsecured loans, the Foundation has the discretion to lend up to \$25,000. At year end the total unsecured loans totalled to \$14,355 (2022: \$22,019).

The Foundation offers two loan types, both due and payable on demand. Term loans are set over a two year term with a set amortization period, up to a maximum of 25 years. Revolving Loans are set for a two year period, and renewed if applicable.

Interest rates are variable or fixed. Variable rate loans can be repaid in part or in full, anytime without penalty. Fixed rate loans are subject to prepayment restrictions up to a maximum 20% per calendar year.

The Foundation expects approximately \$3,300,000 (2022: \$3,100,000) in loan payments in the next 12 months and these amounts have been recorded as current. The remaining amounts, although due on demand, are not expected to be received within 12 months, therefore, have been recorded as long term.

	2023	2022
Constituency: churches and agencies (Note 8)	\$ 11,481,373	\$ 7,707,696
CBWC employees	48,740	68,608
Non-affiliated Christian organizations	2,496,221	4,704,461
	14,026,334	12,480,765
Current portion of loans receivable	(3,380,705)	(3,127,983)
Long term portion	10,645,628	9,352,782
CBWC loan disclosed separately (Note 7)	149,693	-
Total loan balances	\$ 14,176,027	\$ 12,480,765

At December 31, 2023, the outstanding loans receivable have an average interest rate of 6.23% (2022: 6.01%). The four largest loans receivable comprise 51% (2022: 47%) of the total loans receivable.

**6. EQUIPMENT**

	Cost	Accumulated amortization	2023 Net book value	2022 Net book value
Computer equipment and IT systems	\$ 57,456	\$ 46,825	\$ 10,631	\$ -

**CBWC FOUNDATION**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

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**7. DUE FROM CBWC**

The CBWC Foundation's purpose is to financially support, enable and facilitate the ministry of the CBWC and its associated and affiliated charitable organizations. The Foundation is controlled by CBWC by means of shareholding and appointing the majority of the board.

	<b>2023</b>	<b>2022</b>
<b>• Transactions with CBWC</b>		
Administrative cost and rent paid to CBWC	\$ -	\$ -
Development and mission grants paid	<b>890,000</b>	840,000
Demand loan advances	<b>(150,000)</b>	-
Demand loan repayments	<b>5,000</b>	138,105
Interest earned on CBWC loan	<b>(4,693)</b>	(4,576)
<b>• Demand loan (1.00% per annum below other rates)</b>		
Demand loan due from CBWC (1)		
- at 5.75% (2022- 5.20%)		
- approved for \$200,000 (Note 5)	<b>\$ 149,693</b>	\$ -
Net receivable from CBWC	<b>56,641</b>	18,900
Balance - end of the year	<b>\$ 206,334</b>	<b>\$ 18,900</b>

(1) The demand loan is secured by a first mortgage for \$1,000,000 on the CBWC office building, with no fixed term of repayment.

These transactions are in the normal course of business and are recorded at the exchange amounts which are the amounts and terms agreed to by the related parties.

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**8. RELATED PARTY TRANSACTIONS**

The Foundation issued two loans to Carey Theological College during the year (related by virtue of common control).

The Foundation approved and advanced a \$3.55M land secured loan at 5.7% annual interest. During the year, Carey Theological College (the College) made payments of \$180,316. The loan accrued \$193,347 of interest, and the current balance of the loan is \$3,563,031 and is included in loans receivable.

Additionally, the Foundation approved a \$1.5M cash secured revolving loan facility at 1% annual interest. During the year, the Foundation advanced \$1M of the revolving loan to the College. The College made payments of \$575, and the loan accrued \$1,425 of interest. The current balance of the loan is \$1,000,850 and is included in loans receivable.

The College paid a cash securement of \$1.5M and issued a note payable by the Foundation. The note payable consists of \$500K bearing interest at 2% annually and \$1M at nil interest. The cash securement and note payable will be held by the Foundation, payable to the College, until the revolving loan facility is repaid in full.

These loans were made in the normal course of operations at their exchange amounts, which are the amounts and terms agreed to by the related parties.

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**CBWC FOUNDATION**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

**9. DEFERRED CONTRIBUTIONS**

Deferred contributions consist of externally restricted donations. These amounts are to be used towards the externally designated project for which the amounts were donated.

	Opening	Contributions	Interest	Amounts recognized as revenue	Closing
<u>Deferred contributions</u>					
Friendship Fund	\$ 2,000,000	\$ 519,060	\$ 70,314	\$ (871,871)	\$ 1,717,503
GLC Fund	-	158,819	3,244	(46,244)	115,819
	<u>\$ 2,000,000</u>	<u>\$ 677,879</u>	<u>\$ 73,558</u>	<u>\$ (918,115)</u>	<u>\$ 1,833,322</u>

**10. NET ASSETS -**

	Beginning balance	Revenue / contributions	Interfund transfers	Expenses	2023 Ending balance
<u>Internally restricted - donor directed</u>					
Education	834,646	55,948	-	(15,570)	<b>875,024</b>
CBM	65,119	4,840	-	(3,000)	<b>66,959</b>
Friendship Fund	4,191	-	-	-	<b>4,191</b>
	<u>903,956</u>	<u>60,788</u>	<u>-</u>	<u>(18,570)</u>	<u><b>946,174</b></u>
<u>Unrestricted</u>					
Unrestricted	14,413,213	2,481,305	-	(2,466,703)	<b>14,427,815</b>
Share capital	60	-	-	-	<b>60</b>
	<u>14,413,273</u>	<u>2,481,305</u>	<u>-</u>	<u>(2,466,703)</u>	<u><b>14,427,875</b></u>
	<u>\$ 15,317,229</u>	<u>\$ 2,542,093</u>	<u>\$ -</u>	<u>\$ (2,485,273)</u>	<u><b>\$ 15,374,049</b></u>

**11. GIFTS - CONSTITUENTS**

	2023	2022
Internally restricted	\$ 302,000	\$ 340,751
Share donations to constituents	341,484	218,761
Externally restricted (deferred contributions paid out)	919,845	-
	<u>\$ 1,563,329</u>	<u>\$ 559,512</u>

This represents revenues received from donors for the purpose of gifts to constituents.



**CBWC FOUNDATION**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

**12. MISSIONS - CONSTITUENCY**

	<b>2023</b>	<b>2022</b>
Internally restricted - Other	\$ 18,570	\$ 39,871
Share donations to constituents	278,572	212,961
Externally restricted (deferred contributions paid out)	918,115	-
Total from restricted fund	\$ 1,215,257	\$ 252,832

This represents mission costs paid out to our constituents.

**13. COMMITMENTS**

The Foundation pre-approves loans to its constituent churches and agencies for their capital expansion. Once approved, the constituent churches and agencies can access the loan for the approved capital project when needed.

The Foundation underwrites revolving loans, where the borrowers have the flexibility to draw down, repay and redraw the credit facility.

	<b>2023</b>
<u>Loan Facilities</u>	
Revolving loan facilities authorized	\$ 3,610,000
Amounts drawn to date	(1,941,788)
Undrawn loans to constituent churches and agencies (1)	1,668,212

(1) The Foundation provided undrawn loans to constituent churches and agencies mostly for construction or renovations. As noted in Notes 4 and 5, current investments and current portion of loans receivable are sufficient to cover undrawn loans.

<u>CBWC support</u>	
Development and mission grants to be paid in 2024	800,000

**14. PENSIONS**

The Foundation, through the CBWC, participates in a defined contribution pension plan with Canada Life and records pension expenses on a current basis being \$5,928 (2022: \$5,686) for the year which is matching staff contributions.

**CBWC FOUNDATION**  
**EXPENSES**  
**Schedule 1**  
**Year Ended December 31, 2023**

	2023	2022
<b>EXPENSES</b>		
Rent & parking	\$ 3,690	\$ 3,690
Contractor costs	87,501	57,441
Audit fees	18,193	16,656
Legal	38,645	24,282
Travel	12,214	11,376
Insurance	3,869	3,886
Office expenses	8,399	8,685
Brokerage fees	5,744	6,900
IT Services	2,742	2,608
Insurance gifts	2,403	2,403
Bank charges	1,693	1,798
Promotion	530	1,324
Membership	882	592
Interest Expense	26,856	-
Generosity Project	7,401	-
Training & development	1,305	-
	<b>\$ 222,067</b>	<b>\$ 141,641</b>