

Financial Statements of
ELLERSLIE ROAD BAPTIST CHURCH
For the Year Ended June 30, 2025

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**MANAGEMENT'S RESPONSIBILITY
FOR FINANCIAL REPORTING**

The management of Ellerslie Road Baptist Church prepared these financial statements and is responsible for their reliability, completeness and integrity. They conform in all material respects to Canadian accounting standards for not-for-profit organizations.

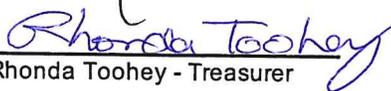
Management maintains the necessary accounting and internal control systems designed to ensure: the timely production of reliable and accurate financial information, the protection of assets (to a reasonable extent) against loss or unauthorized use, and the promotion of operational efficiency. Management oversees responsibility for the financial reporting and internal control systems.

The external auditors, appointed by management, conducted an audit of these financial statements in accordance with Canadian generally accepted auditing standards. Management reviewed these financial statements with the external auditors in detail before recommending their approval to the

Edmonton, Alberta
November 18, 2025



Curtis Johnston - Board Chairman



Rhonda Toohey - Treasurer

INDEPENDENT AUDITORS' REPORT

To the Members of Ellerslie Road Baptist Church

Opinion

We have audited the accompanying financial statements of Ellerslie Road Baptist Church, which comprise the statement of financial position as at June 30, 2025 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, the financial statements present fairly, in all material respects, the financial position of Ellerslie Road Baptist Church as at June 30, 2025 and the results of its operations and the changes in its net assets and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of Ellerslie Road Baptist Church in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing Ellerslie Road Baptist Church's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate Ellerslie Road Baptist Church or to cease operations, or has no realistic alternative but to do so.

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

(continues)



Independent Auditors' Report to the Members of Ellerslie Road Baptist Church (*continued*)

Auditors' Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but it 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 Ellerslie Road Baptist Church's internal control.
- Evaluate the appropriateness of accounting policies 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 Ellerslie Road Baptist 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 auditors' 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 auditors' report. However, future events or conditions may cause Ellerslie Road Baptist 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.

METRIX GROUP LLP

Chartered Professional Accountants

Edmonton, Alberta
November 18, 2025

ELLERSLIE ROAD BAPTIST CHURCH
Statement of Operations
Year ended June 30, 2025

REVENUE	<u>2025</u>	<u>2024</u>
Offerings		
General Offerings	\$ 2,059,426	\$ 1,920,214
Missions	44,183	28,563
Administration	23,270	10,715
Facilities Operations	57,916	108,913
Adult Ministries	22,928	9,037
Senior's Ministries	11,165	10,265
Children's Ministries	14,053	12,380
Youth Ministries		
Activities	11,643	11,133
Youth Fund Raising	3,870	250
Youth Missions Trips	-	192
Young Adult Ministries		
Activities	-	800
Mandarin Ministry	159,414	147,342
Global Ministries	-	1,250
Other	17,785	26,551
Amortization Deferred Contributions	94,946	94,946
	<u>2,520,599</u>	<u>2,382,551</u>
EXPENSES:		
	(See Schedule of Detailed Expenses)	
Personnel	1,347,672	1,333,361
Administration	91,834	71,616
Finance / Banking	11,011	7,770
Facilities Operations	265,189	212,991
Hospitality Ministries	20,453	19,883
Adult Ministries	27,321	21,479
Senior's Ministries	10,699	9,823
Worship Ministries	31,087	19,079
Technical Team Ministry	4,189	8,085
Children's Ministries	35,316	37,175
Youth Ministries	24,057	32,089
Young Adult Ministries	1,184	5,296
Mandarin Ministry	33,765	41,595
Global Ministries	272,309	267,836
Other	21,829	24,779
Amortization	229,661	217,121
	<u>2,427,576</u>	<u>2,329,978</u>
EXCESS (DEFICIENCY) of REVENUE over EXPENSES	\$ 93,023	\$ 52,573

ELLERSLIE ROAD BAPTIST CHURCH
Statement of Members' Equity in Net Assets
Year ended June 30, 2025

	2025		
	Investment in Tang Cap Asset	Unrestricted	Total
MEMBERS' EQUITY, BEGINNING OF YEAR	\$ 1,591,273	\$ (21,635)	\$ 1,569,638
NET (LOSS) INCOME FOR THE YEAR	-	93,023	93,023
Amortization of Tangible Capital Assets (TCA)	(229,661)	229,661	-
Investment in Tangible Capital Assets	126,978	(126,978)	-
Amortization of Deferred Contributions	94,946	(94,946)	-
MEMBERS' EQUITY, END OF YEAR	\$ 1,583,536	\$ 79,125	\$ 1,662,661

	2024		
	Investment in Tang Cap Asset	Unrestricted	Total
MEMBERS' EQUITY, BEGINNING OF YEAR	\$ 1,575,192	\$ (58,127)	\$ 1,517,065
NET (LOSS) INCOME FOR THE YEAR	-	52,573	52,573
Amortization of Tangible Capital Assets (TCA)	(217,121)	217,121	-
Investment in Tangible Capital Assets	138,256	(138,256)	-
Amortization of Deferred Contributions	94,946	(94,946)	-
MEMBERS' EQUITY, END OF YEAR	\$ 1,591,273	\$ (21,635)	\$ 1,569,638

ELLERSLIE ROAD BAPTIST CHURCH
Statement of Financial Position
June 30, 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
CURRENT		
Cash and Cash Equivalents (Note 3)	\$ 305,716	\$ 879,509
Term Deposit (Note 4)	712,715	-
Goods and Services Tax Receivable	11,794	11,526
Accounts Receivable	263	26,600
Prepaid Expenses	23,780	17,800
	<u>1,054,268</u>	<u>935,435</u>
LONG-TERM		
TANGIBLE CAPITAL ASSETS (Note 5)	2,181,859	2,284,542
	<u>\$ 3,236,127</u>	<u>\$ 3,219,977</u>
LIABILITIES		
CURRENT		
Accounts Payable and Accrued Liabilities	\$ 50,651	\$ 74,122
Deferred Contributions – Operating (Note 6)	54,654	33,774
	<u>105,305</u>	<u>107,896</u>
DEFERRED CONTRIBUTIONS - TANGIBLE CAPITAL ASSETS (Note 5)		
	1,468,161	1,542,444
	<u>1,573,466</u>	<u>1,650,340</u>
MEMBERS' EQUITY IN NET ASSETS		
	1,662,661	1,569,638
	<u>\$ 3,236,127</u>	<u>\$ 3,219,977</u>

ELLERSLIE ROAD BAPTIST CHURCH
Statement of Cash Flows
Year ended June 30, 2025

CASH PROVIDED FROM (USED IN)	<u>2025</u>	<u>2024</u>
OPERATING ACTIVITIES		
Excess of Revenue over Expenses	\$ 93,023	\$ 52,573
Amortization of Deferred Contributions	(94,946)	(94,946)
Net Change in Non-Cash Components of Working Capital		
Goods and Services Tax Receivable	(268)	(5,350)
Accounts Receivable	26,337	(26,600)
Prepaid Expenses	(5,980)	3,755
Term Deposit	(712,715)	-
Accounts Payable and Accrued Liabilities	(23,471)	(31,073)
Deferred Contributions – Operating	20,880	11,828
Amortization	229,661	217,121
	<u>(467,479)</u>	<u>127,308</u>
FINANCING ACTIVITIES		
Change in Deferred Contributions – Tangible Capital Assets	20,664	501,306
INVESTING ACTIVITIES		
Purchase of Tangible Capital Assets	(126,978)	(138,256)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(573,793)	490,358
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	879,509	389,151
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 305,716	\$ 879,509
Interest Received During the Year	\$ 3,394	\$ 5,191
Interest Paid During the Year	\$ -	\$ -

1. PURPOSE STATEMENT OF ELLERSLIE ROAD BAPTIST CHURCH

To exist as a community of Christian believers dedicated to glorifying God by making disciples who love God, love people and serve the world.

Ellerslie Road Baptist Church is incorporated under the Alberta Business Corporations Act as a not-for-profit organization and is a registered charity under the Income Tax Act.

2. ACCOUNTING POLICIES

Basis of Presentation

The financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations.

Measurement Uncertainty

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the recorded amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expense during the reporting period. Significant areas requiring the use of management's estimates include the useful lives of tangible capital assets and the corresponding rate of amortization and the amount of accrued liabilities. All estimates are reviewed periodically and adjustments are made to the

Revenue Recognition

The Church follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received. Investment income is recognized as revenue as earned.

Cash and Cash equivalents

Cash and cash equivalents include chequing and savings accounts. All amounts are readily converted into known amounts of cash and are subject to an insignificant change in value.

Tangible Capital Assets

Tangible Capital Assets are recorded at cost less accumulated amortization. Minor purchases of furniture and equipment are expensed. Amortization is provided for on a straight-line basis over the estimated useful life of the assets. Amortization is provided for at the following annual rates:

Church Building and Contents	4.0%
Instruments	6.7%
Vehicles	25.0%
Computer Equipment	25.0%
Furniture and Equipment	14.3%

Contributed Materials and Services

Contributed materials and services are not recorded in the financial statements due to the difficulties of determining their fair value.

ELLERSLIE ROAD BAPTIST CHURCH
Notes to the Financial Statements (continued)
Year ended June 30, 2025

Financial Instruments

Measurement of financial instruments

The Church initially measures its financial assets and financial liabilities at fair value and subsequently measures all financial assets and financial liabilities at amortized cost. Financial assets measured at amortized cost include cash and cash equivalents, accounts receivable, and term deposit. Financial liabilities measured at amortized cost include accounts payable and

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in the statement of operations. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously.

3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include funds located in a savings account in the amount of \$114,949 earning interest at a rate of 1.49% per annum. The interest rate varies with the bank

4. TERM DEPOSIT

Term Deposit includes one non redeemable guaranteed investment certificate issued by RBC Royal Bank, with principal of \$700,000, maturity date of December 9, 2025, and interest rate of

5. TANGIBLE CAPITAL ASSETS

	2025			2024
	Cost	Acc'd Amort'n	Net Book Value	
Church building and contents:	\$ 5,157,140	\$ 3,872,853	\$ 1,284,287	\$ 1,350,797
Land	480,999	-	480,999	480,999
Instruments	156,358	153,910	2,448	2,715
Computer Equipment	538,017	501,910	36,107	36,725
Furniture and Equipment	944,313	566,295	378,018	413,306
	\$ 7,276,827	\$ 5,094,968	\$ 2,181,859	\$ 2,284,542

ELLERSLIE ROAD BAPTIST CHURCH
Notes to the Financial Statements (continued)
Year ended June 30, 2025

6. DEFERRED CONTRIBUTIONS - OPERATING

Deferred contributions consist of externally designated donations and receipts received by the Church that pertain to future periods.

	<u>2025</u>	<u>2024</u>
Balance, Beginning of the Year	\$ 33,774	\$ 21,946
Add: Receipts	31,004	20,774
Less: Amounts Recognized	<u>10,124</u>	<u>8,947</u>
Balance, End of Year	<u>\$ 54,654</u>	<u>\$ 33,774</u>

7. DEFERRED CONTRIBUTIONS - TANGIBLE CAPITAL ASSETS

Deferred contributions consist of externally designated donations received by the Church. They have been designated for capital purchases.

	<u>2025</u>	<u>2024</u>
Balance, Beginning of the Year	\$ 1,542,444	\$ 1,136,084
Contributions Received	20,663	501,306
Less: Amortization	<u>(94,946)</u>	<u>(94,946)</u>
Balance, End of Year	<u>\$ 1,468,161</u>	<u>\$ 1,542,444</u>

8. BANK LINE OF CREDIT

The revolving line of credit bears interest at bank prime plus 1.0% and is secured by a general security agreement covering all assets of the church, along with a mortgage over the Church property for \$325,000. At year end the maximum line of credit was \$325,000.

9. FINANCIAL INSTRUMENTS

It is management's opinion that the Church is not exposed to significant interest, credit, liquidity, market, currency or other price risk through its financial instruments which include cash and cash equivalents, accounts receivable, term deposit, accounts payable and accrued liabilities.

ELLERSLIE ROAD BAPTIST CHURCH
Schedule of Detailed Expenses
Year ended June 30, 2025

	2025	2024
ADMINISTRATION AND FINANCE		
PERSONNEL		
Salaries (incl. contract services)	\$ 1,129,319	\$ 1,138,468
EI and CPP	83,161	82,641
Health and Insurance Benefits	76,859	79,775
RRSP Benefits	58,333	32,477
	1,347,672	1,333,361
ADMINISTRATION		
Office Expenses		
Supplies	3,969	4,230
Photocopying	4,527	6,696
Postage	1,399	1,349
Printing and Paper	1,360	2,242
Professional Expenses		
Development	1,581	5,131
Hospitality	2,385	2,224
Literature	385	164
Travel	3,709	3,551
Other		
Advertising	21,758	6,359
Board Expense; Retreat; Summit	1,204	1,617
Computer Software and Upgrading	13,711	11,174
Congregational Distributions	962	365
Legal and Audit	13,260	19,245
Memberships	2,745	2,350
Planning Center	10,955	1,486
Search and Moving Expenses	3,757	581
Special Events Expense	3,989	2,563
Other	178	289
	91,834	71,616
FINANCE / BANKING		
CIBC Line of Credit - Interest	-	500
Bank Service Charges	11,011	7,270
	11,011	7,770
BUILDING AND GROUNDS		
Furniture and Equipment	7,280	1,709
Grass and Snow	28,070	14,022
Insurance	20,155	19,108
Janitorial Supplies	14,312	8,064
Maintenance (incl. Instruments)	68,314	42,893
Property Taxes	15,165	9,653
Utilities (incl. Phone, Waste)	111,893	117,409
Vehicles: Fuel and Maintenance	-	133
	\$ 265,189	\$ 212,991

ELLERSLIE ROAD BAPTIST CHURCH
Schedule of Detailed Expenses (continued)
Year ended June 30, 2025

	2025	2024
HOSPITALITY MINISTRIES		
Kitchen Supplies	\$ 16,966	\$ 18,766
Seasonal Events	1,518	255
Special Events (ERBC & Community)	1,969	862
	<u>20,453</u>	<u>19,883</u>
ADULT MINISTRIES		
General	4,697	5,226
Alpha	-	53
Compassion	2,107	989
Counseling	2,120	170
Family Ministry	15,755	10,873
Flowers and Visitation	889	1,143
LMO and KMO	1,032	1,847
Marriage	241	692
Women's Ministries	480	486
	<u>27,321</u>	<u>21,479</u>
SENIOR ADULT MINISTRIES		
Primetime Expense	10,699	9,823
	<u>10,699</u>	<u>9,823</u>
WORSHIP MINISTRIES		
Choir and Instrumental Music	4,906	2,827
Christmas and Easter Musical	3,272	3,246
Licenses	4,125	3,342
Speakers	4,835	2,758
Other	13,949	6,906
	<u>31,087</u>	<u>19,079</u>
TECHNICAL TEAM MINISTRY		
Sound and Video Expenses	4,189	8,085
	<u>\$ 4,189</u>	<u>\$ 8,085</u>

ELLERSLIE ROAD BAPTIST CHURCH
Schedule of Detailed Expenses (continued)
Year ended June 30, 2025

	2025	2024
CHILDREN'S MINISTRIES		
General	\$ 4,827	\$ 6,179
Daycamp	11,256	12,679
Outreach	3,899	842
Special Projects	15,334	17,475
	35,316	37,175
YOUTH MINISTRIES		
Young People	12,029	13,171
Youth Events	12,028	16,630
Youth Missions Trips	-	2,288
	24,057	32,089
YOUNG ADULT MINISTRIES		
Young Adult Ministries	719	4,654
Serve Nights	465	642
	1,184	5,296
MANDARIN MINISTRY		
Ministry Activities	33,765	41,595
	\$ 33,765	\$ 41,595

ELLERSLIE ROAD BAPTIST CHURCH
Schedule of Detailed Expenses (continued)
Year ended June 30, 2025

	2025	2024
GLOBAL MINISTRIES		
BGC Conference Support		
BGC Canada - General Fund	\$ 47,024	\$ 23,820
BGC Canada - Global Ministries Director	6,600	3,600
BGC Alberta - General Fund	36,300	40,140
Lone Prairie Camp	21,000	24,512
C.B. Seminary	13,500	13,500
	124,424	105,572
Church Planting Canada		
Campbell, Scott and Nancy (BGCC)	1,000	5,100
District Director (BGCA)	9,780	9,290
Baniamerian, Massoud (BGCC)	1,350	4,590
	12,130	18,980
Canadian Ministries Support		
Salkeld, Val (Wycliffe)	5,985	15,120
	5,985	15,120
Global/Cross Cultural		
Baskin, Terry and Jane (Village Missions)	9,600	9,600
Chugg, Carmen (TEAM)	11,000	12,000
Chugg, Paul and Rose (TEAM)	14,200	14,800
Fast, Michael and Eva (BGCC)	6,000	12,600
Hoffmann, Randy and Margo (BGCC)	1,800	6,120
Koop, Sid (Truth Matters)	12,000	-
Main-Duarte, Connie (BGCC)	6,000	6,000
McCormick, David and Andrea (Global Outreach)	2,250	7,650
Myrholm, Brian and Jessica (BGCC)	14,570	14,520
Opper, Sarah and Bob (YWAM)	9,000	9,000
Partners International	12,000	-
Richert, Aaron & Tessa	6,000	5,500
Russell, Laura (BGCC)	9,000	10,200
Wicker, John and Sharon (SEND)	1,200	4,080
Zeividavi, Ahmad (House of Omeed)	6,050	6,600
	120,670	118,670
Global Short Term		
Ministry Trips	-	6,575
Short-Term Missions	-	2,400
	-	8,975
Missions Other		
Adeara Recovery Centre	9,100	-
Missions Development	-	519
	9,100	519
TOTAL GLOBAL MINISTRIES	\$ 272,309	\$ 267,836

ELLERSLIE ROAD BAPTIST CHURCH
Schedule of Detailed Expenses (continued)
Year ended June 30, 2025

	<u>2025</u>	<u>2024</u>
OTHER		
Other	\$ 21,829	\$ 24,779
	<u>21,829</u>	<u>24,779</u>
AMORTIZATION		
Amortization	229,661	217,121
TOTAL EXPENDITURES	\$ 2,427,576	\$ 2,329,978