

Financial Statements of

MENNONITE CHURCH CANADA

Year ended January 31, 2015

MENNONITE CHURCH CANADA

Audited Financial Statements
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Year ended January 31, 2015

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INDEPENDENT AUDITORS' REPORT

To the Members of Mennonite Church Canada

We have audited the accompanying financial statements of Mennonite Church Canada, which comprise the statement of financial position as at January 31, 2015, the statements of operations, changes in fund balances, and cash flows for the year then ended, and notes, comprising 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.

Auditors' 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 our 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, we consider 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 Mennonite Church Canada as at January 31, 2015, its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

KPMG LLP

Chartered Accountants

April 16, 2015

Winnipeg, Canada

MENNONITE CHURCH CANADA

Statement of Operations

Year ended January 31, 2015, with comparative information for 2014

	General Fund	Capital Fund	2015 Total	2014 Total
Revenues for MC Canada programs:				
Donations and bequests	\$ 3,346,042	\$ —	\$ 3,346,042	\$ 3,419,050
Investment income	125,438	—	125,438	126,529
Sales, services and fees	331,248	—	331,248	216,205
Grants from partner agencies	26,142	—	26,142	53,140
Amortization of deferred contributions (note 7)	99,471	622	100,093	60,968
	3,928,341	622	3,928,963	3,875,892
Revenues for partner programs:				
Donations and bequests	387,515	—	387,515	441,837
Grants	23,250	—	23,250	10,500
Investment income	8,726	—	8,726	13,934
Sales, services and fees	34,415	—	34,415	55,828
Grants from partner agencies	—	—	—	6,082
Amortization of deferred contributions (note 7)	127,645	—	127,645	57,746
	581,551	—	581,551	585,927
Revenues for related organizations:				
Donation and bequests	339,018	—	339,018	628,871
Sales, services and fees	93,536	—	93,536	89,809
Grants from partner agencies	53,503	—	53,503	30,598
Amortization of deferred contributions (note 7)	24,872	—	24,872	—
	510,929	—	510,929	749,278
Total revenues	5,020,821	622	5,021,443	5,211,097
Expenses for MC Canada programs:				
Christian Witness Council (schedule A)	1,643,099	—	1,643,099	1,598,843
Christian Formation Council (schedule B)	642,533	—	642,533	741,456
Church Engagement Council (schedule C)	654,786	—	654,786	620,890
General Board (schedule D)	993,797	—	993,797	724,106
	3,934,215	—	3,934,215	3,685,295
Expenses for Partner Programs (schedule E)	614,612	—	614,612	584,014
Contributions to related organizations (schedule F)	510,929	—	510,929	749,278
Amortization of capital assets	—	32,641	32,641	51,191
Total expenses and contributions	5,059,756	32,641	5,092,397	5,069,778
Excess (deficiency) of revenues over expenses before the undernoted	(38,935)	(32,019)	(70,954)	141,319
Bi-national asset distribution (note 12)	5,359	—	5,359	98,395
Mennonite Church Eastern Canada (MCEC) (note 9[a])	47,616	—	47,616	289,243
Excess (deficiency) of revenues over expenses	\$ 14,040	\$ (32,019)	\$ (17,979)	\$ 528,957

See accompanying notes to financial statements.

MENNONITE CHURCH CANADA

Statement of Changes in Fund Balances

Year ended January 31, 2015, with comparative information for 2014

	Invested in capital assets	Externally restricted	Internally restricted	Unrestricted	2015 Total	2014 Total
General Fund:						
Balance, beginning of year	\$ -	\$ 299,421	\$ 2,640,005	\$ -	\$ 2,939,426	\$ 2,411,813
Excess of revenues over expenses	-	-	-	14,040	14,040	579,526
Transfer to Capital Fund (note 8)	-	-	-	(22,488)	(22,488)	(54,190)
Transfer from internally restricted funds (note 9)	-	-	(97,967)	97,967	-	-
Transfer to internally restricted funds (note 9)	-	-	89,519	(89,519)	-	-
Endowment contributions	-	2,655	-	-	2,655	2,277
Balance, end of year	\$ -	\$ 302,076	\$ 2,631,557	\$ -	\$ 2,933,633	\$ 2,939,426
Capital Fund:						
Balance, beginning of year	\$ 47,281	\$ -	\$ 139,522	\$ -	\$ 186,803	\$ 183,182
Deficiency of revenues over expenses	(32,019)	-	-	-	(32,019)	(50,569)
Transfer from General Fund (note 9)	6,040	-	16,448	-	22,488	54,190
Transfer from internally restricted funds (note 9)	11,352	-	(11,352)	-	-	-
Balance, end of year	\$ 32,654	\$ -	\$ 144,618	\$ -	\$ 177,272	\$ 186,803

See accompanying notes to financial statements.

MENNONITE CHURCH CANADA

Statement of Cash Flows

Year ended January 31, 2015, with comparative information for 2014

	2015	2014
Cash provided by (used in):		
Operations:		
Excess (deficiency) of revenues over expenses	\$ (17,979)	\$ 528,957
Items not involving cash:		
Amortization of capital assets	32,641	51,191
Amortization of deferred contributions	(622)	(622)
Change in non-cash operating working capital:		
Accounts receivable	(55,134)	96,080
Prepaid expenses	34,600	(26,412)
Accounts payable and accrued liabilities	(97,007)	168,796
Accrued income on investments	(25,627)	7,791
Change in deferred contributions relating to General Fund	26,322	242,168
	(102,806)	1,067,949
Financing:		
Endowment contributions received	2,655	2,277
Decrease in other loans payable	(5,250)	(3,726)
	(2,595)	(1,449)
Investing:		
Additions to capital assets	(11,352)	(40,205)
Decrease (increase) in investments, net	161,218	(573,523)
	149,866	(613,728)
Increase in cash	44,465	452,772
Cash, beginning of year	2,368,910	1,916,138
Cash, end of year	\$ 2,413,375	\$ 2,368,910

See accompanying notes to financial statements.

MENNONITE CHURCH CANADA

Notes to Financial Statements

Year ended January 31, 2015

1. General:

Mennonite Church Canada (MC Canada) is a Canada-wide Christian denomination within the Anabaptist-Mennonite tradition. Its mission includes the promotion of biblical faithfulness in worship, evangelism, service, peacemaking and stewardship of God's creation.

MC Canada is a body of Mennonite congregations which works in partnership with provincial/regional conferences in the mission and ministry of the church of Jesus Christ. It provides, facilitates and coordinates national and other programs that support the ministry of its congregations and partner area conferences. MC Canada works closely with other national Mennonite conferences, particularly Mennonite Church USA, cooperates with various inter-Mennonite and other Christian agencies, and represents national and international programs and concerns to its constituency.

MC Canada is a corporation without share capital incorporated under the laws of Canada and is registered with Canada Revenue Agency as a charitable organization with registration number 10696-7086-RR0001. MC Canada is exempt from income tax under Section 149 of the *Income Tax Act*.

2. Significant accounting policies:

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

(a) Fund accounting:

Assets, liabilities, revenues and expenses related to MC Canada's capital assets, capital campaigns, and internally restricted funds for future asset purchases are recorded in the Capital Fund. All other assets, liabilities, revenues and expenses are reported in the General Fund.

MENNONITE CHURCH CANADA

Notes to Financial Statements (continued)

Year ended January 31, 2015

2. Significant accounting policies (continued):

(b) Revenue recognition:

MC Canada follows the deferral method of accounting for contributions, which include donations and government grants.

Externally restricted contributions, other than endowment contributions, are deferred and recognized as revenue of the appropriate fund in the year in which the related expenses are incurred. Contributions restricted for the purchase of capital assets are deferred and amortized into revenue at a rate corresponding with the amortization rate for the related capital assets.

MC Canada has established an internal policy to generally recognize revenue on externally restricted bequests at the lesser of the related expense incurred during the year and 10 percent of the particular deferred balance.

Unrestricted contributions are recognized as revenue of the General Fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Endowment contributions are recorded as a direct increase to the externally restricted fund balance of the General Fund. Investment income earned on endowment contributions is recognized as revenue of the General Fund.

Sales, services and fees are recognized as revenue when earned.

Investment income on unrestricted assets is recognized as revenue when earned. Investment income earned on deferred contributions is recognized as revenue in the same period as the related expenses of the deferred contribution are recognized.

Investment income earned on bequest funds and on the Church Building Fund are recognized directly into revenue of the General Fund.

Government grants relating to program delivery and administration are recognized as revenue of the General Fund in the year in which they apply.

MENNONITE CHURCH CANADA

Notes to Financial Statements (continued)

Year ended January 31, 2015

2. Significant accounting policies (continued):

(c) Capital assets:

Purchased capital assets are recorded in the Capital Fund at cost. Contributed capital assets are recorded in the Capital Fund at fair value at the date of contribution. Amortization is provided on a straight-line basis over the asset's estimated useful life, which for buildings and improvements is 20 years and for vehicles, equipment and furnishings is 5 years. Amortization expense is reported in the Capital Fund.

(d) Employee future benefits:

MC Canada has a defined contribution plan providing pension and post-employment benefits for its salaried employees. The cost of the defined contribution plan is recognized based on contributions required to be made during each period. During the year ended January 31, 2015, MC Canada made employer contributions for its employees to the plan in the amount of \$101,875 (2014 - \$101,160).

MC Canada is also a member of a health cost sharing plan incorporated in the United States, covering certain employees working overseas. Contributions to the plan are expensed as incurred.

(e) Foreign currency:

Monetary items denominated in foreign currency are translated to Canadian dollars at exchange rates in effect at the balance sheet date and non-monetary items are translated at rates of exchange in effect when the assets were acquired or obligations incurred. Revenues and expenses are translated at rates in effect at the time of the transactions. Foreign exchange gains and losses are included in income.

(f) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Freestanding derivative instruments that are not in a qualifying hedging relationship and equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. MC Canada has not elected to carry any such financial instruments at fair value.

Investments in pooled funds are carried at fair value. The change in fair value of investments for the year is recognized in investment income in the statement of operations.

MENNONITE CHURCH CANADA

Notes to Financial Statements (continued)

Year ended January 31, 2015

2. Significant accounting policies (continued):

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, MC Canada determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount MC Canada expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

(g) Use of estimates:

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Significant items subject to such estimates and assumptions include the carrying amount of capital assets and the fair value of investments. Actual results could differ from those estimates.

3. Accounts receivable:

	2015	2014
Donations receivable	\$ 286,594	\$ 184,227
Other	74,453	121,686
	\$ 361,047	\$ 305,913

MENNONITE CHURCH CANADA

Notes to Financial Statements (continued)

Year ended January 31, 2015

4. Investments:

	2015	2014
Mennonite Foundation of Canada:		
Annuities	\$ 18,266	\$ 19,470
Church Building Fund Trust	448,092	486,257
Endowments, bequests and other	1,510,370	1,590,998
Canada Life Insurance Company	102,629	117,607
Crosstown Civic Credit Union surplus shares	4,885	5,501
	<u>\$ 2,084,242</u>	<u>\$ 2,219,833</u>

The investments held at Mennonite Foundation of Canada may be withdrawn at any time, with due notice. Investment earnings are paid by Mennonite Foundation of Canada based on its pooled rate, less a fixed percentage for administration fees.

The majority of the investments with Canada Life Insurance Company are held in a money market fund and a guaranteed fund.

5. Capital assets:

	2015		2014	
	Cost	Accumulated amortization	Net book value	Net book value
Land	\$ 983	\$ -	\$ 983	\$ 983
Buildings:				
Witness field properties	80,767	80,662	105	321
Heritage Centre	694,774	666,019	28,755	35,418
Conference administration	787,191	787,191	-	-
	<u>1,562,732</u>	<u>1,533,872</u>	<u>28,860</u>	<u>35,739</u>
Vehicles, equipment and furnishings	741,760	720,790	20,970	35,380
	<u>\$ 2,305,475</u>	<u>\$ 2,254,662</u>	<u>\$ 50,813</u>	<u>\$ 72,102</u>

MC Canada has a commercial line of credit to a maximum of \$500,000, which is secured by a first mortgage on the property at 600 Shaftesbury, now owned by Canadian Mennonite University (note 10[a]) and a general security agreement. As at January 31, 2015 and January 31, 2014, no amounts are drawn on the facility.

MENNONITE CHURCH CANADA

Notes to Financial Statements (continued)

Year ended January 31, 2015

6. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities are government remittances payable of nil (2014 - \$505) which includes amounts payable for provincial sales tax.

7. Deferred contributions:

(a) General Fund:

Deferred contributions reported in the General Fund relate to externally restricted operating contributions which have not yet been disbursed for their intended purpose. Investment income if any, relating to these amounts are included as deferred contributions. Investment income is allocated from the General Fund based on internal policy, and in the years ended January 31, 2015 and 2014, no such income was earned based on the policy.

Changes in the deferred contributions balance reported in the General Fund are as follows:

	January 31, 2015	Investment income	Received and not disbursed	Recognized as revenue	January 31, 2014
MC Canada programs:					
Witness Council:					
Witness Bequest Fund	\$ 703,237	\$ -	\$ 130,121	\$ (63,681)	\$ 636,797
Native ministries:					
Emergency Support Fund	4,127	-	-	(500)	4,627
Jeremiah's Dream	-	-	-	(916)	916
Language training	-	-	-	(1,604)	1,604
Native education	-	-	-	(2,301)	2,301
Botswana	4,000	-	4,000	-	-
Mexico - Cuauthemoc	4,564	-	-	(2,639)	7,203
Africa Entrepreneurship	5,000	-	-	(15,000)	20,000
Church Building Fund	442,191	-	-	-	442,191
	1,163,119	-	134,121	(86,641)	1,115,639
Formation Council:					
Formation Bequest Fund	47,305	-	-	(5,256)	52,561
Translation	7,586	-	-	-	7,586
Leadership training Fund	6,968	-	-	(2,500)	9,468
Russian Mennonite research	4,070	-	-	-	4,070
Anabaptist media	3,660	-	-	(914)	4,574
Pastoral Counselling Fund	1,978	-	-	(986)	2,964
Education Agency	7,897	-	-	-	7,897
	79,464	-	-	(9,656)	89,120
	1,242,583	-	134,121	(96,297)	1,204,759
Partner programs and related organizations:					
Partner Projects	19,902	-	6,480	(34,628)	48,050
Kherson Partnership	3,702	-	3,702	(3,606)	3,606
North American Vietnamese					
Mennonite	42,289	-	42,289	(26,653)	26,653
IM short-term assignments	(5,562)	-	(6,211)	(6,125)	6,774
Eastern Mennonite Missions	28	-	(830)	(24,872)	25,730
MC USA - Join Hands	1,198	-	1,198	-	-
Meseretes Kristus College	66,865	-	66,865	-	-
Company of 1000	30,696	-	30,696	(59,807)	59,807
Abram A. Vogt Legacy Fund	16,253	-	-	-	16,253
	175,371	-	144,189	(155,691)	186,873
	\$ 1,417,954	\$ -	\$ 278,310	\$ (251,988)	\$ 1,391,632

MENNONITE CHURCH CANADA

Notes to Financial Statements (continued)

Year ended January 31, 2015

7. Deferred contributions (continued):

(b) Capital Fund:

Changes in the deferred contributions balance reported in the Capital Fund are as follows:

	2015	2014
Beginning balance	\$ 3,739	\$ 4,361
Less amount recognized as revenue in the year	(622)	(622)
Ending balance	\$ 3,117	\$ 3,739

8. External restrictions on General Fund balances:

External restrictions on General Fund balances are as follows:

	2015	2014
General Board Endowments:		
Conference administration building	\$ 100,000	\$ 100,000
MC Canada general endowment	8,445	8,445
	108,445	108,445
Witness Council Endowments:		
Native Ministries:		
Education endowment	16,753	16,753
General	2,000	2,000
Summer service	1,945	1,945
	20,698	20,698
Formation Council Endowment:		
Company of 1000	147,821	145,166
History archives endowment	25,112	25,112
	172,933	170,278
	\$ 302,076	\$ 299,421

Endowment funds are contributions designated by donors to remain in perpetuity. The investment income earned by these funds is either restricted by the donor for specific use, or for the general use of the entity. Investment income earned on the Endowment funds is recognized as revenue of the General Fund. A portion of the investment income is redirected to rebuild the principal balance where an investment loss had occurred in the previous year.

MENNONITE CHURCH CANADA

Notes to Financial Statements (continued)

Year ended January 31, 2015

9. Internally restricted fund balances:

(a) General Fund:

	2015	2014
Witness Council:		
Witness start-up	\$ 18,816	\$ 18,816
Witness future projects	8,220	8,220
Missional resources	3,878	3,878
International Ministries	567,508	562,148
Native Ministries	91,697	105,927
Witness medical	15,371	15,371
Asia Worker Housing	65,925	65,925
	<u>771,415</u>	<u>780,285</u>
Formation Council:		
Youth Assembly	20,760	20,760
Resource Creation	4,000	4,000
	<u>24,760</u>	<u>24,760</u>
Church Engagement Council:		
Church Engagement miscellaneous reserve	13,368	13,368
Operations:		
Major repair reserve	22,442	22,442
General Board:		
General bequests received to be used for program expenditures over a 10 year period	143,425	150,502
General	737,451	719,685
New projects	218,666	216,462
MCEC first fruits	309,588	289,243
Mennonite World Conference	10,000	8,000
	<u>1,419,130</u>	<u>1,383,892</u>
Partner programs:		
Learning Tour	20,005	20,005
MVSA Partnership reserve	34,998	36,820
Der Bote	13,354	13,354
Gallery	151,221	184,543
Archives	42,504	46,532
Company of 1000	38,019	33,663
Mennonite Women Canada	80,341	80,341
	<u>380,442</u>	<u>415,258</u>
	<u>\$ 2,631,557</u>	<u>\$ 2,640,005</u>

These internally restricted amounts are not available for any other purpose without the approval of the respective Council or General Board.

MENNONITE CHURCH CANADA

Notes to Financial Statements (continued)

Year ended January 31, 2015

9. Internally restricted fund balances (continued):

During the year, the General Board authorized the following transfers:

- (i) \$97,967 (2014 - \$63,279) from the General Fund's internally restricted funds to the General Fund's unrestricted funds to cover program expenses for the year.
- (ii) \$89,519 (2014 - \$588,615) to the General Fund's internally restricted funds from the General Fund's unrestricted funds to cover future program expenses.
- (iii) \$16,448 (2014 - \$48,150) to the Capital Fund's internally restricted funds and \$6,040 (2014 - \$6,040) to the invested in capital assets from the General Fund's unrestricted funds for current and future capital acquisitions.
- (iv) \$11,352 (2014 - \$40,205) from the Capital Fund's internally restricted funds to cover current year capital asset acquisitions.

(b) Capital Fund:

	2015	2014
General capital	\$ 144,618	\$ 139,522

These internally restricted amounts are not available for any other purpose without the approval of the General Board.

10. Related party transactions:

- (a) The Canadian Mennonite Bible College (CMBC), which was previously owned and operated by MC Canada, entered into a formal arrangement in prior years with two other Mennonite Colleges to form the Canadian Mennonite University (CMU). CMU was formed in order to increase the effectiveness, both in serving the Mennonite constituency and in witnessing to the larger society, by providing university level training consistent with a Christian perspective rooted in the Anabaptist-Mennonite tradition. CMU was incorporated in 1998 as a corporation without share capital by *The Mennonite College Federation and Consequential Amendments Act* of Manitoba. The members of the corporation are CMBC, Concord College and Menno Simons College.

MC Canada leases its offices and the Heritage Centre from CMU under a 99 year capital lease. MC Canada does not pay rent on this lease but is responsible for all utility and maintenance costs associated with these properties.

MENNONITE CHURCH CANADA

Notes to Financial Statements (continued)

Year ended January 31, 2015

10. Related party transactions (continued):

During the year, MC Canada committed to fund \$240,000 in capital expenditures to be carried out as part of CMU's Library and Bridge project. The commitment is expected to be paid during fiscal 2016 from cash on hand.

(b) Menno Media:

Menno Media, previously known as Mennonite Publishing Network, is an organization incorporated in the state of Pennsylvania as a not-for-profit corporation. Its purpose is to serve the publishing ministry needs of MC Canada and Mennonite Church USA. MC Canada is able to appoint 3 of a maximum of 8 members on Menno Media's board of directors. During the year, MC Canada contributed \$61,370 to Menno Media (2014 - \$29,733).

- (c) MC Canada sponsors a defined contribution pension plan for its employees and its member churches and related organizations. The plan is registered under the *Pension Benefits Act* of Manitoba, registration number 0228650. The pension plan is administered by Group Retirement Services (GRS). During fiscal year 2015, MC Canada was paid \$68,347 (2014 - \$49,752) by GRS for services provided by MC Canada in relation to administering the plan.

11. Financial risks and concentration of credit risk:

(a) Currency risk:

MC Canada is exposed to financial risks as a result of exchange rate fluctuations and the volatility of these rates. In the normal course of business, MC Canada incurs international expenditures denominated in various foreign currencies. MC Canada does not currently enter into forward contracts to mitigate this risk. There has been no change to the risk exposure from 2014.

(b) Liquidity risk:

Liquidity risk is the risk that MC Canada will be unable to fulfill its obligations on a timely basis or at a reasonable cost. MC Canada manages its liquidity risk by monitoring its operating requirements. MC Canada prepares budget and cash forecasts to ensure it has sufficient funds to fulfill its obligations. There has been no change to the risk exposure from 2014.

MENNONITE CHURCH CANADA

Notes to Financial Statements (continued)

Year ended January 31, 2015

11. Financial risks and concentration of credit risk (continued):

(c) Credit risk:

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. MC Canada is exposed to credit risk with respect to the accounts receivable. MC Canada assesses, on a continuous basis, accounts receivable and provides for any amounts that are not collectible in the allowance for doubtful accounts. There has been no change to the risk exposure from 2014.

(d) Interest rate risk:

MC Canada is exposed to interest rate risk on its fixed interest rate investments that are held in pooled funds (note 4).

12. Bi-national asset distribution:

As part of the dissolution of the General Conference Mennonite Church and the Mennonite Church in 2002, assets and liabilities of these entities were distributed to their successor organizations, MC Canada and Mennonite Church USA. During the year ended January 31, 2015, Mennonite Mission Network (MMN), the mission agency of Mennonite Church USA informed MC Canada that it had disposed of properties which had been jointly funded by both organizations, with net realized proceeds distributed to MC Canada of \$5,359 (2014 - \$98,395). The funds have been transferred to internally restricted funds during the year ended January 31, 2015.

MENNONITE CHURCH CANADA

Expenses for Christian Witness Council Program

Year ended January 31, 2015, with comparative information for 2014

	2015	2014
Executive office	\$ 130,994	\$ 124,887
National ministries administration	5,340	272
Indigenous relations	176,853	125,750
International ministries	1,329,912	1,347,934
	<u>\$ 1,643,099</u>	<u>\$ 1,598,843</u>

MENNONITE CHURCH CANADA

Expenses for Christian Formation Council Program

Year ended January 31, 2015, with comparative information for 2014

	2015	2014
Executive office	\$ 195,403	\$ 206,044
Resource Centre	160,212	138,619
Ministerial and congregational leadership	100,388	90,614
Youth ministry	4,088	302
Youth assembly	–	130,877
Canadian Mennonite University grants	182,442	175,000
	<u>\$ 642,533</u>	<u>\$ 741,456</u>

MENNONITE CHURCH CANADA

Expenses for Church Engagement Council Program

Year ended January 31, 2015, with comparative information for 2014

	2015	2014
Executive office	\$ 128,584	\$ 109,990
Communications	234,440	227,099
Development	171,694	164,025
Canadian Mennonite	120,068	119,776
	<u>\$ 654,786</u>	<u>\$ 620,890</u>

MENNONITE CHURCH CANADA

Expenses for General Board

Year ended January 31, 2015, with comparative information for 2014

	2015	2014
Administration	\$ 315,450	\$ 254,423
Finance	247,334	245,513
Foreign exchange gain	(4,924)	(29,579)
Operations	268,705	223,649
Assembly	138,732	1,600
Mennonite World Conference grants	28,500	28,500
	<u>\$ 993,797</u>	<u>\$ 724,106</u>

MENNONITE CHURCH CANADA

Expenses for Partner Programs

Year ended January 31, 2015, with comparative information for 2014

	2015	2014
Partner Projects/New Initiatives	\$ 33,363	\$ 53,471
Christian Peacemaker Teams	173,566	131,031
Company of 1000	55,812	29,945
North American Vietnamese Mennonite Fellowship	52,379	16,823
Philippine Partnership	23,943	55,047
Mennonite Voluntary Service Adventure	4,322	4,734
Kherson	8,520	8,547
Learning tours	-	22,524
Mennonite Women Canada	19,895	21,763
Mennonite Heritage Centre archives	73,555	65,977
Mennonite Heritage Centre gallery	117,035	122,239
IM short-term assignments	52,222	51,913
	\$ 614,612	\$ 584,014

MENNONITE CHURCH CANADA

Contributions to Related Organizations

Year ended January 31, 2015, with comparative information for 2014

	2015	2014
Mennonite Mission Network	\$ 79,092	\$ 81,797
Mennonite Church USA	7,983	15,941
Associated Mennonite Bible Seminary	72,823	75,472
Canadian Mennonite University	91,255	89,809
Menno Media	61,370	29,733
Meseretes Kristos College	135,953	413,556
Eastern Mennonite Missions	36,741	19,912
Mennonite World Conference	18,212	-
Mennonite Church Eastern Canada	7,500	23,058
	\$ 510,929	\$ 749,278