

St. Andrew's Presbyterian Church

Notes to Financial Statements

December 31, 2025

1. Significant accounting policies:

Fund accounting

The General Fund accounts for the Church's operating, administrative and services revenues and expenses. The fund also reports the assets, liabilities, revenues, and expenses related to the Church's operations.

The Legacy, Memorial, Sustainability and SFC Residual Funds have separate mandates as determined by the Session and/or Presbytery. Transfers of cash and/or investments between funds are approved by Session.

Revenue recognition

- (a) Donations - Unrestricted donations are recorded in the General Fund as received. Donations to other funds are recorded in the appropriate fund. Restricted donations are deferred and recognized as revenue when the related expenses are incurred, or restrictions met.
- (b) Investment income – Interest from term deposits is recorded as earned and shown as investment income. Gains or losses on the disposition of mutual investments are recorded as investment income.
- (c) Market revaluation- Mutual fund investments are recorded at market value, and any increase or decrease in value is recorded as a market revaluation in the appropriate fund. See Note 3 on restatement of mutual fund investments.

Capital assets

Property and equipment are recorded at historical value. No amortization on capital assets has been recorded since 2014. Capital additions and major renovations are expensed as incurred. Sources of funding are recorded in the financials.

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2. Other internally restricted funds (restated Note 3):	<u>2025</u>	<u>2024</u>
Budget stabilization reserve	\$ 42,804	\$ -
Family ministry and scholarships	16,921	\$ 22,508
Reserve for major repairs	40,090	36,723
Ladies Guild reserve	55,627	50,955
Participant mission	17,602	16,350
Youth fund	11,868	10,724
Relocation reserve	-	16,983
Sudanese	89,523	78,113
Reserve for ministerial assistance	<u>75,313</u>	<u>97,045</u>
TOTAL	<u>\$ 349,748</u>	<u>\$ 329,401</u>

As of December 31, 2025; these funds were invested in Mawer Balanced Fund.

3. Restatement of mutual fund investments:

In 2025, the financial statements were changed retroactively to reflect the market values of mutual fund investments. All mutual fund investments are now recorded at market value as of year-end. This resulted in net assets as of January 1, 2024 being increased by \$64,980 from the original 2024 financials.

The 2024 comparative figures have also been changed to reflect the increase in market value for that year. This has resulted in 2024 excess revenues being increased by \$38,868 from the original 2024 figures. The 2024 fund balances have been increased by \$103,758 to reflect the market values of the mutual fund investments.

The 2025 market value increases have been recorded in these financial statements in the appropriate fund. The Legacy Fund has always used the market value for its investments.

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4. **Special gifts and contributions:**

The church gratefully acknowledges the following:

- (1) \$27,200 bequest from the Ray Waldock Estate.
- (2) \$2,000 total donations from Heritage Seniors.
- (3) \$5,000 total donations from Ladies Guild.
- (4) \$29,821 received from individual congregation members as part of a five-year pledge program.

5. **SFC Residual Fund:**

In 2022 it was agreed with Presbytery that St. Andrews would no longer be responsible for the South of Fish Creek ministry. The agreement allowed St. Andrews to retain about 20% of the market value of the SFC fund. The Presbytery portion (about 80%) had a book value of \$652,788 at the time of transfer. These funds are presently held in St. Andrew's Mawer account on behalf of Presbytery.

St. Andrews also submitted a plan for spending the SFC Residual Fund and this plan was approved. As agreed with Presbytery, withdrawals of \$40,000 and \$30,000 were made in 2024 and 2025 respectively to help finance ministerial salaries. A further withdrawal of \$20,000 is required in 2026. After 2026, the funds can be put to best use as determined by the congregation and Session

6. **Legacy fund withdrawals:**

In accordance with the terms of the Legacy Fund, amounts were transferred to the General Fund as authorized by Session and approved by the congregation at the Annual meeting. The Mission and worship withdrawal included \$15,000 to fund a portion of the General Fund's Presbyterian sharing allocation.

Other withdrawals are or will be used to offset expenses paid out of the General Fund as per the terms of the Legacy Fund.

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	<u>2025</u>	<u>2024</u>
7. Maintenance and operations:		
Building and grounds	\$ 36,399	\$ 61,470
Utilities	<u>\$ 33,913</u>	<u>\$ 40,147</u>
	<u>\$ 70,312</u>	<u>\$101,617</u>
8. We Reach Out:		
Presbyterian sharing	\$ 27,785	\$ 27,475
Presbytery and synod dues	\$ 11,603	15,800
Special events	\$ 1,102	1,025
Pension assessment	<u>\$ 15,522</u>	<u>18,125</u>
	<u>\$ 56,012</u>	<u>\$ 62,425</u>
9. The Work of St. Andrews:		
Choir music and expense	\$ 10,569	\$ 9,249
Congregational teams	<u>\$ 14,836</u>	<u>\$10,676</u>
	<u>\$ 25,405</u>	<u>\$ 19,925</u>