

ANNUAL
REPORT
2023-24

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Reports

Board of Elders Report - 2024

Wayne Bernakevitch, Chair

This is my seventh report of this type during a year that was perhaps the most active of any of those former years. Some highlights of the past year include:

- We have a new senior pastor, Tim Busse, his wife Melissa and their three children;
- We now have a new worship pastor, Keith Kitchen, his wife Ruth and their two children;
- There have been several staff changes, some of whom have left, including long-time assistant, Marg Dowkes, and several who have joined us;
- We have an excellent Board of Elders/Directors. It is wonderful having four women on the board. Over the years I have sat on perhaps 25 boards of other corporations and institutions. Board culture and interpersonal dynamics are critical elements of successful boards. The current board has these features at a very high level.

Some may wonder what the church's Board of Elders/Directors does in the Church. Briefly, the role of the Board is prescribed in Scripture to some degree, and also in The Saskatchewan Non-Profit Business Corporations Act. This legislation sets out the required qualifications to be a board member, as does Scripture, as well as the role the Board is to play in running the Church (which is a Corporation). Essentially, the Board is responsible for overseeing all of the business-related affairs of the Church, including the hiring of its senior pastor (who is like a Chief Executive Officer or Manager of the Church), the financial affairs of the Church, and any assets owned by the Church (ie. building, land, bank accounts and investments.)

A major role of the Board is to help set the vision and mission of the Church and all policies related to the accomplishment of these. In other words, the Board is responsible for how the Church runs including the people it designates to help in the running of the operation.

Many of us have favourite seats or areas to sit in during our Sunday morning service. From my favourite spot, which is in the riser portion of the sanctuary on the left side, I love watching people come into Sunday morning services. I particularly like to see people of many different ethnicities, people of all ages from babies, to young children and teens during the summer, and people of all generations from Gen Z's all the way to the boomers and beyond. Diversity is so good to have when we have in common the unifying love for Jesus and for each other. I am truly thankful for all of these things.

I am also thankful for the generous giving we are seeing at Living Hope from members, adherents and other attendees. This giving is essential to the proper operation of our facility, and for paying those responsible for programming in the church. Thank you all for your sacrificial giving.

For the many years I have attended Living Hope (actually since its inception), I have come to church to worship our Lord in the fellowship of others, and with a view

to reach those who do not yet know our Lord. More recently, my focus has included the pursuit of a "full" understanding and expression of the implications and magnitude of Christ's death and resurrection. While personal salvation is foremost, along with this I have considered and experienced a more in-depth understanding of the substantial healing and potential for healing which flows from Christ's death and resurrection into many areas of our everyday lives, and the society we live in. While sin still abounds, and will abound until His return, we can all, as believers, experience and participate in the substantial healing of our own lives and the world we live in, because of what Jesus did for us. This participation requires intentionality and effort on our part. I often quote St. Augustine in describing what this looks like – "I pray like it all depends on God and I work like it all depends on me".

Let me then end by encouraging every member and attendee at Living Hope to participate, not only in the activities at church but more fully in experiencing and living out the healing Christ has brought into each of our lives. We need to be faithful contributors to the public square and all that this entails, using the gifts and talent God has given each one of us.

Financial Report
Shannon Vinter, Treasurer

Malachi 3:10 NIV

“Bring the whole tithe into the storehouse, that there may be food in my house. Test me in this,” says the Lord Almighty, “and see if I will not throw open the floodgates of heaven and pour out so much blessing that there will not be room enough to store it.”

Thank you for giving your tithes and generous offerings to the work of the Lord through the ministries of Living Hope.

Financial highlights for fiscal year July 1, 2023 – June 30, 2024 (before audit adjustments):

Ministry Fund Budget	\$ 893,500	
Ministry Fund Income	\$1,123,983	includes pre-school and rentals
Ministry Fund Expenses	\$1,114,313	before amortization
Ministry Fund Surplus	\$ 9,670	
Giving	Budget	Actual
Ministry Fund	\$ 893,500	\$ 919,134
Building Fund	\$ 103,940	\$ 103,133
Missions Fund	\$ 116,039	\$ 169,274
Compassion Fund	\$ 30,000	\$ 54,515
Total Giving	\$1,143,479	\$1,246,056

- Ministry Fund ended with a \$9,670 surplus before audit adjustments.
- Building Fund giving fell short of budget by (\$807).
- Missions Fund giving exceeded budget by \$7,032.
- The Jaffray offering was \$36,203 and \$10,000 was matched for a total to Jaffray of \$46,203.
- Compassion Fund giving exceeded budget by \$24,515.

As Treasurer, I'd like to express my appreciation to:

- The admin staff who ensure that offerings are counted and recorded each week.
- All of our pastors and Kevin Sykes for working through the budget process to ensure we have a financial plan to support each of the ministry areas for the upcoming year.
- The Finance Committee for your contributions and your expertise as we navigated the insurance policy reviews this year. Also, thank you for your willingness to faithfully serve in your area of knowledge and giftedness. Finance committee members: Shelley Reddekopp, Tim Eldred, Logan Gerard, and Kevin Sykes.
- Tim Eldred for stepping in as interim bookkeeper, completing required reconciliations and reports, and working with the auditors to complete our year end.

Praise the Lord for his blessings and generosity to us at LHAC.

Respectfully submitted,
Shannon Vinter

Ministry Report
Tim Busse, Lead Pastor

Recently, my children were introduced to the original Nintendo game console and the first Super Mario Bros video game. Not having played many video games, they were fascinated by the experience. As they played more, their fascination turned into a determined focus on reaching the next level! Their desire to 'level up' consumed them. There were tears, shouts of joy, exhilaration, and utter disappointment as they pursued their goal. I had to console my children many times as they struggled to get past Bowzer. Sometimes, this is what following after Jesus feels like, tears, shouts of joy, exhilaration, and utter disappointment as we seek to 'level up' our spiritual maturity. And we often need consoling over how hard it can be to get past the Devil's schemes.

The journey in a video game is rarely linear, even though they make you think it is. You lose lives, you gain lives, you break new ground, and then you go back to the start. This, too, represents the journey of faith; sometimes you feel like you are winning, and other times you feel like you are losing. Sometimes, you break new ground, and other times, you feel like you are starting again. As I consider my spiritual journey this last year, it feels as though God has broken new ground with me; you could say it feels like a 'level up.' Taking a leap of faith to move halfway across the country to become the Lead Pastor of Living Hope was out of my comfort zone. Yet, God has used this to build my faith, draw me closer to him, root out false idols in my life, and grow my leadership skills. I have seen many confirmations of God's will for us in moving to Regina, and we are excited about what God has in store. While I'm certain there will be challenges ahead, I also know God has great things in store. What has your journey with Jesus looked like recently? How has he been at work in your life?

The spiritual journey of a person is rarely linear, this is also true of a church. No one at Living Hope expected to have a Lead Pastor change in 2023, this was challenging for the church. Yet, I have been amazed time and again by the courageous faith of Living Hopers! Your unwavering faith in Jesus, your praise for his faithfulness, your recognition of his handiwork, and your pursuit of his will no matter the cost has inspired me. You are not tepid in this transition but emboldened. I sense that God is on the move and the wind of the Spirit is picking up. In the following paragraphs, I will discuss a few of the things I see God doing.

Transition begets transition. When a Senior leader changes in an organization, typically, 30% - 50% of the organization's staff will transition as well. At Living Hope, we have experienced a 50% transition; while that is high, it is still in the normal range. While this second wave of transition (after the lead pastor transition) can be challenging, I have been blown away by the people God has brought to our staff team. Their presence has increased our hope and excitement for what's ahead. I have had numerous people tell me that they see how God is putting together a great team of pastors and leaders to lead in this next iteration of Living Hope. I am certainly grateful for how God has continued to ordain each step of the way.

God continues to work through Soul Care and Prayer ministries. We hosted a Soul Care weekend a few weeks after I started in November. It was a great introduction to Living Hope people's spiritual hunger, maturity, and skillset. I saw many volunteers step in, lead, pray, and learn as we sought to participate in delivering people from all sorts of

bondage. From this, I have seen many people lean into prayer in many ways. Through Pray First on Sundays, Wednesday morning prayer, deliverance prayers, and a general passion to pray, God has been at work in our midst.

We began a sermon series on Mark in January. I wanted to start with the gospel story. Jesus needs to be our everything, so situating us in the gospel narrative was important to me. Many people reported how helpful it was to spend that time reading and hearing about Jesus. From Small Group discussions to personal faith journeys to living missionally, God moved and stirred and worked through his people.

One of the changes I needed to make earlier on, was with our leadership development pipeline. I consulted the Elders wisdom and our staff and we decided to begin a different route. To empower a new wave of leadership, we implemented a Year End Volunteer Appreciation Party, Sunday training sessions, and the staff have begun to flesh out our volunteer positions by revisiting job descriptions and releasing leaders to ministry. This type of culture takes time to build, but we have seen some great moves forward already. God is calling his people.

I feel amazingly blessed to be able to serve as your Lead Pastor. Your support of Melissa and our family has been invaluable. Your generosity, grace, and encouragement have been a constant source of strength. We so appreciate your prayers and co-labouring in the gospel. You are not just a part of Living Hope, you are Living Hope. We are sitting on the edge of our seats, excited for what God holds in the future, and we couldn't do it without you.

Preschool

Our preschool has had a rich history of blessings families in the community as parents sent their little ones to learn, make friends, and have fun. However, since Covid, enrolment has been down and the introduction of the \$10/day daycare last November impacted our numbers as families chose this cheaper route. Adding to that, our preschool director resigned and although we found a great candidate as a replacement, the enrolment for this fall was down significantly. As a result, the decision was made in June to close the preschool for this coming school year in time for families to make alternate arrangements. The two classrooms and all the supplies have been given over to Hope Kids program for the time being. We welcome your prayers as we discern and pray for God's guidance on this ministry.

Worship Ministries

Shortly after I arrived, our Worship Pastor, Rowena Arendt, resigned. We were sad to see her go, but trusted God's leadership and guidance in it all. Janelle Rinholm willingly and capably stepped into the Interim Worship Arts coordinator role and the strong Worship Arts team provided excellent services during the transition. Through it all, we prayed and searched, and God worked in wonderful ways to bring Keith Kitchen to us as our new Worship Arts Pastor. Keith brings a plethora of experience in leading worship and we are excited for what God has in store!

Select Ministry Highlights and Goals

Discipleship and Family

Shauna Archer – Associate Pastor

KIDS MINISTRY

This past year, the average attendance at Hope Kids on Sundays was 65 children, a slight decrease from last year reflected in the decision to move Grade 6 students to the youth program mid-year. 96 children representing 49 families attended Kids Ministry for the first time, some as one-time visitors, others making Living Hope their church home.

At Babylon Kids' Camp, 56 children discovered firsthand the story of Daniel's courage. By the end of the week, the kids realized that they can be courageous for God today as they defended their faith and together urged the "unbelievers" to come to know God.

A Holy Spirit Encounter for kids in November explained the Trinity, the different forms of Holy Spirit from Scripture, and gave kids time to pray and journal about as they learned that kids don't get a Junior Holy Spirit.

Thanks to the almost 100 volunteers who throughout the year have shared their lives and faith with children! A new volunteer role was implemented this year, with two people monitoring the hallways during Hope Kids to help with security and safety. This was seen by others serving in Kids Ministry as valuable and much needed.

Four Midweek family events were well attended and families enjoyed the fun, relaxing evenings, with many comments of how wonderful these free events were.

Big wins for Kids Ministry were four children choosing to be baptized, a preschooler telling his family about Holy Spirit fire, a Bible reading challenge that a number of kids completed with parents saying they would continue with it afterwards, and another challenge where kids took home workbooks to complete with their families to understand their spiritual gifts.

This year's goals for Kids Min include hosting a Prayer Summit, establishing a Pray First routine for small groups in Hope Kids, and helping kids to pray for each other. We want to reach out to the community in a greater way by advertising and offering a new Midweek Sports Club that will appeal to families outside our church walls.

MIDWEEK

Several classes were available for adults at Midweek. Ten people attended The Unfinished Story which offered a look into what is left to accomplish in world evangelization. Hearing God was also offered at the same time. In the winter, Grieving the Right/Write Way brought together over a dozen people to learn how to express their grief well. Every Disciple Sent, a Canadian curriculum, was offered as a precursor to the Come Together event teaching how to easily share our faith to see lives transformed. *Parenting class info here*

The Midweek meal offers subsidized, wholesome food, making it affordable for families. The meal had a low attendance of 32 and a high of 79.

COMPASSION

Several ministries receive assistance from our abundant Compassion Fund. On a monthly basis, families at Sophia House are supported with groceries, toiletries, and other supplies and Shayil House receives a delivery of meat. The sandwich making crews meet Wednesday evenings to make over 350 sandwiches to combat food insecurity in our city. Break Free Ministries received several thousand dollars to finish their new kitchen as did Good News Chapel to assist with their church planting initiatives on a nearby reserve.

Arcola Community School is a thankful recipient as we provide sandwiches, Christmas gift bags, monies for their food program, gift cards for struggling families, and a winter clothing drive. A Christmas turkey feast and a year-end hot dog lunch were highlights for both the students and staff, who enjoyed the kindness of our volunteers.

The baby bottle fundraiser for Options Pregnancy Center is a hit with Living Hope families, who brought in \$3400 to support mothers and children.

Calls were received on a regular basis from those needing financial assistance. Where possible, Superstore gift cards were given and, in some cases, utility bills were paid.

CONNECTIONS

Over sixty people served this past year to greet, usher, and assist both newcomers and regular attenders so that no one stands alone and everyone is welcomed. The September Kick-Off and June barbecues were well attended, as we fed over 250 people at each event. Three Connect Lunches were held with approximately 120 people attending each time. Three church tours gave people the opportunity to see spaces and rooms behind doors that are not always accessible.

MISSIONS

The Jaffray Offering last October broke all records! With the board willing to match the first \$10,000, the challenge was greatly exceeded with just over \$32,000 coming in for a total of over \$42,000. The President of The Alliance, Darren Herbold, sent a personal video message to thank Living Hope for their generosity.

The Engage team planned an all-day on April 27, using two IW couples who were in-person and connecting with three others via Zoom. 60 people attended from four different Alliance churches.

SOUL CARE and PRAYER

We were asked to facilitate Soul Care at Trailview Alliance in Swift Current in April. Training from Doug and Teri Balzer helped in our preparations. 49 registered for this three-day event led by our team of ten. Over 20 people received deliverance and the team learned much about running an intensive like this. Some of the Soul Care team also went to Strasbourg Alliance Church to assist with deliverance of four people.

Call to Prayer on Wednesday mornings was revived to engage in spiritual warfare prayers for our church and community.

COMMUNITY GROUPS

Twelve community groups comprising 120 people met weekly or biweekly last year studying questions based on the Sunday sermon. A young mom's group met on Wednesday mornings at the church.

MEN'S MINISTRY

The second year of the men's monthly breakfasts saw an average attendance of 25 guys. Guest speakers from the congregation as well as the Rider's chaplain elevated the experience and helped connect men whose lives might not otherwise intersect.

WOMEN'S MINISTRY

The Wednesday morning ladies Bible study met during the fall and winter semesters, studying the books Abide and When You Pray. About 30 ladies are on the email list and attendance is 15-18 ladies each week.

Last October, over 60 ladies enjoyed learning the art of flower arranging at the Sweater Weather Get Together and in June, 105 ladies gathered for a charcuterie supper to hear guest speaker Natalie Kazeil share about the "Life of Abundance".

SENIORS MINISTRY

Eight hymn sings were held at Green Falls Landing for about 25 seniors as a wonderful way to engage our neighbours across the parking lot.

Trailblazers held four events this past year. A carload drove out to enjoy the summer sights in Lumsden, the annual Christmas banquet had 75 in attendance to hear guest speaker TV Thomas, an indoor picnic in May brought out 45 people to hear stories from R&B, and an afternoon in June gathered 23 people to watch a movie together.

Youth and Young Adults

Curtis Dyck – Pastor

Hope Youth Ministry Highlights:

- One of the highlights from this past year was how God has continued to grow our youth ministry connections as a group. We have many students who are growing deeper in their faith and are hungry for more of God.
- We have had great opportunity trying out different ways to be able to connect and grow in our small group time with students, and have had great success trying new things that we will be implementing into the new ministry year, such as moving some of our discipleship time to have a more meaningful impact on preparing students' hearts and minds for the worship experience.
- Our total youth volunteer team grew nearly twice the size, which was a blessing from God, and we were able to create solid team connections growing in team unity as we do ministry together.

Goals for Hope Youth Ministry 2023/2024

- One of our goals for the upcoming ministry year is pursuing a Student Leadership Team Ministry. We are hoping to have a handful of students join this team and be

able to disciple them in further intentional spiritual maturity as young followers of Christ. These students will be participating in leadership opportunities and growing in ways to lead wherever God leads them.

- We are feeling God's desire to grow our youth ministry in many ways, one of these is through an intentional long-term structure of leadership and volunteers. Our goal is to put together people and teams that rely on one another, similar to a Sunday service structure with a few areas of leadership working together towards a common vision. This format should enable the youth ministry to be more self-sufficient rather than relying on one or two people to maintain the ministry in the long-term.
- We are working at creating a bigger focus on deeper discipleship in our youth worship ministry. Our goal is to provide a consistent team working together in learning how to grow in worship and lead others in worship. This will happen through bringing in ministries and people such as Deeper Life to train and teach our students on the theology and practice of worship in life and in ministry.

Young Adults Highlights:

- Throughout this past ministry year, our Young Adults Ministry has grown with many new attendees which is exciting to see. Many of our regular attenders have been regularly inviting friends and gotten us to the point of outgrowing our ministry space we've been using the past three years.
- Another highlight from this past year is how many of our young adults are invested in serving at Living Hope or have begun to serve at Living Hope this past year, showing a desire to invest in the vision of what Living Hope is pursuing.
- One of our biggest highlights from this past year is that about ten of our young adults went to a College & Career Retreat at Good Spirit Bible Camp. It was a great time of growth as a group, intentional learning time, rest away from city life, and an encouraging time of spiritual investment together.

Goals for Young Adult Ministry 2023/2024:

- Over the past year our young adults have shown a desire for deeper theological conversations and learning. One of our goals this year is implementing a more intentional teaching time for attendees to have, which will be led by one of our congregants within Living Hope with a theological and ministry background.
- Another goal we have is to bring in more volunteers to be able to grow the ministry to provide other ways for our young adult attendees to be able to step into. Such as having volunteers to teach, lead community engagement events, worship events, and community service events. Having more volunteers will provide a greater opportunity to pour more into each ministry event and person.
- Connections is an area we hope to improve on for our young adult's ministry. Our goal for this ministry year is to implement an intentional follow-up plan with new attendees to ensure every person who comes for the first time is followed up with for the next few weeks. We hope to ensure everyone feels a part of Living Hope, are able to connect further at Living Hope with ease, and does not slip through the cracks.

2023-24 BY THE NUMBERS



8

Child Dedications



22

Baptisms

HOPEKIDS

85

Weekly Sunday Attendance

HOPEyouth

21

Wednesday Youth Attendance



374

Weekly In-person Worshippers



74

Weekly Online Worshippers

MIDWEEK

59

Adult and Kids Attendance



\$1,246,056

Total Giving

Meeting Materials

2023-24 Annual Meeting General Meeting Agenda

September 29, 2024 at 12:45 pm

Call to Order

Adoption of Agenda

Naming of the Rules Committee

Adoption of Minutes from the 2023-24 Annual General Meeting

Board of Elders Report

Financial Report

Lead Pastor's Report

Nominating Committee Report

Election

Motion to destroy the ballots

Question & Answer

Adjournment

LIVING HOPE ALLIANCE CHURCH
MINUTES OF THE 2022-2023 ANNUAL GENERAL MEETING
Sunday, September 24, 2023

1. CALL TO ORDER at 12:55 pm by Kevin Gatschene (Vice-Chair, Board of Elders).
Kevin opened with prayer.

2. COUNTING OF MEMBERS
65 voting members present, 81 total attendance

3. ADOPTION OF THE AGENDA
Moved by Kevin Gatschene, seconded by Kevin Miller that the Agenda of the 2022-23 AGM be adopted.

CARRIED

4. NAMING OF THE RULES COMMITTEE
Wayne Bernakevitch and Brian Armstrong were named as the Rules Committee.

5. ADOPTION OF THE MINUTES OF 2021-22 ANNUAL GENERAL MEETING
Moved by Janelle Trachsel, seconded by Deji Oyetuga that the minutes of the 2021-22 Annual General Meeting be adopted.

CARRIED

6. REPORT OF THE BOARD OF ELDERS (Kevin Gatschene)
Kevin Gatschene, Vice-Chair, presented his report, saying that prayer has carried us through 2023. He referenced Luke 5 - "God's call on my life as He has redeemed me. Share so you can bless others. The song "God bless the Broken Road" has meant a lot this past year. What is your 'yes' to Jesus? Luke reminds us that Jesus said "From everyone who has been given much, much will be demanded."

Moved by Kevin Gatschene, seconded by Shelley Patterson to accept the report of the Board of Elders.

CARRIED

7. FINANCIAL REPORT (Shannon Vinter, Treasurer)
a) Shannon Vinter, Treasurer, presented the Financial Report. She quoted Proverbs 3:9-10 - God blesses us as we give.

Moved by Shannon Vinter, seconded by Al Fedorak, that the 2022-23 Financial Reports and Audited Financial Statements be accepted.

CARRIED

b) Proposed Budget
Moved by Shannon Vinter, seconded by Al Fedorak that the Proposed 2023-24 Budget be adopted as presented.

CARRIED

c) Treasurer's Report
Moved by Shannon Vinter, seconded by Leslie Nicholson, that the Treasurer's Report be adopted as presented.

CARRIED

8. INTERIM LEAD PASTOR'S REPORT (Al Fedorak)
Al Fedorak summarized the year of transition by referring to Psalm 133 highlighting the incredible degree to which we are experiencing unity. He commended the extent to which prayer was a steadfast focus during the transition period. We are thankful for the unclouded vision of the Search Committee. There was unity on the Board to post, and then to extend the call to Tim Busse. Al commended Steven Munro for serving on the Board on an interim basis. Al thanked Kevin Gatschene for his service on the Board of Elders and the Search Committee.

Moved by Al Fedorak, seconded by Lola Miller, that the Lead Pastor's report be accepted.

CARRIED

9. NOMINATING COMMITTEE REPORT (Al Fedorak)
a) **Moved** by Kevin Gatschene, seconded by Christine Lett, that Michael Eldred, Joanna Giblett, and Jan Ross be elected to the 2023-24 Nominating Committee.

CARRIED

b) **Moved** by Kevin Gatschene, seconded by Charlie McIntyre, that Logan Gerard, Leslie Nicholson, and Andrew Wilson be elected to serve as Tellers.

CARRIED

c) **Moved** by Christine Lett, seconded by Shelley Patterson, that Braden Giblett be elected as Teller for this meeting to replace Andrew Wilson.

CARRIED

d) **Moved** by Shannon Vinter, seconded by Steven Munro, that the Nominating Committee Report be adopted.

CARRIED

10. ELECTIONS
a) **Moved** by Gwendolyn Schroeder, seconded by Kevin Gatschene that we proceed with the election of Elders.

CARRIED

b) **Results of the election** -
Wayne Bernakevitch, Shelley Patterson, Jason Pingert, Lola Sotomi, and Deji Oyetuga are elected by majority vote for their respective terms.

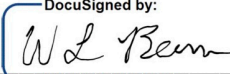
c) **Moved** by Kevin Miller, seconded by Wendy Turney, that the ballots be destroyed.
CARRIED

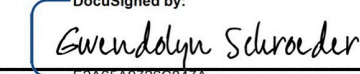
11. QUESTIONS & ANSWERS:

- Q** - Will the perpetual issue of the roof leaking in the Youth Room be addressed?
A – We have been working on this and will continue until it is resolved.
- Q** - Thank you to Shannon for a clear report on Finance.
- Q** - Why is the pay down on the mortgage not happening faster?
A – Mortgage payments include payment toward interest as well as principle. At the front end of any mortgage, much of the payment goes to interest.
- Q** - What are ‘New Ventures?’
A – New Ventures (formerly known as Canadian Ministries) are church multiplication initiatives that happen in Canada.
- Q** - Is there a Replacement Fund to replace sound and electronic equipment?
A – This comes out of the Worship Arts budget.
- Q** - Land Development plans?
A – This issue was put on hold during the transition period. A committee will be established for 2023-24

12. MOTION TO ADJOURN

Moved by Kevin Gatschene that we adjourn the meeting at 2:05 pm.

DocuSigned by:

US512C-32F0FA4C5
Wayne Bernakevitch, Board Chair

DocuSigned by:

E2A65A9726C847A...
Gwendolyn Schroeder, Secretary

Nominating Committee Report

Members: Gwendolyn Schroeder, Joanna Gibley, Michael Eldred, Shelley Patterson, Jan Ross, Oladimeji Oyetuga, Timothy Busse (Chair)

The Nominating Committee, as selected through election by members and the Board of Elders, has finalized its selection of nominees for various offices to fill the vacancies for the upcoming term.

The process of seeking God's chosen leaders for Living Hope Alliance Church requires earnest prayer, the study of Biblical qualifications of church leadership, assessment of Living Hope's key leadership needs, spiritual scrutiny of and dialogue with nominees.

While Living Hope's bylaws allow for nine elders elected by the membership and the Lead Pastor to form the Board of Elders, the board decided in 2019-20 to reduce the number of board members to six elected members and the Lead Pastor. Each year, the board discerns the size of the board within the parameters of our bylaws. For 2024-25, the Board of Elders will consist of seven elders elected by the membership and the Lead Pastor (as an ex-officio elder). With this in mind, we are pleased to advise the congregation of the following recommendations for election as elders:

Nominated for their first term:

- Bill Komarnicki (2-year term - AGM 2024 to AGM 2026)
- Emmanuel Adediji (2-year term - AGM 2024 to AGM 2026)

Nominated for their second term:

- Wayne Bernakevitch (1-year term - AGM, 2024 to AGM, 2025)
- Gwendolyn Schroeder (2-year term - October 1, 2024 to AGM, 2026)

Continuing service:

- Shelley Patterson (2-year term - AGM, 2023 to AGM, 2025)
- Jason Pingert (2-year term - AGM, 2023 to AGM, 2025)
- Lola Sotomi (2-year term - AGM, 2023 to AGM, 2025)

Concluding service:

- Oladimeji (Deji) Oyetuga
- Shannon Vinter

According to the C&MA Local Church Constitution, the Lead Pastor appoints the Board Chair from the elected members or may serve in the role themselves. Pastor Timothy Busse has indicated that Wayne Bernakevitch will serve as Board Chair if elected.

The Nominating Committee is also recommending the following three Members to serve as the membership's representatives of the 2024-2025 Nominating Committee:

- Michael Eldred
- Janelle Rinholm
- Jan Ross

The Nominating Committee is also recommending the following Members to serve as Tellers for September 29, 2024, Annual General Meeting and as needed during 2024-2025:

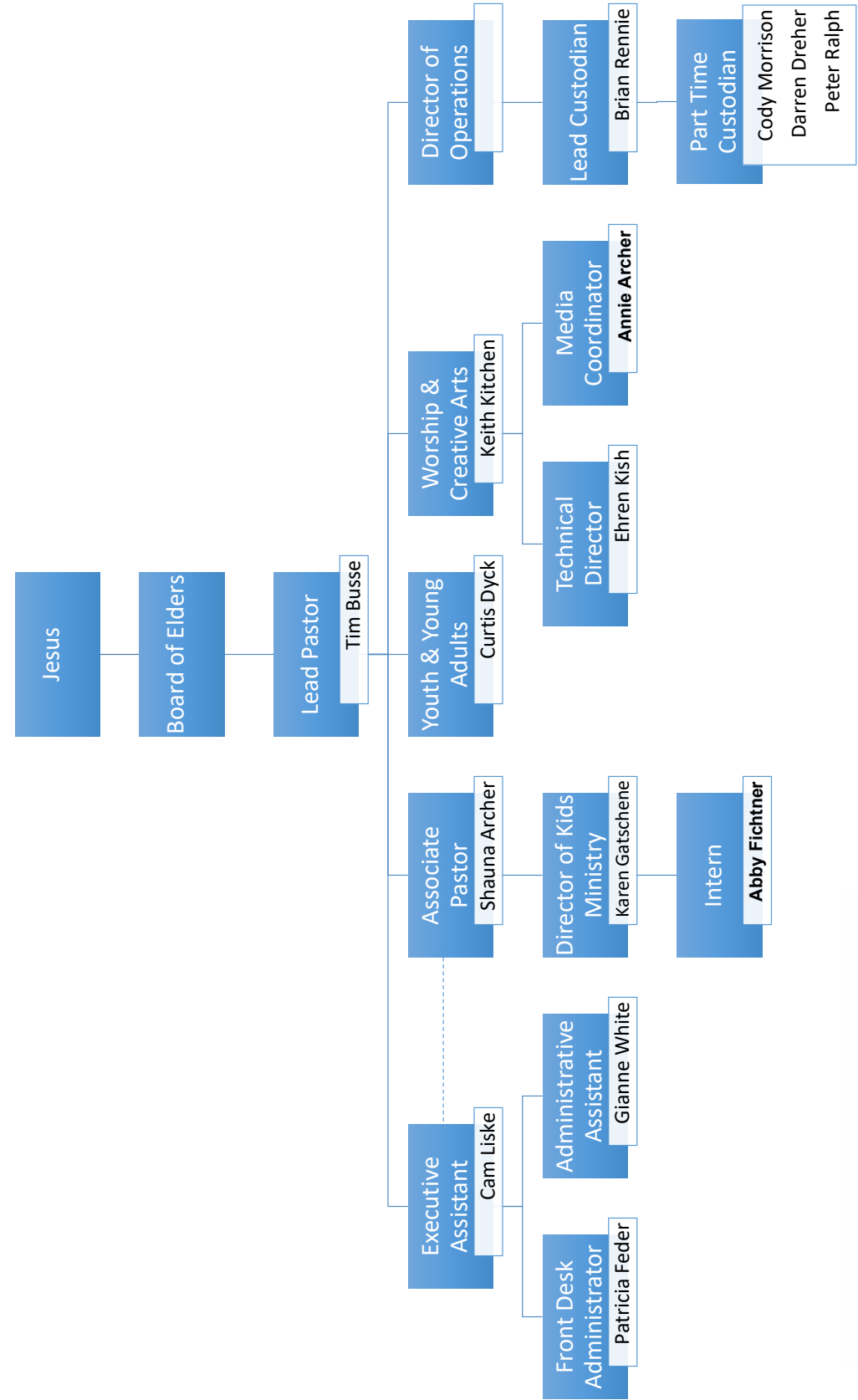
- Logan Gerard
- Leslie Nicholson
- Wendy Turney

We are pleased with the slate of nominees we have the privilege of bringing forward to the Membership of Living Hope and trust you will join us in praying regularly for those we elect.

2024-25 Proposed Budget				
July 1 to June 30				
		2024-25 Proposed Budget	% Of 2024- 25 Proposed Budget	2023-24 Proposed Budget
				% Of 2023- 24 Proposed Budget
Ministry Fund				
<i>Revenue</i>				
	Giving	\$ 935,000	83.8%	\$ 893,500
	Preschool & Childcare	\$ 67,100	6.0%	\$ 78,000
	Rentals	\$ 70,900	6.4%	\$ 45,000
	Ministry Cost Recovery	\$ 37,940	3.4%	\$ 28,340
	Employment Grants (District, Government)	\$ 5,000	0.4%	\$ 3,000
	Total Revenue	\$ 1,115,940		\$ 1,047,840
<i>Expenses</i>				
Ministries	Children's & Family Ministry	\$ 30,785	2.8%	\$ 19,350
	Youth & Young Adult Ministry	\$ 17,080	1.5%	\$ 10,145
	Adult Ministry	\$ 8,730	0.8%	\$ 15,900
	Worship Arts & Outreach	\$ 40,743	3.7%	\$ 38,890
	Preschool & Childcare	\$ 2,550	0.2%	\$ 76,704
	Boards & Teams	\$ 4,880	0.4%	\$ 4,900
	Subtotal Ministries	\$ 104,768	9.4%	\$ 165,889
Operations	Administration & Information Technology	\$ 48,685	4.4%	\$ 49,461
	Facilities (Occupancy Costs)	\$ 181,699	16.3%	\$ 179,662
	Rentals (event staff, marketing, etc.)	\$ 43,998	3.9%	\$ 40,650
	Other (DOB,Outbound Support)	\$ 28,050	2.5%	\$ 26,805
	Subtotal Operations	\$ 302,432	27.1%	\$ 296,578
Personnel	Salaries & Benefits	\$ 664,740	59.6%	\$ 545,624
	Other (Allowances, Staff Development, Assembly, etc.)	\$ 44,000	3.9%	\$ 39,750
	Subtotal Personnel	\$ 708,740	63.5%	\$ 585,374
	Total Expenses	\$ 1,115,940		\$ 1,047,840
	Over(Short)	\$ -		\$ -
Building Fund				
<i>Revenue</i>				
	Giving	\$ 101,290	90.2%	\$ 103,940
	Transfer from Ministry Fund (10% of Rental Revenue)	\$ 10,990	9.8%	\$ 6,673
	Total Revenue	\$ 112,280		\$ 110,613
<i>Expenses</i>				
	Mortgage Payments	\$ 101,052	90.0%	\$ 100,219
	Capital Reserve & Replacement	\$ 11,228	10.0%	\$ 10,394
	Other	\$ -	0.0%	\$ -
	Total Expenses	\$ 112,280		\$ 110,613
	Over(Short)	\$ -		\$ -
Missions Fund				
<i>Revenue</i>				
	Giving	\$ 124,667		\$ 116,039
	Total Revenue	\$ 124,667		\$ 116,039
<i>Expenses</i>				
	Global Advance	\$ 93,500	75.0%	\$ 89,350
	Canadian Ministries	\$ 18,700	15.0%	\$ 17,406
	Seamless Link	\$ 6,233	5.0%	\$ 3,481
	Living Hope Missions	\$ 6,234	5.0%	\$ 5,802
	Total Expenses	\$ 124,667		\$ 116,039
	Over(Short)	\$ -		\$ -
Compassion Fund				
<i>Revenue</i>				
	Giving	\$ 30,000		\$ 30,000
<i>Expenses</i>				
	Compassion Connection (Salvation Army, Shayil House & A	\$ 5,000	16.7%	\$ 5,000
	People Care (Emergency Expenses, Counselling etc.)	\$ 25,000	83.3%	\$ 25,000
	Other	\$ -	0.0%	\$ -
	Total Expenses	\$ 30,000		\$ 30,000
	Over(Short)	\$ -		\$ -

Appendix

2024-25 Organizational Chart



Member and Adherent Activity

CHILD DEDICATIONS - 8	
Zane Awaji-Mijaan Beresford	August 6, 2023
Oluwadimimu Daniel Ajala	October 15, 2023
Oliver Filby	November 12, 2023
Kishi-Adriel Taiwo	May 5, 2024
Kitan Taiwo	May 5, 2024
Janell Iyanuolouwa Yebisi	May 26, 2024
Florence Corless	June 23, 2024
BAPTISMS - 22	
Phong Dao	September 3, 2023
Jared Faber	September 3, 2023
Greg Francis	September 3, 2023
Piper Francis	September 3, 2023
Chisanga Mwelwa	September 3, 2023
Arthur Robbins	September 3, 2023
Giovanni White	September 3, 2023
Kehinde Akitoye	September 10, 2023
Sharisa Grimwood	September 10, 2023
Brielle Thiessen	September 10, 2023
Jovi Castro	March 31, 2024
Lily-Mai Floyd-Patterson	March 31, 2024
Benjamin Healy	March 31, 2024
Bradley Hoare	March 31, 2024
Chukwuemeka Prince Ibegbulem	March 31, 2024
Munachim Precious Ibegbulem	March 31, 2024
Netochi Jaden Chinedu Ibegbulem	March 31, 2024
Onyinyechi Favour Ibegbulem	March 31, 2024
Samantha Oyelade	March 31, 2024
Samuel Oyelade	March 31, 2024
Alexey Radutskiy	March 31, 2024
Daria Radutskiy	March 31, 2024

LIVING HOPE ALLIANCE CHURCH REGINA INC
MEMBERSHIP LIST AUGUST 21, 2024

Emmanuel Adediji	Renae Eldred	Zugwai Maikaje	Nolan Rinholm
Temí Adediji	Timothy Eldred	Charlie McIntyre	Todd Robbins
Danielle Adedun	Allen Fedorak	Moyosola (Kemi) Medu	Jan Ross
Adefemi Adegeye	Joan Fedorak	Olanrewaju (Lanre) Medu	Heather Salerno
Tayo Adegeye	Kirsten Gaddie Jahnke	Kevin Miller	Dele Oyebode
Eliezer (Jude) Andrino	Marcel Gaddie Jahnke	Lola Miller	Girma Sahlu
Maria Iris Andrino	Karen Gatschene	Jazmin Munro	Shannon Vinter
Annie Archer	Kevin Gatschene	Steven Munro	Deborah Schenher
Shauna Archer	Logan Gerard	Bev Neufeld	Gwendolyn Schroeder
Tim Archer	Joanna Giblett	Jerry Neufeld	Rudy Schroeder
Shaya Arendt	Ron Gladysz	Leslie Nicholson	Lorenda Selinger
Brian Armstrong	Jane Charles	Al Nordin	Marilyn Smith
Carolyn Armstrong	Braden Giblett	Edna Nordin	Lola Sotomi
Denise Bank	Ryan Lett	Yetunde Okubena	Samson (Adekunle) Sotomi
Lynda Beggs	Stephanie Gladysz	Charles Omosigho	Tiffany Sotomi
Brendan Bernakevitch	Corrie Glascock	Flora Omosigho	Janice Stefan
Danelle Bernakevitch	Randy Glascock	Toyin Onayemi	Mark Stefan
Marjorie Bernakevitch	LeeAnn Goerzen	Mooi Fun (Elaine) Ong	Loma Steinhubl
Wayne Bernakevitch	Ron Goerzen	Tinuke Oparinde	Elroy Taylor
Lynda Brandt	Sharon Gogel	Luana Orban	Marlene Taylor
Debbie Buchkowsky	Jonathan Goudy	Rick Orban	Judi Thiessen
Albert Bugiera	Nicky Goudy	Tolu Oyebode	Mary Thomas
Claudette Bugiera	Mila Handoc	Nifemi (Oluwanifemi) Oyetuga	T.V. Thomas
Melissa Busse	Rene Handoc	Olabisi Oyetuga	Abe Toews
Tim Busse	Bradley Hoare	Oladimeji Oyetuga	Dorothy Toews
Jovi Castro	Clinton Huber	Dom Pascua	Janelle Trachsel
Nem Castro	Nikki Huber	Mila Pascua	Kelly Trachsel
Victoria Corless	Harry Huebner	Bev Patterson	Donald Turner
Ernesto Culig	Ehren Kish	Bill Patterson	Wendy Turney
Judy Culig	Tina Kish	Shelley Patterson	Bernie Van De Walle
Chrissy Dhinel	Dale Knelsen	Jason Pingert	Colleen Van De Walle
Don Ditson	Ruth Knelsen	Nicole Pingert	Laura Velecky
Janet Ditson	Bill Komarnicki	Erika Polsfut	Michael Velecky
Paula Doke	Vanessa Komarnicki	Nate Polsfut	Grace (Onjaro) Watiti
Bonita Douglas	Valerie Kowula	Janet Popescu	Victor Watiti
Ross Douglas	Anita Labossiere	Chelsea Pylatuk	Marilyn Weinmaster
Margaret Dowkes	Kirk Labossiere	Marion Radu	Howard Wiebe
Liz Dul	Nicole Lamers	Laura Ravndahl	Penny Wiebe
Curtis Dyck	Christine Lett	Agnes Reimer	Garnet Williams
Lily Dyck	Jane Linner	Tracy Rempel	Sharon Williams
Carol Eaton	Cameron Liske	Doug Richards	Andrew Wilson
Wayne Eaton	Courtney Liske	Pat Richards	Cathy Wilson
Amanda Eldred	Cheryl MacDonald	Ashton Richter	Janelle Wilson
Bob Eldred	Michael Magnus	Tammy Richter	Kevin Wilson
Michael Eldred	Agbenu Maikaje	Janelle Rinholm	

COUNT: 179

notes



Father by your Spirit...

Draw us close and create in us an unquenchable desire to sit at your feet and hear the whisper of your voice before all else.

Teach us the joy of living and learning in community. Unite us as a family of disciples that makes disciples.

Open doors into our community so that we may introduce Jesus and your Kingdom to our neighbours, city and world.

In the name of Jesus, we ask these things for your glory and our joy.

Amen



mylivinghope.ca



306-352-4673



info@mylivinghope.ca

LIVING HOPE ALLIANCE CHURCH REGINA INC.

Financial Statements

Year Ended June 30, 2024

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING


The financial statements of Living Hope Alliance Church Regina Inc. have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Living Hope Alliance Church Regina Inc.'s reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Board of Elders is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board carries out this responsibility principally through its Finance Committee. The Finance Committee is appointed by the Board and meets periodically with management and the members' auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Finance Committee reports to the Board of Elders prior to its approval of the financial statements. The Committee also considers, for review and approval by the Board, the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the members by MWC Chartered Professional Accountants LLP, in accordance with Canadian generally accepted auditing standards.


Board Chair


Treasurer

Regina, SK
September 08, 2024



Chartered Professional
Accountants LLP

INDEPENDENT AUDITOR'S REPORT

To the Members of Living Hope Alliance Church Regina Inc.

Qualified Opinion

We have audited the financial statements of Living Hope Alliance Church Regina Inc. (the Church), which comprise the statement of financial position as at June 30, 2024, and the statements of operations, changes in net assets and 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 effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Church as at June 30, 2024, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Qualified Opinion

In common with many charitable organizations, the Church is unable to economically implement controls that will offer assurance on the completeness of contribution revenues which include givings and missions givings, and revenue from facility rentals and sources reported as other revenue. We were unable to satisfy ourselves on amounts reported using other procedures, and our verification of these revenues was limited to the amounts recorded in the records of the Church. Consequently, we were not able to determine whether any adjustments might be necessary to givings and missions givings, facility rentals, mission funds and other revenues, excess of revenues (expenses), and cash flows from operations for the years ended June 30, 2024 and 2023, current assets and net assets as at June 30, 2024 and 2023. Our audit opinion on the financial statements for the year ended June 30, 2023 was modified accordingly because of the possible effects of this limitation of scope.

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 Church in accordance with 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 qualified audit opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with ASNPO, 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 the financial statements, management is responsible for assessing the Church's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Church or to cease operations, or has no realistic alternative but to do so.

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

(continues)

An asset to our clients, not an expense

Auditor's Responsibilities 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 Church'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 Church'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 Church 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.



Chartered Professional Accountants

Regina, Saskatchewan
September 8, 2024

LIVING HOPE ALLIANCE CHURCH REGINA INC.

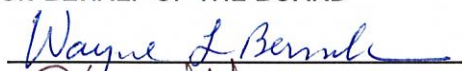

Statement of Financial Position

June 30, 2024

	Ministry Fund	Restricted Funds	2024	2023
ASSETS				
CURRENT				
Cash	\$ 68,877	\$ 353,410	\$ 422,287	\$ 396,117
Accounts receivable	1,025	-	1,025	310
Goods and services tax recoverable	3,995	-	3,995	8,114
Prepaid expenses	38,542	-	38,542	31,343
	112,439	353,410	465,849	435,884
CAPITAL ASSETS (Note 4)	8,115,540	-	8,115,540	8,432,590
	\$ 8,227,979	\$ 353,410	\$ 8,581,389	\$ 8,868,474
LIABILITIES AND NET ASSETS				
CURRENT				
Accounts payable	\$ 53,167	\$ 19	\$ 53,186	\$ 27,396
Wages payable	11,556	-	11,556	6,303
Deferred revenue (Note 5)	2,080	-	2,080	13,505
In House Loans (Note 6)	26,276	-	26,276	26,276
Current portion of mortgage payable (Note 8)	34,686	-	34,686	32,877
	127,765	19	127,784	106,357
MORTGAGE PAYABLE (Note 8)	1,209,116	-	1,209,116	1,242,463
	1,336,881	19	1,336,900	1,348,820
NET ASSETS	6,891,098	353,391	7,244,489	7,519,654
	\$ 8,227,979	\$ 353,410	\$ 8,581,389	\$ 8,868,474

LEASE COMMITMENTS (Note 11)

ON BEHALF OF THE BOARD

 Elder
 Elder

See accompanying notes to financial statements

LIVING HOPE ALLIANCE CHURCH REGINA INC.

Statement of Operations Year Ended June 30, 2024

	Ministry Fund (Schedule 1)	Restricted Funds (Schedule 2)	2024	2023
REVENUES	\$ 1,126,023	\$ 336,882	\$ 1,462,905	\$ 1,290,540
EXPENSES				
Ministries	175,006	-	175,006	89,791
Operations	340,786	-	340,786	330,974
Restricted	-	251,401	251,401	217,769
Personnel	585,145	-	585,145	567,705
	1,100,937	251,401	1,352,338	1,206,239
EXCESS OF REVENUES OVER EXPENSES FROM OPERATIONS	25,086	85,481	110,567	84,301
OTHER INCOME (EXPENSES)				
Amortization of capital assets	(317,050)	-	(317,050)	(328,654)
Mortgage interest	(68,682)	-	(68,682)	(61,980)
	(385,732)	-	(385,732)	(390,634)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ (360,646)	\$ 85,481	\$ (275,165)	\$ (306,333)

See accompanying notes to financial statements

LIVING HOPE ALLIANCE CHURCH REGINA INC.

Statement of Changes in Net Assets

Year Ended June 30, 2024

	Ministry Fund	Restricted Fund	2024	2023
NET ASSETS - BEGINNING OF YEAR	\$ 7,191,838	\$ 327,816	\$ 7,519,654	\$ 7,825,987
Excess of revenues (expenses)	(360,646)	85,481	(275,165)	(306,333)
Internal transfer (Note 3)	59,906	(59,906)	-	-
NET ASSETS - END OF YEAR	\$ 6,891,098	\$ 353,391	\$ 7,244,489	\$ 7,519,654

Restricted Funds

Year Ended June 30, 2024

	Opening balance	Excess of revenues (expenses)	Internal transfers (Note 3)	Ending balance
Building	\$ 157,548	\$ 107,323	\$ (78,994)	\$ 185,877
Compassion	45,833	(11,908)	-	33,925
Going Beyond	78,724	-	(10,000)	68,724
Missions Funds	-	(10,000)	10,000	-
Global Outreach	4,007	5,769	-	9,776
Mission Trip	9,707	-	-	9,707
Capital Reserve and Replacement	25,997	-	19,088	45,085
Leadership Development Fund	6,000	(5,703)	-	297
Total Restricted Funds	\$ 327,816	\$ 85,481	\$ (59,906)	\$ 353,391

See accompanying notes to financial statements

LIVING HOPE ALLIANCE CHURCH REGINA INC.

Statement of Cash Flows For the Year Ended June 30, 2024

	2024	2023
OPERATING ACTIVITIES		
Excess of revenues (expenses)	\$ (275,165)	\$ (306,333)
Item not affecting cash:		
Amortization of capital assets	317,050	328,654
	<u>41,885</u>	<u>22,321</u>
Changes in non-cash working capital:		
Accounts receivable	(715)	(310)
Accounts payable	25,790	(13,019)
Deferred revenue	(11,425)	1,150
Prepaid expenses	(7,199)	(137)
Goods and services tax payable	4,119	(4,540)
Employee deductions payable	-	(761)
Wages payable	5,253	(3,231)
	<u>15,823</u>	<u>(20,848)</u>
Cash flow from operating activities	<u>57,708</u>	<u>1,473</u>
FINANCING ACTIVITY		
Repayment of long term debt	<u>(31,538)</u>	<u>(32,992)</u>
Cash flow used by financing activity	<u>(31,538)</u>	<u>(32,992)</u>
INCREASE (DECREASE) IN CASH FLOW	26,170	(31,519)
CASH - BEGINNING OF YEAR	396,117	427,636
CASH - END OF YEAR	\$ 422,287	\$ 396,117

See accompanying notes to financial statements

LIVING HOPE ALLIANCE CHURCH REGINA INC.

Notes to Financial Statements For the Year Ended June 30, 2024

1. NATURE OF OPERATIONS

Living Hope Alliance Church Regina Inc. (the "Church") is a member of the Canadian Midwest District of the Christian & Missionary Alliance and serves as a place of worship in the City of Regina and surrounding area. The Church is a registered charity under the provisions of the Income Tax Act and is exempt from tax.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Fund accounting

A portion of the monies received by the Church may only be used for specific purposes and accordingly are accounted for in separate funds. Temporary transfers of monies between these funds are recorded as interfund receivables/payables. Permanent transfers are recorded as transfers in the net asset accounts.

Ministry Fund

The Ministry Fund accounts for the Church's ministry and administrative activities.

Restricted Funds

The Church has the following restricted funds:

The Building Fund accounts for designated contributions received and internally allocated receipts and disbursements related to the acquisition, financing and maintenance of Church property.

The Compassion Fund accounts for revenues and expenses used to assist members, adherents and local community organizations with an immediate financial need. Funds are raised through a special Compassion Offering generally taken once a month and through designated donations to the Compassion Fund.

The Going Beyond Fund raised funds for capital projects related to Church property, church multiplication and mission projects. The Board has approved utilization of the remaining monies in the fund and the Church will no longer be seeking new revenue for the fund.

The Missions Fund reflects designated contributions passed along to Global Advance, Canadian Ministries and other approved ministries. Each year the Board of Elders will determine the formula that will be used for the distribution of funds.

The Global Outreach Fund provides financial support for the ministry of Living Hope Alliance Church and their ministry partners outside of Regina. This internally restricted fund is funded by contributions to the Mission funds as well as direct donations.

The Mission Trip Fund collects monies to cover the costs of Short-Term Missions (STM) trips. STM trips are the mobilization of persons associated with Living Hope for the advancement of the mission of God and the vision of Living Hope in another region of Canada or country for up to one year.

The Capital Reserve and Replacement Fund (CRRF) is a long-term investment tool used to accumulate funds to finance the replacement of capital equipment. The CRRF is funded by transfers from the Ministry fund and Building fund as authorized by Board of Elders.

The Leadership Development Fund is to support the development of current and future leaders within the Church.

(continues)

LIVING HOPE ALLIANCE CHURCH REGINA INC.

Notes to Financial Statements For the Year Ended June 30, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

The Memorial Fund reports gifts received in memorial which will be used by the Church in strict confidence with the desire and intent of the donor where and when these donations establish, advance, support, enhance and encourage the ministries of Living Hope at home and abroad.

Revenue recognition

The Church follows the restricted fund method of accounting for contributions. Contributions include givings, special projects, other ministries and mission funds revenues.

Restricted contributions related to general ministry operations are recognized as revenue of the Ministry Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund in the year received.

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

Undesignated mission fund contributions are forwarded to Global Advance, Canadian Ministries, Seamless Link and Global Outreach Fund based on an agreed upon percentage determined by the Board of Elders. Designated mission fund contributions are forwarded directly to their designated area.

Preschool fees and facility rentals are reported in the period the related service is provided.

Ministry cost recoveries and other revenues are reported in the year when amounts are determined to be receivable and collection is reasonably assured.

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Financial assets including cash and accounts receivable are reported at amortized cost.

Financial liabilities including accounts payable, accrued liabilities, in house loans, and mortgage payable are measured at amortized cost.

Capital assets

Capital assets are stated at cost less accumulated amortization and are amortized over their estimated useful lives at the following rates and methods noted below. A full year amortization is taken in the year of acquisition.

Building	3%	declining balance method
Equipment	20%	declining balance method
Computer equipment	30%	declining balance method
Furniture and fixtures	20%	declining balance method
Audio/visual equipment	20%	declining balance method
Parking lot	20 years	straight-line method
Signs	15 years	straight-line method

LIVING HOPE ALLIANCE CHURCH REGINA INC.

Notes to Financial Statements For the Year Ended June 30, 2024

3. INTERNAL TRANSFERS

An annual transfer is made from the Restricted Funds to the Ministry Fund for the interest portion of the long term debt reported in the Ministry Fund. In the current year the transfer was \$78,994 (2023 - \$61,980) from the Building Fund.

The Board of Elders approved a transfer of a portion of the current year's givings from the Ministry Fund and rental revenue from the Building Fund to the Capital Reserve and Replacement Fund totaling \$19,088.

In addition, the Board of Elders approved a transfer of \$10,000 from the Going Beyond Fund to the Missions Funds to match donations made for a specific mission project.

4. CAPITAL ASSETS

	Cost	Accumulated amortization	2024 Net book value	2023 Net book value
Land	\$ 240,804	\$ -	\$ 240,804	\$ 240,804
Building	10,133,846	3,692,797	6,441,049	6,640,257
Equipment	144,529	138,730	5,799	7,249
Computer equipment	62,069	61,108	961	1,620
Furniture and fixtures	327,554	296,385	31,169	38,961
Audio/visual equipment	385,456	335,894	49,562	61,948
Parking lot	1,870,495	544,211	1,326,284	1,419,808
Signs	30,477	10,565	19,912	21,943
	<u>\$13,195,230</u>	<u>\$ 5,079,690</u>	<u>\$ 8,115,540</u>	<u>\$ 8,432,590</u>

5. DEFERRED REVENUE

	2024	2023
Preschool	\$ -	\$ 8,260
Kids camp	-	690
Facility rental	<u>2,080</u>	<u>4,555</u>
	<u>\$ 2,080</u>	<u>\$ 13,505</u>

Due to low registration numbers, the Church has cancelled the fall session of preschool. All amounts collected were refunded after year end.

6. IN HOUSE LOANS

Congregation members have advanced the following amounts on an unsecured basis.

	2024	2023
Member loans payable on demand, bearing interest at 2.5% (adjusted semi-annually)	<u>\$ 26,276</u>	<u>\$ 26,276</u>

LIVING HOPE ALLIANCE CHURCH REGINA INC.

Notes to Financial Statements For the Year Ended June 30, 2024

7. LINE OF CREDIT

At the yearend, the Church had a short-term revolving line of credit facility of \$100,000 bearing interest at RBC prime plus 0.75%, secured by property. No advance was made on this facility in the current or prior yearend.

8. MORTGAGE PAYABLE

	2024	2023
TCU Financial	\$ 1,243,802	\$ 1,275,340
	1,243,802	1,275,340
Amounts payable within one year	(34,686)	(32,877)
	<u>\$ 1,209,116</u>	<u>\$ 1,242,463</u>

Credit Facility

The limit of the facility is \$1,500,000 secured by a general security agreement, guaranteed by the Canadian Midwest District of Christian & Missionary Alliance and a first mortgage on real property situated at 3800 Green Falls Drive in Regina with a carrying value of \$8,008,137 (2023 - \$8,300,870). The mortgage bears interest at 5.43% and is repayable in blended semi-monthly payments of \$4,176. The mortgage renews on December 1, 2024.

Principal repayment terms are approximately:

2025	\$ 34,686
2026	36,595
2027	38,609
2028	40,734
2029	42,976

9. MISSION FUNDS EXPENSE

Members may direct the Church to forward a designated portion of contributions to Global Advance, Canadian Ministries and other approved ministries. When received, these funds are promptly passed on to the intended recipient. As at yearend \$7,632 (2023 - \$8,520) have not been paid and are included in accounts payable.

Contributions which have been designated and passed on to the following organizations during the year were as follows:

	2024	2023
C&MA Global Advance	\$ 132,320	\$ 122,413
C&MA Canadian Ministries	416	1,841
Other designations	<u>36,538</u>	<u>10,295</u>
Total funds received from donors	169,274	134,549
Board of Elder other designation	<u>10,000</u>	<u>-</u>
	<u>\$ 179,274</u>	<u>\$ 134,549</u>

In the year, the Board of Elders approved a matching transfer to a designated mission up to a maximum of \$10,000 out of the Going Beyond Fund.

LIVING HOPE ALLIANCE CHURCH REGINA INC.

Notes to Financial Statements For the Year Ended June 30, 2024

10. RELATED PARTY TRANSACTIONS

The Church is a constituent of the Canadian Midwest District of the Christian & Missionary Alliance Canada (the District). While the Church maintains autonomous operational governance and control the District provides oversight support to member congregations in Saskatchewan, Manitoba Nunavut, and Western Ontario. All member churches are required to remit a set portion of their general givings to the District for these services. During the year, \$27,602 (2023 - \$25,264) were remitted and are included in Other expenses of Operations of the Ministry Fund.

Included in year end trade payables is a balance of \$6,814 (2023 - \$4,648) owing to the District.

In addition, the District holds the beneficial title to all member church's real property and as a consequence, is a party to security agreements on any Church debt to which real property is offered as security.

11. LEASE COMMITMENTS

At yearend, the Church has entered into operating leases related to office equipment which commit the congregation to the following payments at yearend over the remaining lease terms:

2025	\$	2,945
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12. FINANCIAL INSTRUMENTS

The Church is exposed to various risks through its financial instruments and it is management's responsibility to monitor, evaluate and manage these risks. The following analysis provides information about the Church's risk exposure and concentration as of June 30, 2024.

Liquidity risk

Liquidity risk is the risk that the Church will not be able to meet a demand for cash or fund its obligations as they come due. Liquidity risk also includes the risk of the Church not being able to liquidate assets in a timely manner at a reasonable price. The Church has significant equity in its assets and unused capacity in established credit facilities. This risk is considered to be low.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Church manages exposure through its normal operating and financing activities. The Church is exposed to interest rate risk through its investments, line of credit, in house loans and long term debt. Line of credit and in House loans are adjusted to current market rates on a regular basis and do not pose a significant risk. Long term debt is fixed for the remainder of the term.

13. BUDGETED FIGURES

Budgeted figures are presented for information purposes and are not subject to audit.

LIVING HOPE ALLIANCE CHURCH REGINA INC.

Ministry Fund

(Schedule 1)

Year Ended June 30, 2024

	Budget (Unaudited) (Note 13)	2024	2023
REVENUES			
Givings	\$ 893,500	\$ 922,838	\$ 861,145
Preschool	78,000	72,020	62,238
Facility rent	45,000	87,300	58,188
Other	3,000	43,540	31,249
Ministry cost recovery	28,340	325	1,114
	1,047,840	1,126,023	1,013,934
EXPENSES			
Ministries			
Children's and family ministry	19,350	9,397	9,985
Youth and young adult ministry	10,145	10,850	7,517
Adult ministry	15,900	30,840	28,170
Worship arts and outreach	38,890	35,732	24,067
Preschool and early childhood care	76,704	69,082	2,585
Other ministry	4,900	17,397	12,519
Missional engagement	-	1,708	4,948
	165,889	175,006	89,791
Operations			
Administration	49,460	44,602	42,791
Facilities (occupancy costs)	179,662	212,859	216,402
Rentals	40,650	40,588	29,594
Other	26,805	42,737	42,187
	296,577	340,786	330,974
Personnel			
Salaries and benefits	545,624	533,995	556,886
Travel and other	39,750	51,150	10,819
	585,374	585,145	567,705
	1,047,840	1,100,937	988,470
EXCESS OF REVENUES (EXPENSES) FROM OPERATIONS	\$ -	\$ 25,086	\$ 25,464

See accompanying notes to financial statements

LIVING HOPE ALLIANCE CHURCH REGINA INC.

Restricted Funds
Year Ended June 30, 2024

(Schedule 2)

	Building Fund	Compassion Fund	Going Beyond	Missions Funds	Global Outreach fund	Capital Reserve and Replacement Fund	Leadership Development Fund	2024
REVENUES								
Givings	\$ 103,134	\$ 54,513	\$ -	\$ -	\$ 5,769	\$ -	\$ -	\$ 163,416
Mission funds	-	-	-	169,274	-	-	-	169,274
Other	4,192	-	-	-	-	-	-	4,192
	107,326	54,513	-	169,274	5,769	-	-	336,882
EXPENSES								
Mission funds (Note 9)	-	-	-	179,274	-	-	-	179,274
Compassion connection	-	20,991	-	-	-	-	-	20,991
People care	-	40,900	-	-	-	-	-	40,900
Other	3	4,530	-	-	-	-	5,703	10,236
	3	66,421	-	179,274	-	-	5,703	251,401
EXCESS OF REVENUES (EXPENSES) FROM OPERATIONS	\$ 107,323	\$ (11,908)	\$ -	\$ (10,000)	\$ 5,769	\$ -	\$ (5,703)	\$ 85,481

The Missions Trip Fund and the Memorial Fund were inactive and had no activity during the year.

See accompanying notes to financial statements

LIVING HOPE ALLIANCE CHURCH REGINA INC.

Restricted Funds - Prior Year Year Ended June 30, 2023

(Schedule 2 - cont'd)

	Building Fund	Compassion Fund	Going Beyond	Missions Funds	Global Outreach fund	Capital Reserve and Replacement Fund	Leadership Development Fund	Total
REVENUES								
Givings	\$ 93,747	\$ 34,560	\$ -	\$ -	\$ 5,409	\$ -	\$ -	\$ 138,716
Mission funds	-	-	-	134,549	-	-	-	134,549
Other	3,341	-	-	-	-	-	-	3,341
	97,088	34,560	-	134,549	5,409	-	-	276,606
EXPENSES								
Mission funds (Note 9)	-	-	-	134,549	-	-	-	134,549
Compassion connection	-	27,319	-	-	-	-	-	27,319
Campus development	-	-	7,637	-	-	-	-	7,637
People care	-	15,786	-	-	-	-	-	15,786
Other	-	2,901	-	-	1,500	-	-	4,401
Building maintenance	-	-	-	-	-	28,077	-	28,077
	-	46,006	7,637	134,549	1,500	28,077	-	217,769
EXCESS OF REVENUES (EXPENSES) FROM OPERATIONS	\$ 97,088	\$ (11,446)	\$ (7,637)	\$ -	\$ 3,909	\$ (28,077)	\$ -	\$ 58,837

The Missions Trip Fund and the Memorial Fund were inactive and had no activity during the year.

See accompanying notes to financial statements