

PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION

FINANCIAL STATEMENTS

DECEMBER 31, 2023

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Partners Relief and Development Canada Foundation,

Qualified Opinion

We have audited the financial statements of Partners Relief and Development Canada Foundation, which comprise of the statement of financial position as at DECEMBER 31, 2023, statement of operations, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effect of the matter described in the *Basis for Qualified Opinion*, the accompanying financial statements present fairly, in all material respects, the financial position of Partners Relief and Development Canada Foundation as at DECEMBER 31, 2023 and the results of its operations, changes in net assets and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified 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 the 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.

In common with many not-for-profit organizations, the Foundation derives revenues from donations, the completeness of which is not readily susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Foundation and we were not able to determine whether any adjustments might be necessary to fund raising activities and donations, excess of revenue over expenses, assets and fund balances.

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 these financial statements, management is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to a 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 to do so.

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

Auditor's Responsibility 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:

- 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.

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.

Calgary, Alberta
April 26, 2024



CHARTERED PROFESSIONAL ACCOUNTANTS

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023**

	General Fund	International Fund	2023	2022
ASSETS				
Cash	\$ 200,312	\$ 7,753	\$ 208,065	\$ 197,433
GST recoverable	126	-	126	536
Prepaid expenses and other current assets	<u>3,214</u>	<u>-</u>	<u>3,214</u>	<u>4,377</u>
	<u>\$ 203,652</u>	<u>\$ 7,753</u>	<u>\$ 211,405</u>	<u>\$ 202,346</u>
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable and accrued liabilities	<u>\$ 11,543</u>	<u>\$ -</u>	<u>\$ 11,543</u>	<u>\$ 11,899</u>
Related Party Transactions (Note 3)				
NET ASSETS				
Restricted	-	7,753	7,753	23,615
Unrestricted	<u>192,109</u>	<u>-</u>	<u>192,109</u>	<u>166,832</u>
	<u>192,109</u>	<u>7,753</u>	<u>199,862</u>	<u>190,447</u>
	<u>\$ 203,652</u>	<u>\$ 7,753</u>	<u>\$ 211,405</u>	<u>\$ 202,346</u>

Approval Statement:

This financial statement has been reviewed and approved by:



Signature

Jacqueline K Kassian

Name

Treasurer & Director

Position

May 8, 2024

Date



Signature

Ernest H Toews

Name

President & Director

Position

May 8, 2024

Date

PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED JANUARY 1, 2023 TO DECEMBER 31, 2023

	General Fund	International Fund	2023	2022
REVENUE				
Donations	\$ 198,664	\$ -	\$ 198,664	\$ 220,136
Designated funds	11,550	427,597	439,147	257,209
Fundraising events (Note 4)	19,406	-	19,406	18,999
Miscellaneous income	<u>7,692</u>	<u>-</u>	<u>7,692</u>	<u>1,723</u>
	237,312	427,597	664,909	498,067
EXPENSES				
Program costs				
Funds transferred to projects	89,788	443,459	533,247	364,450
Salaries and benefits	86,371	-	86,371	97,028
Fundraising (Note 4)	1,292	-	1,292	2,714
Promotion and newsletters	6,715	-	6,715	4,405
Program supervision travel	<u>3,772</u>	<u>-</u>	<u>3,772</u>	<u>4,675</u>
	187,938	443,459	631,397	473,272
Other				
Office and sundry	19,987	-	19,987	21,840
Interest and service charges	<u>4,110</u>	<u>-</u>	<u>4,110</u>	<u>3,965</u>
	<u>212,035</u>	<u>443,459</u>	<u>655,494</u>	<u>499,077</u>
Excess (deficiency) of revenue over expenses	<u>\$ 25,277</u>	<u>\$ (15,862)</u>	<u>\$ 9,415</u>	<u>\$ (1,010)</u>

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED JANUARY 1, 2023 TO DECEMBER 31, 2023**

	General Fund	International Fund	2023	2022
Net assets, beginning of year	\$ 166,832	\$ 23,615	\$ 190,447	\$ 191,457
Excess (deficiency) of revenue over expenses	<u>25,277</u>	<u>(15,862)</u>	<u>9,415</u>	<u>(1,010)</u>
Net assets, end of year	<u>\$ 192,109</u>	<u>\$ 7,753</u>	<u>\$ 199,862</u>	<u>\$ 190,447</u>

PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JANUARY 1, 2023 TO DECEMBER 31, 2023

	2023	2022
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenses	\$ 9,415	\$ (1,010)
Net change in non-cash working capital balances related to operations		
Accounts receivable	-	40
GST receivable	410	(451)
Prepaid expenses and other current assets	1,163	812
Accounts payable and accrued liabilities	<u>(356)</u>	<u>1,023</u>
Increase in cash flows during the year	10,632	414
CASH, BEGINNING OF YEAR	<u>197,433</u>	<u>197,019</u>
CASH, END OF YEAR	<u>\$ 208,065</u>	<u>\$ 197,433</u>

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023**

1. PURPOSE OF THE ORGANIZATION

The Partners Relief and Development Canada Foundation ("the Foundation") is a registered charity under the Income Tax Act and as a result is exempt from income tax. 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.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO) applied on a going basis.

Cash and equivalents

Cash and cash equivalents consists of balances with financial institutions.

Financial instruments

The Foundation's financial instruments consists of cash, accounts receivable, accounts payable and accrued liabilities. Unless otherwise indicated, it is management's opinion that the Foundation is not exposed to significant interest or credit risks rising from these financial instruments. There has been no change in this risk assessment from the previous year. The fair value of these financial instruments approximate their carrying value, unless otherwise noted.

Revenue recognition

The Foundation follows the restricted fund method of recognizing contributions.

Unrestricted donations, fundraising and interest are recognized in the year to which they relate.

Designated contributions for the use of International Fund are recognized as revenue of the International Fund in the period received.

Designated contributions for operations of the general fund are deferred and recognized as revenue when the related expenses are incurred.

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.

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023**

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributed services

As with most charitable organizations, significant donations of time and services are received during each year. Due to the difficulties in establishing dollar values for these services, no attempt has been made to include a value for the services in the records of the Foundation.

Measurement uncertainty

The preparation of the financial statements of the Foundation are in conformity with Canadian accounting standards for not-for-profit organizations that requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. These estimates are subject to measurement uncertainty.

3. RELATED PARTY TRANSACTIONS

During the year, members of the Foundation's board of directors provided financial contributions amounting to \$53,530 (2022 - \$49,855) which is included in donations. The transactions are in the normal course of operations and are recorded in the cash amount received by the Foundation.

During the year, the board of directors and the president received no remuneration (2022 - \$Nil) for their services as directors and president.

4. FUNDRAISING

In order to raise \$19,406 (2022 - \$18,999) of fundraising revenue, the Foundation spent \$1,292 (2022 - \$2,714) on expenses incurred for the purposes of obtaining such revenue. All fundraising activities were organized and run by volunteers. The Foundation has no employees whose principal duties involve fundraising.

5. FINANCIAL INSTRUMENTS

The Foundation, through its exposure to financial assets and liabilities has exposure to the following risks from its use of financial instruments: interest rate risk, credit risk, market risk and currency risk.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect the value of fixed income securities held by the Foundation. The short-term interest bearing investments held by the Foundation have a limited exposure to interest rate risk due to their short-term maturity. The Foundation has formal policies and procedures that establish target asset mix, and varying terms of the securities held.

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023**

5. FINANCIAL INSTRUMENTS (continued)

Credit risk

The Foundation's principal financial assets are cash, and short-term investments, which are subject to credit risk. The carrying amounts of financial assets on the balance sheet represent the Foundation's maximum credit exposure at the balance sheet date.

The Foundation's credit risk is primarily attributable to its cash. The credit risk on cash is limited since the counterparties are chartered banks with high credit-ratings assigned by national credit-rating agencies.

Market risk

Market risk arises as a result of trading in fixed income securities. Fluctuations in the market expose the Foundation to a risk of loss. The Foundation mitigates this risk through controls to monitor and limit concentration levels.

Currency risk

Currency risk is the risk to the Foundation's earnings that arise from fluctuations in foreign exchange rates and the degree of validity of these rates. The Foundation mitigates this risk through controls to monitor such rates.