



## Report on the Non-Consolidated Financial Statements for the Year Ended December 31, 2021

The financial statement on the right is a summary of the audited Non-Consolidated Financial Statements of the Canadian Conference of Mennonite Brethren Churches (CCMBC). The notes to the financial statements are an integral part of telling the financial story and can be found [here](#).

After several years of transition - both the reorganization from the Stewardship Division to CCMBC Legacy Fund as well as the transition to the Collaborative Model - we are thankful to God for his faithfulness, and to our churches and provincial conferences for your support as we walk forward in hope of what God has in store for the Mennonite Brethren in Canada and for His church around the world. With the support of our churches, government assistance, and good fiscal management we have finished each of the last two years with a surplus.

The financial statements reflect the mandate of CCMBC to facilitate our joint work and to encourage and support our constituency. Included in these statements are the financial results of the church plants that operate within the charitable status of CCMBC. We began 2021 with 16 church plants with this status and ended with 11.

### Non-Consolidated Statement of Financial Position

A Statement of Financial Position is a snapshot at a point in time, in this case December 31, 2021 and December 31, 2020.

<b>Canadian Conference of MB Churches</b>		
Summarized Non-consolidated Financial Statements		
<b>Non-consolidated Statement of Financial Position</b>		
	at Dec 2021	at Dec 2020
<b>Assets</b>		
Cash	\$3,519,838	\$5,029,312
Accounts and other receivables	65,089	456,835
Due from related party	561,443	-
Donated securities	-	34,231
Inventories	5,423	4,049
Prepaid expenses and deposits	53,761	20,490
Capital assets	49,634	105,873
	<b>\$4,255,188</b>	<b>\$5,650,790</b>
<b>Liabilities</b>		
Accounts payable and accrued liabilities	\$1,012,698	\$895,500
Benefit plan payable	113,716	631,739
Due to related party	2,249,741	3,142,840
	3,376,155	4,670,079
Deferred contributions	633,406	960,996
<b>Net assets:</b>		
Restricted for endowments	1,367,064	1,366,526
Unrestricted	(1,121,437)	(1,346,811)
	245,627	19,715
	<b>\$4,255,188</b>	<b>\$5,650,790</b>
<b>Non-consolidated Statement of Operations and Changes in Net Assets</b>		
	2021	2020
<b>Revenue</b>		
Church contributions	\$968,867	\$1,005,774
Donations/Grants	2,739,214	2,343,585
Sales	131,693	89,946
Government assistance	158,765	512,740
	3,998,539	3,952,045
<b>Expenses</b>		
Cost of sales	46,565	40,192
Staffing	414,266	558,878
Specific programming costs	1,863,896	2,211,650
Support of outside agencies	1,245,091	707,882
Office expenses	108,643	117,874
Board costs and convention	92,837	88,473
Public relation const	1,867	4,179
	3,773,165	3,729,128
Excess of revenue over expenditures	<b>225,374</b>	<b>222,917</b>
Net assets at beginning of year	19,715	(204,286)
Reinvested endowment earnings during the year	538	1,084
Net assets at end of year	<b>\$245,627</b>	<b>\$19,715</b>

## Assets

CCMBC's total assets decreased by 7% to \$4.3 million (2020 - \$5.7 million). Of the \$1.5 million decrease in cash to \$3.5 million (2020 - \$5.0 million), \$900,000 was paid to Legacy to satisfy a portion of the due to related party amount. A further reduction of \$561,000 relates to the pension and benefits plan, which is now reflected in due from related party as Legacy has taken over the administration of these plans. The decrease in accounts and other receivables to \$65,000 (2020 - \$457,000) is primarily due to three factors: a \$160,000 reduction in receivable for non-registered church plants, a \$70,000 reduction related to benefits receivables now administered by Legacy, and a \$170,000 reduction in the receivable relating to government assistance. The decrease in capital assets to \$50,000 (2020 - \$106,000) relates primarily to non-registered church plants.

## Liabilities, Deferred Contributions and Net Assets

Total liabilities decreased by 28% to \$3.4 million (2020 - \$4.7 million). This is primarily due to the \$900,000 repayment of the due to related party.

The decrease in deferred contributions to \$633,000 (2020 - \$961,000) is primarily related to non-registered church plants.

Net assets increased to \$245,627 (\$2020 - \$19,715) with the 2021 surplus.

## **Non-Consolidated Statement of Operations**

Unlike the Statement of Financial Position, the Statement of Operations paints a picture of what happens over a period of time, in this case the year 2021.

## Revenue

Total revenue of \$4 million (2020 - \$4 million) was recorded for 2021. Church contributions received from provincial

conferences through single-stream funding for 2021 at \$970,000 was 96% of 2020 levels.

Grants and donations of \$2.7 million (2020 - \$2.3 million) includes \$1.5 million (2020 - \$1.6 million) received by the non-registered church plants and almost \$953,000 (2020 - \$467,000) of flow through donations received as gifts of securities (GOS), which is offered as a service to MB churches and agencies who do not have their own brokerage account. These two amounts are fully offset in expenses and do not impact the surplus.

Sales of \$132,000 (2020 - \$90,000) reflect an increase in Kindred Production sales and registration for Pastors Credentialing Orientation (PCO) and EQUIP Study Conference, both events that did not take place in 2020 due to COVID.

Government assistance of \$159,000 (2020 - \$513,000) relates to assistance received under the Canada Emergency Wage Subsidy.

## Expenditures

Total expenditures of \$3.8 million (2020 - \$3.7 million) was recorded for 2021.

Staffing expenses of \$414,000 (2020 - \$559,000) is a decrease from 2020 due to staff adjustments, including a medical leave of the National Faith and Life Team (NFLT) Director. Specific programming costs of \$1.9 million (2020 - \$2.2 million) include the \$1.5 million (2020 - \$1.6 million) non-registered church plant expenses offset by donations. Support of outside agencies of \$1.2 million (2020 - \$708,000) include the \$953,000 (2020 - \$467,000) GOS flow through.

## Excess of revenue over expenditures

We want to thank you for continued support of your conference, which allowed us to finish the year with an excess of revenue over expenditures of \$225,374.

*Respectfully submitted by  
Bertha Dyck, CFO*