



CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC
FINANCIAL STATEMENTS
DECEMBER 31, 2022

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JAMES HERZOG

Chartered Professional Accountant
4356 Gordon Murdock Rd, Ottawa, ON, K0A 2W0

INDEPENDENT AUDITOR'S REPORT

To the Members of
Canadian Baptist Women of Ontario and Quebec
ETOBICOKE, Ontario

Qualified Opinion

I have audited the financial statements of The Baptist Women's Missionary Society of Ontario and Quebec ("Canadian Baptist Women of Ontario and Quebec" or the "Society") which comprise the statement of financial position as at December 31, 2022 and the statement of changes in fund balances, statement of operations, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, these financial statements present fairly, in all material respects, the financial position of the Society as at December 31, 2022 and its financial performance and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

As is common with many charitable organizations, Canadian Baptist Women of Ontario and Quebec derives revenue from cash donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of this revenue was limited to the amounts recorded in the records of Canadian Baptist Women of Ontario and Quebec and I was not able to determine whether, as at or for the years ended December 31, 2022 and 2021, any adjustments might be necessary to contribution revenues, excess of revenues over expenses, assets, and net assets.

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

Other Matter

The financial statements of Canadian Baptist Women of Ontario and Quebec for the year ended December 31, 2021 were audited by another auditor who expressed an audit opinion with the same modification as that given in the current year's auditor's report. That audit opinion was expressed on April 13, 2022.

Responsibilities of Management and Those Charged with Governance 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 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 Society'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 Society or to cease operations, or has no realistic alternative but to do so.

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

JAMES HERZOG

Chartered Professional Accountant
4356 Gordon Murdock Rd, Ottawa, ON, K0A 2W0

INDEPENDENT AUDITOR'S REPORT, CONTINUED

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my 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.

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 Society'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 Society'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.

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

- 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 my 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 Society'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 evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.

I 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 I identify during my audit.



James Herzog, Chartered Professional Accountant, Licensed Public Accountant
OTTAWA, Ontario
March 27, 2023

CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC

STATEMENT OF FINANCIAL POSITION

As at December 31,

2022

2021

ASSETS	Operating Fund	Designated Fund	Legacies Fund	Special Projects Fund	Endowment Fund	Total	Total
Current							
Cash	\$ 202,468	\$ -	\$ -	\$ -	\$ -	\$ 202,468	\$ 198,678
Accounts receivable	6,216	-	-	-	-	6,216	7,527
Prepaid expenses	9,068	-	-	-	-	9,068	11,125
	<u>\$ 217,752</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 217,752</u>	<u>\$ 217,330</u>
Life Insurance, Cash Surrender Value (Note 2)	25,952	-	-	-	-	25,952	24,561
Long-Term Investments (Note 3)	213,275	163,102	43,402	132,626	148,554	700,959	808,699
	<u>\$ 456,979</u>	<u>\$ 163,102</u>	<u>\$ 43,402</u>	<u>\$ 132,626</u>	<u>\$ 148,554</u>	<u>\$ 944,663</u>	<u>\$ 1,050,590</u>
LIABILITIES							
Current							
Accounts payable and accrued liabilities	\$ 55,464	\$ -	\$ -	\$ 1,561	\$ -	\$ 57,025	\$ 60,524
Government remittances payable	470	-	-	-	-	470	4,360
Deferred contributions (Note 4)	47,023	-	-	-	-	47,023	37,990
Unearned revenue	6,038	-	-	-	-	6,038	7,627
Current portion of long-term debt (Note 5)	40,000	-	-	-	-	40,000	-
	<u>\$ 148,995</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,561</u>	<u>\$ -</u>	<u>\$ 150,556</u>	<u>\$ 110,501</u>
Long-Term Debt (Note 5)	-	-	-	-	-	-	40,000
	<u>\$ 148,995</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,561</u>	<u>\$ -</u>	<u>\$ 150,556</u>	<u>\$ 150,501</u>
FUND BALANCES	307,984	163,102	43,402	131,065	148,554	794,107	900,089
	<u>\$ 456,979</u>	<u>\$ 163,102</u>	<u>\$ 43,402</u>	<u>\$ 132,626</u>	<u>\$ 148,554</u>	<u>\$ 944,663</u>	<u>\$ 1,050,590</u>

Approved by the Board:

_____ Chairperson

_____ Treasurer

CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC
STATEMENT OF CHANGES IN FUND BALANCES

For the year ended December 31,

2022

2021

	Operating Fund	Designated Fund	Legacies Fund	Special Projects Fund (Note 7)	Endowment Fund	Total	Total
REVENUE	\$ 242,369	\$ 265	\$ -	\$ 8,368	\$ -	\$ 251,002	\$ 250,342
EXPENSES	<u>291,652</u>	<u>4,917</u>	<u>-</u>	<u>15,796</u>	<u>-</u>	<u>312,366</u>	<u>317,825</u>
RESULTS OF OPERATIONS BEFORE OTHER	\$ (49,283)	\$ (4,652)	\$ -	\$ (7,428)	\$ -	\$ (61,364)	\$ (67,483)
OTHER INCOME & EXPENSES	<u>(44,619)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(44,618)</u>	<u>111,974</u>
RESULTS OF OPERATIONS	\$ (93,902)	\$ (4,652)	\$ -	\$ (7,428)	\$ -	\$ (105,982)	\$ 44,491
Interfund transfers (Note 8)	(13,417)	-	13,417	-	-	-	-
FUND BALANCES: BEGINNING (restated - Note 11)	\$ 415,303	\$ 167,754	\$ 29,985	\$ 138,493	\$ 148,554	\$ 900,089	\$ 855,598
FUND BALANCES: ENDING	<u>\$ 307,984</u>	<u>\$ 163,102</u>	<u>\$ 43,402</u>	<u>\$ 131,065</u>	<u>\$ 148,554</u>	<u>\$ 794,107</u>	<u>\$ 900,089</u>

CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC

STATEMENT OF OPERATIONS

For the year ended December 31,

2022

2021

REVENUE (see Page 7)

Association donations	\$ 145,964	\$ 153,166
Special projects and legacies	49,716	33,925
"Live" magazine	32,279	36,838
CBM donations	23,043	26,413
	<u>\$ 251,002</u>	<u>\$ 250,342</u>

EXPENSES (see Page 8)

Salaries and administration	\$ 195,344	\$ 171,974
Communications	41,685	53,983
CBM expenses	31,248	57,924
Programs and events	16,417	1,715
Refugees and community mission	14,078	25,188
Other mission	10,375	4,208
Bank charges and interest	3,219	2,833
	<u>\$ 312,366</u>	<u>\$ 317,825</u>

RESULTS OF OPERATIONS BEFORE OTHER ITEMS

\$ (61,364) \$ (67,483)

Investment income (Note 9)	\$ 33,245	\$ 24,778
Unrealized gains (losses) on investments	(67,988)	87,124
Investment fees	(9,875)	(9,928)
Government subsidies and grants	-	10,000
	<u>\$ (44,618)</u>	<u>\$ 111,974</u>

RESULTS OF OPERATIONS

\$ (105,982) \$ 44,491

CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC

SCHEDULE OF REVENUE

For the year ended December 31,

2022

2021

ASSOCIATION CONTRIBUTIONS

Association contributions	\$ 145,964	\$ 153,166
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CBM DONATIONS

Designated donations for Canadian Baptist Ministries	\$ 23,043	\$ 26,413
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SPECIAL PROJECTS AND LEGACIES

Undesignated legacies	\$ 30,265	\$ 10,885
Special projects and other income	7,679	2,872
Uptick	6,807	9,942
Day of Prayer	2,400	3,906
Conference offering	2,300	555
Designated legacies	265	5,765
	\$ 49,716	\$ 33,925

"LIVE" MAGAZINE

Advertising and other	\$ 18,928	\$ 22,083
Subscription income	13,351	14,755
	\$ 32,279	\$ 36,838

CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC

SCHEDULE OF EXPENSES

For the year ended December 31,

2022

2021

SALARIES AND ADMINISTRATION

Salaries and benefits	\$ 151,573	\$ 138,552
Professional services	27,403	23,506
Rent, phone, and office expenses	14,523	8,338
Board and staff meetings	1,845	1,578
	<u>\$ 195,344</u>	<u>\$ 171,974</u>

CBM EXPENSES

Canadian Baptist Ministries	<u>\$ 31,248</u>	<u>\$ 57,924</u>
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COMMUNICATIONS

"Live" Magazine	\$ 35,557	\$ 49,793
Other communications expenses	3,628	1,690
READon honorarium	2,500	2,500
	<u>\$ 41,685</u>	<u>\$ 53,983</u>

REFUGEES AND COMMUNITY MISSION

Matthew Houses	\$ 8,000	\$ 16,000
Friendship House	2,400	2,400
Oasis	2,000	4,000
Special refugee and community mission projects	1,561	788
Grant top-ups	117	2,000
	<u>\$ 14,078</u>	<u>\$ 25,188</u>

OTHER MISSION

Other mission	\$ 6,717	\$ 1,660
Day of Prayer	3,658	2,548
	<u>\$ 10,375</u>	<u>\$ 4,208</u>

PROGRAMS AND EVENTS

Other special projects	\$ 14,235	\$ 665
Conference	2,182	1,050
	<u>\$ 16,417</u>	<u>\$ 1,715</u>

BANK CHARGES AND INTEREST

Bank charges and interest	<u>\$ 3,219</u>	<u>\$ 2,833</u>
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CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC

STATEMENT OF CASH FLOWS

For the year ended December 31,

2022

2021

OPERATING ACTIVITIES

Cash Received From:

Association contributions	\$ 147,275	\$ 177,088
Special projects	51,262	42,337
"Live" magazine	30,691	36,838
Legacies	30,530	16,651
Government subsidies and grants	-	10,000
	<u>\$ 259,758</u>	<u>\$ 282,914</u>

Cash Paid For:

Salaries and benefits	\$ 155,462	\$ 136,873
Ministries	73,435	80,707
Administration	50,619	37,944
"Live" Magazine	33,500	49,334
Conferences and honoraria	4,682	3,550
	<u>\$ 317,698</u>	<u>\$ 308,408</u>
	\$ (57,940)	\$ (25,494)

INVESTING ACTIVITIES

Proceeds from investments	61,730	68,901
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FINANCING ACTIVITIES

Proceeds from long-term debt	-	10,000
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NET CHANGE IN CASH

	\$ 3,790	\$ 53,407
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CASH: BEGINNING

	<u>198,678</u>	<u>145,271</u>
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CASH: ENDING

	<u>\$ 202,468</u>	<u>\$ 198,678</u>
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CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC

NOTES TO FINANCIAL STATEMENTS

December 31, 2022

NATURE OF OPERATIONS

The Baptist Women's Missionary Society of Ontario and Quebec ('Canadian Baptist Women of Ontario and Quebec' or the 'Society') exists to facilitate authentic experience of God and intimate connection to missions. The Society does this by creating resources and hosting events to help people grow closer to God and grow in leadership skills, by supporting causes and providing ideas to connect members to their community, and by funding projects to help the vulnerable locally and around the world. The Society is affiliated with the Canadian Baptists of Ontario and Quebec ('CBOQ').

The Society is a registered charity under the Income Tax Act and is exempt from income taxes.

The Society, headquartered at 5 International Blvd., Etobicoke, Ontario, is incorporated under the Ontario Not-for-Profit Corporations Act.

1. SIGNIFICANT ACCOUNTING POLICIES

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

(a) Foreign Currency Translation

Amounts denominated in foreign currencies have been translated into Canadian dollars using the temporal method. Under this method, monetary assets and liabilities are translated at the year-end exchange rate, while non-monetary assets are translated at the rate of exchange in effect at the date of the transaction. Revenues and expenses are translated at the average rates of exchange during the year, except for amortization, which has been translated at the same foreign exchange rate as was used to record the cost of the related assets. Foreign exchange gains and losses are included in the statement of operations.

(b) Financial Instruments

Except where noted, all financial assets and liabilities are initially measured at fair value. All financial assets and liabilities are subsequently measured at amortized cost, which approximates fair value unless otherwise indicated.

Financial assets measured at amortized cost are tested for impairment when events or circumstances indicate possible impairment. Write-downs, if any, are recognized in net income and may be subsequently reversed to the extent that the net effect after the reversal is the same as if there had been no write-down. There are no indications of impairment in the current year.

CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

(c) **Fund Accounting**

The Society has established the following funds:

The Operating Fund reports assets, liabilities, revenue, and expenses for operating activities and all other activities for which no fund has been established.

The Designated Fund is an externally restricted fund which reports assets, liabilities, revenue, and expenses for specific activities designated by donors.

The Legacies Fund is an internally restricted fund that reports the assets, liabilities, revenues, and expenses related to undesignated bequests. All undesignated bequests are transferred to the Legacies Fund in the year they are received. One fifth of the original total value of these bequests is transferred to the Operating Fund each year.

The Special Projects Fund reports the assets, liabilities, revenues, and expenses related to special projects designated by the Board. Except where specified, this fund is internally restricted. The specific projects and activities of the Special Projects Fund are disclosed at Note 7.

The Endowment Fund reports the assets, liabilities, revenues, and expenses related to endowments received. Endowments are a type of restricted contribution subject to externally imposed stipulations specifying that the resources contributed be maintained permanently, although the constituent assets may change from time to time. Investment income earned on the assets of the Endowment Fund is reported in the Operating Fund.

(d) **Revenue Recognition**

Revenue from contributions, subsidies, and grants is recognized in accordance with the restricted fund method whereby externally restricted contributions are recognized when received and are reported in the fund corresponding to the purpose for which they were contributed. Restricted contributions for which there is no fund are deferred and recognized in the year in which the related expenses are incurred. Endowment contributions are recognized as revenue of the Endowment Fund in the year they are received. Unrestricted contributions are recognized when received and are reported as revenues in the General Fund.

Revenue from conference fees, magazine subscriptions, and other sales is recognized at the time products or services are delivered. Funds received in advance of meeting this revenue recognition criteria are recorded as unearned revenue.

Investment income is recognized as revenue when reasonable assurance exists regarding measurement and collectability.

CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC

NOTES TO FINANCIAL STATEMENTS

December 31, 2022

(e) **Cloud Computing Services**

Cloud computing services are accounted for using the simplification approach, which treats cloud computing expenditures as a supply of services and recognizes these expenditures as incurred. Payments in advance of the delivery of such services are recorded as prepaid expenses.

(f) **Contributed Services**

Canadian Baptist Women of Ontario and Quebec is able to operate thanks to the contribution of a significant number of hours by volunteers in the community. Because of the difficulty in compiling these hours and in determining their fair market value, contributed services are not recognized in the financial statements.

(g) **Use of Estimates**

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions based on currently available information. Such estimates and assumptions affect the reported amounts of assets and liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from the estimates used.

2. **LIFE INSURANCE**

The Society holds a life insurance policy in the name of a current member, receivable by the Society upon their death.

3. **LONG-TERM INVESTMENTS**

Long-term investments are as follows:

	2022	2021
Canadian equities	\$ 386,663	\$ 542,748
Fixed income and mutual funds	289,721	240,641
Foreign equities	24,575	25,310
	<u>\$ 700,959</u>	<u>\$ 808,699</u>

CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

4. **DEFERRED CONTRIBUTIONS**

Deferred contributions consists of amounts received from donors that are designated to fund certain expenses and also for the purchase of capital assets. The activity in deferred contributions is as follows:

	Balance, beginning	Contributions received	Amounts recognized	Balance, ending
Deferred gifts	\$ 33,165	\$ -	\$ -	\$ 33,165
Strive	-	6,050	(1,800)	4,250
Social justice initiatives	4,825	-	-	4,825
Grants	-	11,120	(6,337)	4,783
Balance, ending	<u>\$ 37,990</u>	<u>\$ 17,170</u>	<u>\$ (8,137)</u>	<u>\$ 47,023</u>

5. **LONG-TERM DEBT**

Long-term debt consists of the following:

	Current Portion	2022	2021
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Canadian Emergency Bank Account of \$60,000, unsecured, interest free with no repayment terms, maturing December 31, 2023. One-third of the value of this loan will be forgiven if the remaining two-thirds of the balance is paid on or before the due date. Any remaining balance will bear interest at 5% monthly and will be due on December 31, 2025.

	<u>\$ 40,000</u>	<u>\$ 40,000</u>	<u>\$ 40,000</u>
	<u>\$ 40,000</u>	\$ 40,000	\$ 40,000
Less: Current portion		<u>(40,000)</u>	<u>-</u>
Long-term portion		<u>\$ -</u>	<u>\$ 40,000</u>

CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC

NOTES TO FINANCIAL STATEMENTS

December 31, 2022

6. FINANCIAL INSTRUMENTS

Risks and Concentrations

The Society is exposed to various risks through its financial instruments. The following analysis provides a summary of the Society's exposure to and concentrations of risk at December 31, 2022.

(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 Society's main credit risks relate to its accounts receivable, which consists primarily of HST receivable. There were no concentrations of credit risk as at December 31, 2022 and the allowance for doubtful accounts is \$nil as at December 31, 2022. Management is of the opinion that the Society's exposure to credit risk is insignificant. There has been no change to the assessment of credit risk since the prior year.

(b) **Liquidity Risk**

Liquidity risk is the risk that the Society will encounter difficulty in meeting obligations associated with financial liabilities. The Society is exposed to this risk mainly with respect to its accounts payable and accrued liabilities, government remittances payable, and long-term debt. The Society manages this risk by managing its working capital and ensuring that sufficient credit is available. Management is of the opinion that the Society's exposure to liquidity risk is insignificant. There has been no change to the assessment of liquidity risk since the prior 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 Society's exposure to these risks is described below.

(d) **Currency Risk**

Currency risk is a component of market risk and is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Approximately 4% (2021: 3%) of the Society's investments are held in US dollars and have been converted into equivalent Canadian dollars at the exchange rate in effect at the year end. Consequently, some assets are exposed to foreign exchange fluctuations. Management is of the opinion that the Society's exposure to currency risk is insignificant. There has been no change to the assessment of currency risk since the prior year.

CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

(e) **Interest Rate Risk**

Interest rate risk is a component of market risk and is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As described in Notes 3 and 5, the Society is exposed to interest rate risk with respect to its long-term investments and loan payable. The Society does not currently hold any financial instruments to mitigate this risk. Management is of the opinion that the Society's exposure to interest rate risk is insignificant. There has been no change to the assessment of interest rate risk since the prior year.

(f) **Price Risk**

Price risk is a component of market risk and is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Society is exposed to price risk through its investments in equities and marketable securities. Management monitors the Society's exposure to price risk regularly and is of the opinion that the Society's exposure to price risk is relatively insignificant. There has been no change to the assessment of price risk since the prior year.

7. **SPECIAL PROJECTS FUND**

The activity of the Special Projects Fund is as follows:

	Balance, Opening	Revenues and Transfers	Expenses	Balance, Closing
New Life Legacy	\$ 53,600	\$ -	\$ -	\$ 53,600
Uptick	23,447	6,462	8,390	21,519
Spiritual Life Retreats	10,365	-	-	10,365
Great Canadian Bible Study	4,446	1,561	1,561	4,446
Leadership Enrichment Fund	7,182	-	-	7,182
New Initiatives	6,703	-	5,500	1,203
Association Grants and Loans	2,000	-	-	2,000
Convention Bursary	749	-	-	749
Externally restricted project	<u>30,000</u>	<u>345</u>	<u>345</u>	<u>30,000</u>
Balance, ending	<u>\$ 138,492</u>	<u>\$ 8,368</u>	<u>\$ 15,796</u>	<u>\$ 131,064</u>

CANADIAN BAPTIST WOMEN OF ONTARIO AND QUEBEC

NOTES TO FINANCIAL STATEMENTS

December 31, 2022

8. INTER-FUND TRANSFERS

The Society's management made the following inter-fund transfers during the year:

- (a) The Operating Fund transferred 100% of the undesignated legacies received in the year (valued at \$30,265) to the Legacies Fund (2021: \$10,885).
- (b) The Legacies Fund transferred 20% of the original value of undesignated legacies received in prior years (valued at \$16,848) to the Operating Fund (2021: \$40,824).

9. INVESTMENT INCOME

The Society derives its investment income from an investment portfolio held with Scotia Wealth Management. The types of income earned within the portfolio are:

	2022	2021
Dividends	\$ 22,190	\$ 11,852
Realized capital gains (losses)	8,086	3,232
Interest	2,570	4,766
Other income	399	4,928
	<u>\$ 33,245</u>	<u>\$ 24,778</u>

10. COMPARATIVE FIGURES

Certain comparative figures have been reclassified in order to conform with the presentation adopted in the current year.

11. RESTATEMENT OF PRIOR YEARS

During 2022, the Society discovered that it had been recognizing revenue from its magazine subscription sales upon receipt of funds rather than upon delivery of magazines. This error was corrected retrospectively in the current year, which resulted in an increase in the opening balance of unearned revenue of \$7,627 and a decrease in opening fund balances of the prior year of \$7,627.