

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION**

**Financial Statements**

**December 31, 2016**

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION**  
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**For the Year Ended December 31, 2016**

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## INDEPENDENT AUDITOR'S REPORT

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To the Members of Partners Relief and Development Canada Foundation:

We have audited the accompanying financial statements of Partners Relief and Development Canada Foundation, which comprise the statement of financial position as at December 31, 2016 and the statements of operations, changes in net assets and 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 management 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, the financial statements present fairly, in all material respects, the financial position of Partners Relief and Development Canada Foundation as at December 31, 2016 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.



Calgary, Alberta  
May 13, 2017

Chartered Professional Accountants

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION**  
**Statement of Financial Position**  
**As at December 31, 2016**

	General Fund	International Fund	2016	2015
<b>Assets</b>				
Current				
Cash and cash equivalents	\$ 99,926	\$ 14,707	\$ 114,633	\$ 127,469
Accounts receivable	40	-	40	160
Goods and services tax recoverable	1,428	-	1,428	768
Prepaid expenses and other current assets	997	-	997	2,151
	<b>\$ 102,391</b>	<b>\$ 14,707</b>	<b>\$ 117,098</b>	<b>\$ 130,548</b>
<b>Liabilities and net assets</b>				
Current liabilities				
Accounts payable and accrued liabilities	\$ 17,756	\$ -	\$ 17,756	\$ 16,193
Net assets				
Restricted	-	14,707	14,707	10,540
Unrestricted	84,635	-	84,635	103,815
	<b>84,635</b>	<b>14,707</b>	<b>99,342</b>	<b>114,355</b>
	<b>\$ 102,391</b>	<b>\$ 14,707</b>	<b>\$ 117,098</b>	<b>\$ 130,548</b>

**On behalf of the Board**

\_\_\_\_\_ Director

\_\_\_\_\_ Director

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION****Statement of Operations****For the Year Ended December 31, 2016**

	<b>General Fund</b>	<b>International Fund</b>	<b>2016</b>	<b>2015</b>
<b>Revenue</b>				
Donations	\$ 168,173	\$ -	\$ 168,173	\$ 191,749
Designated funds	8,761	92,027	100,788	114,169
Fundraising events	72,771	-	72,771	68,903
Miscellaneous income	302	-	302	356
	<b>250,007</b>	<b>92,027</b>	<b>342,034</b>	<b>375,177</b>
<b>Expenses</b>				
Program costs				
Funds transferred to projects	152,140	87,860	240,000	250,000
Salaries and benefits	64,800	-	64,800	68,602
Fundraising	11,799	-	11,799	11,457
Promotion and newsletters	9,576	-	9,576	9,502
Program supervision travel	8,713	-	8,713	5,939
	<b>247,028</b>	<b>87,860</b>	<b>334,888</b>	<b>345,500</b>
Other				
Office and sundry	18,618	-	18,618	20,117
Bank charges	3,541	-	3,541	4,246
	<b>269,187</b>	<b>87,860</b>	<b>357,047</b>	<b>369,863</b>
<b>Excess (deficiency) of revenue over expenses</b>	<b>\$ (19,180)</b>	<b>\$ 4,167</b>	<b>\$ (15,013)</b>	<b>\$ 5,314</b>

See notes to financial statements

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION**  
**Statement of Changes in Net Assets**  
**For the Year Ended December 31, 2016**

	General Fund	International Fund	2016	2015
<b>Net assets - beginning of year</b>	<b>\$ 103,815</b>	<b>\$ 10,540</b>	<b>\$ 114,355</b>	<b>\$ 109,041</b>
Excess (deficiency) of revenue over expenses	<u>(19,180)</u>	<u>4,167</u>	<u>(15,013)</u>	<u>5,314</u>
<b>Net assets - end of year</b>	<b><u>\$ 84,635</u></b>	<b><u>\$ 14,707</u></b>	<b><u>\$ 99,342</u></b>	<b><u>\$ 114,355</u></b>

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION**  
**Statement of Cash Flows**  
**For the Year Ended December 31, 2016**

	2016	2015
<b>Operating activities</b>		
Excess (deficiency) of revenue	\$ (15,013)	\$ 5,314
Changes in non-cash working capital:		
Accounts receivable	120	(160)
Accounts payable and accrued liabilities	1,562	1,838
Prepaid expenses and other current assets	1,155	4
Goods and services tax recoverable	(660)	(50)
	<u>2,177</u>	<u>1,632</u>
<b>Increase (decrease) in cash flows</b>	<b>(12,836)</b>	<b>6,946</b>
Cash and cash equivalents - beginning of year	<u>127,469</u>	<u>120,523</u>
<b>Cash and cash equivalents - end of year</b>	<b>\$ 114,633</b>	<b>\$ 127,469</b>

# **PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION**

## **Notes to Financial Statements**

**For the Year Ended December 31, 2016**

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### **1. Nature of the organization**

The Partners Relief and Development Canada Foundation ("the Foundation" or "Partners Canada") is a registered charity under the Income Tax Act and the management has determined that it is exempt from the payment of income taxes. The Foundation was established on October 16, 2001 with the following objectives:

- to proclaim God's love to victims of natural disaster, the oppressed and the poor;
  - to provide essential items like food, clothing, and shelter for victims of natural disaster, the oppressed and the poor;
  - to help impoverished people and communities with sustainable development projects;
  - to assist orphans and marginalized people with appropriate care programs; and
  - to engage in training to develop spiritually mature and capable leaders.
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### **2. Summary of significant accounting policies**

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Canada Handbook, and in management's opinion, have been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

#### a) Cash and cash equivalents

Cash includes cash and cash equivalents. Cash equivalents consist primarily of chequing and savings accounts or guaranteed investment certificates with an original maturity date at purchase of three months or less. At the end of the current period, the Foundation held no guaranteed investment certificates.

#### b) Revenue recognition

The Foundation follows the restricted fund method of recognizing contributions. Unrestricted contributions are recognized in the period in which they are received. Restricted contributions for the use of the International Fund are recognized as revenue of the International Fund in the period received. Restricted contributions for operations of the general fund are deferred and recognized as revenue when the related expenses are incurred. Interest and other revenue is recognized on the accrual basis in the period to which the interest relates.

The General Fund accounts for the Foundation's program delivery and administrative activities. This fund reports contributions restricted for these activities, and all unrestricted resources and donations.

The International Fund reports restricted resources and donations that are to be used for international relief and programs.

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**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION**  
**Notes to Financial Statements**  
**For the Year Ended December 31, 2016**

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**2. Summary of significant accounting policies (*continued*)**

c) Financial instruments

The Foundation initially measures its financial assets and financial liabilities at fair value. It subsequently measures all of its financial assets and financial liabilities at amortized cost. The financial assets measured at amortized cost include cash and cash equivalents, and accounts receivable. The financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

d) Contributed services

Volunteers assist the Foundation in carrying out certain activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

e) Goods and Services Tax

Goods and Services Tax is recoverable at 50% as a rebate. The unrecoverable 50% is recorded as part of the expenses with the rebate treated as a receivable.

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**3. Disclosure of salaries and benefits**

During 2016, the board of directors received no remuneration (2015: \$Nil) for their services as directors.

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