

**PRAYER BOOK SOCIETY OF CANADA**

**FINANCIAL STATEMENTS**

**(UNAUDITED)**

**JANUARY 31, 2022**

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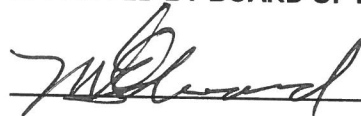
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**PRAYER BOOK SOCIETY OF CANADA  
STATEMENT OF FINANCIAL POSITION  
(UNAUDITED)  
JANUARY 31, 2022 AND JANUARY 31, 2021**

<b>Assets</b>	<b>2022</b>	<b>2021</b>
<b>Current assets</b>		
Cash - Note 6	\$ 66,949	\$ 50,222
GST and HST receivable	2,308	2,206
Accrued interest receivable	72	260
	<u>69,329</u>	<u>52,688</u>
<b>Term investments - Note 4</b>	<b>30,119</b>	<b>29,812</b>
<b>Tangible capital assets</b>	<u>1</u>	<u>1</u>
	<u><b>\$ 99,449</b></u>	<u><b>\$ 82,501</b></u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$ 2,500	\$ 2,500
Government remittance payable	26	26
	<u>2,526</u>	<u>2,526</u>
<b>Net assets</b>		
<b>Unrestricted</b>	<u>96,923</u>	<u>79,975</u>
	<u><b>\$ 99,449</b></u>	<u><b>\$ 82,501</b></u>

APPROVED BY BOARD OF DIRECTORS:

 Director

(See accompanying notes to these financial statements)

 Treasurer

**PRAYER BOOK SOCIETY OF CANADA  
STATEMENT OF OPERATIONS  
(UNAUDITED)  
FOR THE YEAR ENDED JANUARY 31, 2022 AND JANUARY 31, 2021**

	Budget 2021 - 2022	Actual 2021 - 2022	Actual 2020 - 2021
<b>Revenue</b>			
Appeals	\$ 40,000	\$ 48,842	\$ 42,555
Bequests	2,000	19,500	-
Contributions from branches - Note 3	500	12,754	500
Book revenue	-	168	-
Interest income	400	119	451
	<b>42,900</b>	<b>81,383</b>	<b>43,506</b>
<b>Operating expenses</b>			
Annual general meeting	200	-	34
Canada Post and mailings	2,600	1,356	2,598
National council meetings	1,300	230	1,221
Bookkeeping	2,400	2,600	2,400
Interest and bank charges	1,200	787	1,018
Professional fees	4,000	5,044	4,150
Office and printing	800	444	486
	<b>12,500</b>	<b>10,461</b>	<b>11,907</b>
<b>Program expenses</b>			
Newsletters and appeals	18,000	17,514	17,653
Bursaries	12,000	8,250	11,250
Conferences and projects - Note 6	10,000	12,707	13,043
Website - Note 3	2,600	3,350	2,543
Advertising and promotion	2,400	2,400	2,400
Donations	1,000	3,000	200
Meetings and travel	1,000	-	204
Honorarium - chair	7,000	6,753	6,754
	<b>54,000</b>	<b>53,974</b>	<b>54,047</b>
<b>Total expenses</b>	<b>66,500</b>	<b>64,435</b>	<b>65,954</b>
<b>Excess revenues (expenses) for the year</b>	<b>\$ (23,600)</b>	<b>16,948</b>	<b>(22,448)</b>
<b>Net assets, beginning of year</b>		<b>79,975</b>	<b>102,423</b>
<b>Net assets, end of year</b>		<b>\$ 96,923</b>	<b>\$ 79,975</b>

Brian Fogarty Chartered Professional Accountant

**PRAYER BOOK SOCIETY OF CANADA**  
**STATEMENT OF CASH FLOWS**  
**(UNAUDITED)**  
**FOR THE YEAR ENDED JANUARY 31, 2022 AND JANUARY 31, 2021**

	2021 - 2022	2020 - 2021
<b>Cash Flows From Operating Activities</b>		
Excess revenue (expenses) for the year	\$ 16,948	\$ (22,448)
<b>Net change in non-cash working capital items</b>		
(Increase) decrease in GST and HST accounts receivable	(102)	974
Decrease in accrued interest receivable	-	188
Decrease in accounts payable and accrued liabilities	-	(700)
	<u>16,846</u>	<u>(21,986)</u>
<b>Cash Flows From Investing Activity</b>		
Increase (decrease) in term investments	<u>(119)</u>	16,399
<b>Increase (decrease) in cash</b>	16,727	(5,587)
<b>Cash - Beginning of year</b>	<u>50,222</u>	<u>55,809</u>
<b>Cash - End of year</b>	<u><u>\$ 66,949</u></u>	<u><u>\$ 50,222</u></u>

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**PRAYER BOOK SOCIETY OF CANADA  
NOTES TO THE FINANCIAL STATEMENTS  
(UNAUDITED)  
JANUARY 31, 2022 AND JANUARY 31, 2021**

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**1. Nature and Purpose of the Organization**

The objective and purpose of The Prayer Book Society of Canada, is retention of the classical Anglican Doctrine and Theology as embodied in the Book of Common Prayer (Canada) 1959 - 1962, within the Anglican Church of Canada,

Branches are organized with consistent aims and objectives as contained in the Constitution of the Society. The individual branches are independent of The Prayer Book Society of Canada and accordingly the financial results of these branches are not included in these financial statements.

The organization is a non-profit organization and a registered charity under the Income Tax Act of Canada and is therefore tax exempt under Section 149(1)(1) of the Canadian Income Tax Act.

**2. Summary of significant accounting policies**

These financial statements have been prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations and include the following significant accounting policies:

**Cash and cash equivalents**

The organization maintains cash and cash equivalents with its financial institution in excess of federally insured levels and is therefore exposed to the credit risk from this concentration of cash and equivalents.

Cash and cash equivalents consist of cash in the bank.

**Term investments**

Short term investments are valued at the lower of cost and market value.

Investments classified as long term are recorded at amortized cost on a straight-line basis.

**Revenue recognition**

The Society follows the deferral method of accounting for contributions including bequests. Donations through appeals are recognized as revenue in the year received or receivable, if the amount to be received can be reasonably estimated and ultimate collection is reasonably assured. Unrestricted contributions are recognized as revenue in the current period and restricted contributions are deferred until the related expenses are incurred and the restrictions complied with by the Society.

Interest on term investments is recorded as income when earned.

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**PRAYER BOOK SOCIETY OF CANADA  
NOTES TO THE FINANCIAL STATEMENTS  
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**2. Summary of significant accounting policies (cont'd)**

**Tangible capital assets**

The Society expenses tangible capital assets in the year of acquisition and carried at a nominal sum on the balance sheet. During the year, the organization expensed \$nil (2021 - nil) in tangible capital asset additions.

**Service contributions**

Volunteers contribute a significant amount of time each year to assist the Society in carrying out its programs and services. Because of the difficulty of determining their fair value, contributed services are not recognized in these financial statements.

**Use of estimates**

The presentation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reported period. Significant items subject to estimates and assumptions include valuation of accounts receivable and inventory. Actual results could differ from those reported.

**Fair value**

The Society initially measures its financial assets and financial liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate. The organization subsequently measures all its financial assets and financial liabilities at cost or amortized cost. Changes in fair value of these financial instruments are recognized in excess revenue (expenses) for the year. Financial assets measured at amortized cost on a straight-line basis include cash, marketable securities, accounts receivable, accrued interest receivable and investments. Financial liabilities measured at amortized cost on a straight-line basis include accounts payable and accrued liabilities.

**3. Related party transactions**

During the year, the Society received \$12,754 (2021 - \$500) in contributions from Branches. Included in the 2022 contributions is \$12,255 received from the Manitoba Branch which is designated to support the bursary program.

Included in website expense is \$1,000 (2021 - \$2,400) paid to Rev Andrew Nussey for services. The services are measured at the exchange amount, which is the amount paid at estimated fair market value.

**PRAYER BOOK SOCIETY OF CANADA  
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**4. Term investments**

Term investments consist of five-year Guaranteed Investment Certificates held by a chartered bank.

The details of the Guaranteed Investment Certificates are as follows:

	2022	2021
Guaranteed investment certificate, redeemable early without interest penalty after 30 days, anniversary date July 12, 2022, bearing interest at 0.05%, interest paid annually	<u>30,119</u>	<u>30,000</u>

During the year, the Society had net redemptions of \$nil (2021 - \$16,399) of the investments to provide funds to be used in operations.

**5. Financial instruments**

**Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The organization is exposed to interest rate risk on its fixed interest rate investments.

**Liquidity risk**

Liquidity risk is the risk that the organization will encounter difficulty in meeting obligations associated with financial instruments. The organization is exposed to liquidity risk arising primarily from the collection of receivables, purchasing commitments, obligations or raising funds to meet commitments and sustain operations.

**Credit risk**

Credit risk is the risk that a customer will cause a financial loss to the organization by failing to discharge an obligation. The organization is exposed to credit risk in the event of non-performance by counterparties in connection with its receivables. The organization does not obtain collateral or other security to support the accounts receivable subject to credit risk but mitigates this risk by dealing only with what management believes to be financially sound counterparties and, accordingly, does not anticipate a significant loss.

**6. Restricted cash**

The Society has an agreement with its financial institution which required that \$35,000 be maintained in the current bank account in order for banking fees to be waived. The Society has budgeted to maintain the minimum balance for the 2021-2022 fiscal year.



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**7. Other**

**COVID-19**

On March 11, 2020 the World Health Organization declared the novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. As of the date of these financial statements, our business is closed or subject to regulated or reduced operations. We cannot reasonably estimate the length or severity of this pandemic, or the extent to which the disruption may materially impact our financial statements, in fiscal 2023.