

**WORLD ALLIANCE OF REFORMED CHURCHES
CARIBBEAN AND NORTH AMERICAN AREA COUNCIL
FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

Auditors' Report

Statement of Financial Position

Statement of Operations and Change in Net Assets

Statement of Cash Flow

Notes to Financial Statements

Schedules of Contributions from Member Churches and Conferences

SECKER, ROSS & PERRY
Chartered Accountants

AUDITORS' REPORT

To the Members of World Alliance of Reformed Churches
Caribbean and North American Area Council

We have audited the statement of financial position of World Alliance of Reformed Churches Caribbean and North American Area Council as at December 31, 2009 and the statements of operations and change in net assets and cash flow for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In common with many charitable organizations, the organization derives revenue from contributions the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of this revenue was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to contribution revenue and net assets.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the revenue referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 2009 and the results of its operations and cash flow for the year then ended in accordance with Canadian generally accepted accounting principles.



Chartered Accountants
Licenced Public Accountants
Kingston, Ontario
February 25, 2010

**WORLD ALLIANCE OF REFORMED CHURCHES
CARIBBEAN AND NORTH AMERICAN AREA COUNCIL**

STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2009

	<u>2009</u> (\$US)	<u>2008</u> (\$US)
Assets		
Current Assets		
Cash	\$ 47,419	\$ 75,013
Money market funds	62,231	62,056
Accounts receivable	<u>2,813</u>	<u>-</u>
	<u>\$112,463</u>	<u>\$137,069</u>
Liabilities		
Current Liabilities		
Accounts payable and accrued liabilities	<u>\$ 1,500</u>	<u>\$ 1,500</u>
Net Assets		
Unrestricted Net Assets	<u>110,963</u>	<u>135,569</u>
	<u>\$112,463</u>	<u>\$137,069</u>

Approved on behalf of the Council

Member

Member

**WORLD ALLIANCE OF REFORMED CHURCHES
CARIBBEAN AND NORTH AMERICAN AREA COUNCIL
STATEMENT OF OPERATIONS AND CHANGE IN NET ASSETS
YEAR ENDED DECEMBER 31, 2009**

	<u>2009</u> (\$US)	<u>2008</u> (\$US)
Revenues		
Contributions from member churches (schedule)	\$ 48,039	\$ 45,613
Interest	<u>235</u>	<u>907</u>
	<u>48,274</u>	<u>46,520</u>
Expenses		
Bank charges	285	106
Conferences (schedule)	70,288	-
Foreign exchange loss (gain)	(1,421)	2,173
General Assembly- Guyana 2008	-	21,018
Office	1,060	443
Professional fees	1,081	1,545
Telephone	296	2,412
Travel	<u>1,291</u>	<u>985</u>
	<u>72,880</u>	<u>28,682</u>
Excess (deficiency) of revenues over expenses for the year	(24,606)	17,838
Unrestricted net assets at beginning of year	<u>135,569</u>	<u>117,731</u>
Unrestricted net assets at end of year	<u><u>\$110,963</u></u>	<u><u>\$135,569</u></u>

See accompanying notes to financial statements.

**WORLD ALLIANCE OF REFORMED CHURCHES
CARIBBEAN AND NORTH AMERICAN AREA COUNCIL**

STATEMENT OF CASH FLOW

YEAR ENDED DECEMBER 31, 2009

	<u>2009</u> (\$US)	<u>2008</u> (\$US)
Cash Flow from Operating Activities		
Excess (deficiency) of revenues over expenses for the year	\$ (24,606)	\$ 17,838
Changes in non-cash working capital		
Accounts receivable	<u>(2,813)</u>	<u>-</u>
Net increase (decrease) in cash	(27,419)	17,838
Cash at beginning of year	<u>137,069</u>	<u>119,231</u>
Cash at end of year	<u>\$109,650</u>	<u>\$137,069</u>
Represented by		
Cash	\$ 47,419	\$ 75,013
Money market funds	<u>62,231</u>	<u>62,056</u>
	<u>\$109,650</u>	<u>\$137,069</u>

**WORLD ALLIANCE OF REFORMED CHURCHES
CARIBBEAN AND NORTH AMERICAN AREA COUNCIL**

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2009

1. Purpose of Organization

The Caribbean and North American Area Council is the regional expression of the World Alliance of Reformed Churches in the region of the Caribbean, USA and Canada. Its purpose is to develop directions for the activities, mission, theological research and reflection of this regional council during the period between World Alliance of Reformed Churches General Councils using the policies, priorities and directives approved by World Alliance of Reformed Churches General Council.

2. Significant Accounting Policies

The financial statements were prepared in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

(a) Revenue Recognition

The organization 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 or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

(b) Financial Instruments

The organization's financial instruments consist of cash, money market funds, accounts receivable and accounts payable which are classified as held for trading. These financial assets and liabilities are measured at their carrying amount, since it is comparable to their fair value due to the approaching maturity of these items. It is management's opinion that the organization is not exposed to significant interest, currency or credit risks arising from these financial instruments.

(c) Property and Equipment

No value is accorded to property and equipment for reporting purposes. Expenditures on property and equipment are charged as operating expense in the year of acquisition.

(d) Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

3. Currency

The financial statements are shown in US dollars. The exchange rate at December 31, 2009 was \$1 US = \$1.0466 Canadian (2008 \$1 US = \$1.0120 Canadian).

**WORLD ALLIANCE OF REFORMED CHURCHES
CARIBBEAN AND NORTH AMERICAN AREA COUNCIL**

**SCHEDULES OF CONTRIBUTIONS FROM MEMBER CHURCHES AND
CONFERENCES**

YEAR ENDED DECEMBER 31, 2009

	(\$US)
Contributions	
Presbyterian Church, USA	\$30,000
Presbyterian Church, Canada	2,574
Cumberland Presbyterian Church	3,500
United Church of Canada	<u>11,965</u>
Contributions from Member Churches	<u>\$48,039</u>
Conferences	
Uniting General Council	\$19,000
Covenanting for Justice	18,544
Global Theological Institute	17,500
Calvin Legacy Scholarship	10,000
Faith and Order- Crete	3,222
CANAAC-CANACOM	<u>2,022</u>
Conferences	<u>\$70,288</u>