



Financial Statements

**Maritime Conference Fund of The
United Church of Canada**

December 31, 2018

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Independent auditor's report

Grant Thornton LLP
Suite 500
633 rue Main Street, PO Box 1005
Moncton, NB
E1C 8P2
T +1 506 857 0100
F +1 506 857 0105

To the Members of
Fundy St. Lawrence Dawning Waters Regional Council and Regional Council 15

Qualified Opinion

We have audited the financial statements of Maritime Conference Fund of The United Church of Canada ("the Organization"), which comprise the balance sheet as at December 31, 2018, the statements of revenues and expenses, statement of changes in fund balances and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 Maritime Conference Fund of The United Church of Canada as at December 31, 2018, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many not-for-profit organizations, the Organization derives revenue from fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Organization therefore we were not able to determine whether any adjustments might be necessary to revenues, excess of revenues over expenses, assets and net assets.

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 Organization in accordance with the 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 opinion.

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

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 the Organization'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 Organization or to cease operations, or has no realistic alternative but to do so.

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

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 Organization'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 Organization'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 Organization 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.

Emphasis of matter

We draw attention to Note 2 which describes the organizational restructuring the United Church of Canada is working through which is effective January 1, 2019. Our opinion is not qualified in respect to this matter.

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.

Moncton, New Brunswick
April 18, 2019

Grant Thornton LLP

Chartered Professional Accountants

Maritime Conference Fund of The United Church of Canada

Balance Sheet
December 31

	General Fund	Bequest Fund	Special Funds	2018 Total	2017 Total
Assets					
Current assets:					
Cash	\$ 316,246	\$ -	\$ -	\$ 316,246	\$ 304,985
Funds held in trust (Note 5)	88,968	-	-	88,968	34,388
Restricted cash and equivalents (Note 13)	268,844	-	131,942	400,786	409,600
Short term investment	854,222	-	-	854,222	876,080
Accounts receivable (Note 6)	40,995	-	-	40,995	65,193
Prepays	7,339	-	-	7,339	9,437
Land held for resale (Note 12)	20,800	-	-	20,800	20,800
	1,597,414	-	131,942	1,729,356	1,720,483
Investments (Note 7)	-	214,266	-	214,266	206,125
Property and equipment (Note 8)	2,694,724	-	-	2,694,724	2,794,827
	\$ 4,292,138	\$ 214,266	\$ 131,942	\$ 4,638,346	\$ 4,721,435
Liabilities					
Current liabilities:					
Accounts payable and accrued liabilities	\$ 159,017	\$ -	\$ -	\$ 159,017	\$ 102,435
Funds held in trust (Note 5)	88,968	-	-	88,968	34,388
Unearned revenues (Note 9)	371,609	-	-	371,609	410,468
Current portion of private mortgages and loan (Note 11)	854,486	-	-	854,486	1,048,987
	1,474,080	-	-	1,474,080	1,596,278
Long-term Liabilities:					
Deferred contributions (net) (Note 10)	1,263,482	-	-	1,263,482	1,186,671
Total liabilities	2,737,562	-	-	2,737,562	2,782,949
Fund balances					
Externally restricted	-	214,266	131,942	346,208	346,881
Internally restricted (Note 13)	268,844	-	-	268,844	268,844
Unrestricted	1,285,732	-	-	1,285,732	1,322,761
	1,554,576	214,266	131,942	1,900,784	1,938,486
	\$ 4,292,138	\$ 214,266	\$ 131,942	\$ 4,638,346	\$ 4,721,435

On behalf of the Executive: Fundy St. Lawrence Dawning Waters Regional Council and Regional Council 15

Executive Minister

Janet MacNeil-McGill

See accompanying notes to the financial statements.

**Maritime Conference Fund of
The United Church of Canada**
Statement of Revenues and Expenses
Year ended December 31

	General Fund	Bequest Fund	Special Funds	2018	2017
Revenues					
Allocations from Presbyteries and Bermuda Synod	\$ 934,366	\$ -	\$ -	\$ 934,366	\$ 934,366
Grants from The United Church of Canada	30,000	-	-	30,000	194,097
Event receipts	54,075	-	-	54,075	66,924
Other	108,904	-	-	108,904	159,766
Interest earned	-	-	12,393	12,393	11,939
Amortization of financial campaign contributions	35,188	-	-	35,188	32,388
	1,162,533	-	12,393	1,174,926	1,399,480
Expenses					
Executive	23,590	-	-	23,590	50,429
Administration	32,846	-	-	32,846	29,440
Interest on long-term liabilities	43,021	-	-	43,021	62,890
Office operation	76,037	-	-	76,037	70,704
Salaries and benefits	577,941	-	-	577,941	562,232
Staff travel	14,345	-	-	14,345	17,247
Standing committees	258,817	-	-	258,817	331,802
Grants to agencies and institutions	50,000	-	-	50,000	50,000
Amortization of property and equipment	101,107	-	-	101,107	101,736
Grants	-	-	21,207	21,207	6,508
	1,177,704	-	21,207	1,198,911	1,282,988
Other income and expenses					
Unrealized (loss) gain	(21,858)	-	-	(21,858)	70,370
Excess of (expenses over revenue)/ revenues over expenses	\$ (37,029)	\$ -	\$ (8,814)	\$ (45,843)	\$ 186,862

See accompanying notes to the financial statements.

**Maritime Conference Fund of
The United Church of Canada**
Statement of Changes in Fund Balances
Year ended December 31

	General Fund		Bequest Fund	Special Fund	2018	2017
	Internally Restricted	Unrestricted				
Fund balances, beginning of year	\$ 268,844	\$ 1,322,761	\$ 206,125	\$ 140,756	\$ 1,938,486	\$ 1,751,624
Excess of (expense over revenues)						
revenues over expenses	-	(37,029)	-	(8,814)	(45,843)	186,862
Transfer to Bequest Fund	-	-	8,141	-	8,141	-
Fund balances, end of year	\$ 268,844	\$ 1,285,732	\$ 214,266	\$ 131,942	\$ 1,900,784	\$ 1,938,486

See accompanying notes to the financial statements.

Maritime Conference Fund of The United Church of Canada

Statement of Cash Flows

Year ended December 31

	2018	2017
Increase (decrease) in cash and equivalents:		
Operating		
Excess of (expense over revenues) revenues over expenses	\$ (45,843)	\$ 186,862
Amortization of financial campaign contributions	(35,188)	(32,388)
Amortization of property and equipment	101,107	101,736
Unrealized (gain) loss on investment	21,858	(70,370)
Change in non-cash working capital:		
Accounts receivable	24,198	15,479
Prepays	2,098	1,722
Accounts payable and accrued liabilities	56,582	18,579
Unearned revenues	(38,859)	(58,518)
	85,953	163,102
Financing		
Restricted contributions		
- From property sales (Note 14)	78,796	104,229
- From financial campaign donations	33,204	49,474
Proceeds from funds held in trust (Note 5)	54,579	(63,091)
Repayment of long-term liabilities	(194,501)	(202,631)
	(27,922)	(112,019)
Investing		
Expenditures on capital assets	(1,004)	-
	(1,004)	-
Net increase in cash and equivalents	57,027	51,083
Cash and equivalents, beginning of year	748,973	697,890
Cash and equivalents, end of year	\$ 806,000	\$ 748,973
Cash and equivalents, end of year, consist of the following:		
Cash	\$ 316,246	\$ 304,985
Funds held in trust (Note 5)	88,968	34,388
Restricted cash	-	409,600
	400,786	-
	\$ 806,000	\$ 748,973

See accompanying notes to the financial statements.

Maritime Conference Fund of The United Church of Canada

Notes to the Financial Statements
December 31, 2018

1. Nature of operations

The Maritime Conference Fund of The United Church of Canada (the "Organization") is a Court of The United Church of Canada operating in the Maritime Provinces of Canada. Its principal activities include the provision of services to the presbyteries and pastoral charges affiliated with The United Church of Canada in the region and in Bermuda. It is a registered charity under the *Income Tax Act*. The Organization relies on allocations from presbyteries to support its activities.

2. Restructuring

In 2012, the United Church of Canada began a comprehensive review of their organizational structure. As part of this review the United Church of Canada established the Boundaries Commission to review the geographic regions making up the new regional councils. The final report issued February 27, 2018 established 16 regional councils for Canada and Bermuda. The Maritime Conference will be split between proposed regional council 14 and 15. The United Church of Canada is working through the implications related to these changes which take effect January 1, 2019.

The United Church of Canada applied to have a parliamentary legislative amendment to the United Church of Canada Act "the Act" creating Regional Councils which replace Conference or Presbytery governing bodies.

The United Church of Canada used its governing body the General Council to create 16 Regional Councils in July 2018. During 2018, the Maritime Conference Fund, through the Conference Executive, passed motions to disburse the net assets of the Maritime Conference Fund to General Council, Fundy St. Lawrence Dawning Waters Regional Council (Regional Council 14) and Regional Council 15.

The net assets will be distributed as follows (figures rounded to nearest thousand):

	General Council	Regional Council 14	Regional Council 15
Assets			
Cash and restricted cash	\$ 15,000	\$ 379,000	\$ 412,000
Investments	-	470,000	599,000
Property and equipment	2,695,000	-	-
Other assets	-	22,000	47,000
	2,710,000	871,000	1,058,000
Liabilities			
Accounts payable and accrued liabilities	15,000	65,000	79,000
Unearned revenues and funds held in trust	-	251,000	209,000
Private mortgage and deferred contributions	2,118,000	-	-
	2,133,000	316,000	288,000
Net assets	\$ 577,000	\$ 555,000	\$ 770,000

Maritime Conference Fund of The United Church of Canada

Notes to the Financial Statements

December 31, 2018

3. Summary of significant accounting policies

Basis of presentation

The Organization has prepared these financial statements in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO").

(a) Fund accounting

The Organization follows the restricted fund method of accounting for contributions.

The General Fund accounts for the Organization's delivery of services and administrative activities. This fund reports unrestricted resources and restricted operating grants.

The Bequest Fund reports the assets, liabilities, revenues and expenses related to the assets bequeathed to the Organization.

The Special Funds report the assets, liabilities, revenues and expenses related to the Organization's twelve funds that have been set up for specific purposes.

(b) Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks and short-term deposits. Bank borrowings are considered to be financing activities.

(c) Property and equipment

Property and equipment are recorded at cost. Any contributed property and equipment is recorded at the date of the contribution. Property and equipment is amortized on a straight-line basis over their estimated useful lives as follows:

Land improvements	5%
Buildings at Sackville, NB	
21 Wright Street	2.5%
Equipment	
Office equipment and furniture	10%
Computer hardware	20%

When property and equipment no longer has any long-term service potential to the Organization, the excess of its carrying amount over any residual value is recognized as an expense in the statement of operations. Any write-downs recognized are not reversed.

(d) Post retirement benefit plan

The employees of the Organization participate in a defined benefit pension plan administered and held nationally by The United Church of Canada. The Organization is not responsible for the obligations due for the employees under this employee benefit plan.

(e) Revenue recognition

Restricted contributions are recognized as revenue of the appropriate restricted fund in the year in which the contribution is received or receivable. Restricted contributions for the purchase of property and equipment that will be amortized are deferred and recognized as revenue at the same rate of amortization as the related property and equipment. All other restricted contributions for which there is no restricted fund are recognized as revenues when the related expenses are incurred in the general fund.

Unrestricted contributions are recognized as revenue of the general fund when received or receivable if the amount can be reasonably estimated and receipt is reasonably assured.

Investment income earned on restricted investments is recognized as revenue as it is earned in the appropriate fund. Other investment income is recognized in the general fund statement of operations.

Maritime Conference Fund of The United Church of Canada

Notes to the Financial Statements

December 31, 2018

3. Summary of significant accounting policies (continued)

(f) Use of estimates

In preparing the Organization's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, and reported amounts of revenues and expenses. Management determines these estimates based on the assumptions that reflect the most probably set of economic conditions and planned courses of action. Items subject to management estimates include estimated useful lives and residual values of property and equipment. These estimates are reviewed periodically and adjustments are made in operations as appropriate in the year they become known. Additionally, management reviews the carrying amount of items in the financial statements at each balance sheet date to assess the need for revision and for any possibility of impairment.

(g) Amounts held in trust - Financial Services

Due to the Organization's legal status, management was instructed by legal counsel that the Organization is unable to enter into certain legal contracts. Financial Services of the Maritime Conference of The United Church of Canada, Inc. ("Financial Services") was incorporated in 1987 to assist The United Church of Canada, Presbyteries, Pastoral Charges, local congregations and groups within a congregation and the Organization by holding in trust properties and entering into certain contracts, among various other financial services, on behalf of the aforementioned entities. Financial Services holds in trust all of the investments of the Bequest and Special Funds.

Financial Services, in signing documents respecting the purchase of land at 21 Wright Street in Sackville NB, construction of the facility, related mortgage documents, and any other documents securing the mortgage loan such as insurance, has acted solely in its capacity as nominee and "bare trustee" on behalf of the Organization. The Organization is the sole owner and beneficiary of the land, buildings, furnishings and equipment contained therein. The Organization is the principal debtor and obligor of the Mortgage.

(h) Funds held in trust - Cash and property

Cash and property held in trust arise from the disbandment of churches and camps governed under the Maritime Conference Fund of the United Church of Canada. The decision to disband a church or camp is made by the laypeople of the congregation as well as the local Presbytery. The Manual of The United Church of Canada indicates that if a church or camp is disbanded, the respective Conference is responsible for the remaining assets. This responsibility includes discharging any remaining liabilities and expenses, listing the property for sale, and maintaining the property in good working order until sale occurs.

When an organization has been disbanded, the Conference recognizes the cash received as funds held in trust with a corresponding liability of funds held in trust. All other assets of the disbanded property are recognized at a nominal amount (\$1) as the fair value of the specialized assets is not determinable until the actual sale occurs.

Upon sale of the property, the proceeds are recognized as funds held in trust and recorded as a corresponding liability of funds held in trust. The distribution of any residual cash remaining after discharging the costs associated with the property is determined by the Conference Executive with advice from the applicable Presbytery. The Conference records allocations in the general fund once approved by the Conference Executive and the applicable Presbytery.

Maritime Conference Fund of The United Church of Canada

Notes to the Financial Statements
December 31, 2018

4. Financial instruments

The Organization considers any contract creating a financial asset, liability or equity instrument as a financial instrument. The Organization's financial instruments consist of cash and cash equivalents, accounts receivable, restricted cash, accounts payable, mortgages, investments and funds held in trust.

The Organization initially measures its financial assets and liabilities at fair value adjusted for transaction costs. Transaction costs related to financial instruments subsequently measured at fair value are recorded in the statement of revenues and expenses on initial measurement. The Organization subsequently measures all of its financial instruments at amortized cost.

The risks that arise from financial instruments include market risk, credit risk and liquidity risk. Unless otherwise noted it is management's opinion that the Organization is not exposed to other price risks arising from financial instruments.

Credit risk

Credit risk includes the potential financial loss that may be experienced by the Organization caused by debtors failing to honour its obligations to the Organization. Accounts receivable on allocation from presbyteries exposes the Organization to credit risk along with investments. The Organization has assessed this risk as low based on collection history.

Liquidity risk

Liquidity risk is the risk that the Organization may not have the cash available to satisfy financial liabilities as they come due. The Organization is, therefore, exposed to liquidity risk with respect to its accounts payable and accrued liabilities and its mortgage and loan.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. The Organization is exposed to interest rate risk.

(i) Interest rate risk

Interest rate risk is the potential for loss arising from changes to interest rates. Financial instruments that potentially subject the Organization to interest rate risk are the mortgages and investments. The Organization does not hedge interest rate risk.

Maritime Conference Fund of The United Church of Canada

Notes to the Financial Statements
December 31, 2018

5. Funds held in trust

	2018	2017
Church and camp funds held in trust:		
Funds held for Region 15	\$ 31,269	\$ -
McKinleyville United Church	15,561	16,211
Milltown NB UC	39,521	-
Dorchester United Church	-	9,157
	\$ 86,351	\$ 25,368
Other funds held in trust:		
Emergency funding	\$ 1,393	\$ 1,393
Learning grants	1,224	7,627
	\$ 2,617	\$ 9,020
	\$ 88,968	\$ 34,388

During the year (and prior years), the Organization received proceeds from various churches and camps as a result of their disbandment (Note 2 (h)). These funds are held in trust until the distribution is approved by the Conference Executive and the applicable Presbytery.

During the year, the Conference Executives and local Presbyteries approved distributions related to funds held in trust for St. Matthews United Church Marble Mountain of \$10,000, Dorchester United Church of \$7,634, McKinleyville United Church of \$650, M&S Endowment Fund United Church of \$1,523 and Milltown NB United Church of \$4,961.

The United Church of Canada and certain other agencies related to the activities of that organization have deposited monies with the Organization which are to be disbursed upon the direction of these agencies. Certain other amounts are received on behalf of The United Church of Canada and are payable to that organization.

6. Accounts receivable

	2018	2017
Allocations from Presbyteries	\$ 25,634	\$ 47,837
Miscellaneous	8,502	3,098
HST/GST rebates – 50% of HST/GST paid	5,111	12,510
Accrued interest	1,748	1,748
	\$ 40,995	\$ 65,193

Maritime Conference Fund of The United Church of Canada

Notes to the Financial Statements
December 31, 2018

7. Investments

Bequest fund

Investment certificates issued and held in trust in (Note 2 (g)) by Financial Services.

	2018	2017
Investment – interest for distribution as bursaries for ministerial candidates		
Aitken Memorial Trust	\$ 5,000	\$ 5,000
Vera Dickey bequest	17,614	17,614
Wesley Memorial United Church	2,000	2,000
	24,614	24,614
Investment – interest for distribution as support for special projects		
MacRae Belliveau	8,141	-
William A. Crawford Trust	1,975	1,975
Annie V. King Bequest	23,000	23,000
Guy R. King Bequest	75,331	75,331
Edith MacPherson Bequest	5,000	5,000
Metzler Bequest	822	822
Agnes J. Ross Bequest	36,383	36,383
J. Oscar Young Bequest	39,000	39,000
	189,652	181,511
	\$ 214,266	\$ 206,125

8. Property and equipment

	Cost	Accumulated amortization	2018 Net book value	2017 Net book value
Property at 21 Wright Street, Sackville, NB,				
Land	\$ 166,907	\$ -	\$ 166,907	\$ 166,907
Land improvements	94,359	(29,806)	64,553	69,271
Building, offices, meeting rooms and archival space	2,830,758	(457,808)	2,372,950	2,443,719
Office equipment and furniture	117,406	(76,103)	41,303	53,045
Archives equipment, including rolling shelving	178,780	(130,572)	48,208	61,885
Computer hardware and peripherals	29,869	(29,066)	803	-
	\$ 3,418,079	\$ (723,355)	\$ 2,694,724	\$ 2,794,827

Maritime Conference Fund of The United Church of Canada

Notes to the Financial Statements

December 31, 2018

9. Unearned revenues

	2018	2017
Grants received, unexpended balances held for projects in future years		
Beginning of year	\$ 40,125	\$ 53,852
Add: amounts received for future projects and programs	9,927	20,956
Less: amounts recognized as revenue in year	(16,218)	(34,683)
End of year	\$ 33,834	\$ 40,125
Church and camp closure proceeds to be used for future programs		
Camping ministry	193,883	218,778
Conference Youth Opportunities	66,065	77,565
Internship sites	74,000	74,000
Finance and properties	3,827	-
End of year	\$ 337,775	\$ 370,343
	\$ 371,609	\$ 410,468

10. Deferred contributions

The Organization has received donations designated as contributions toward the cost of the new facility. These contributions and others anticipated to be received as the result of a campaign for contributions for the new facility and other needs of the Organization, which began in late 2011, are recognized as revenues in the year in which the related expenses are incurred.

	2018	2017
Financial Campaign proceeds received to date	\$ 1,407,505	\$ 1,295,506
Amortization of restricted contributions	(144,023)	(108,835)
	\$ 1,263,482	\$ 1,186,671

The restricted contributions are amortized at 2.5%, the same rate as the building, the related acquired asset.

Maritime Conference Fund of The United Church of Canada

Notes to the Financial Statements
December 31, 2018

11. Private mortgages

The Organization, with Financial Services (see Note 2 (g)), acting on its behalf, entered into an agreement with the individuals who sold the land to them for the provision of \$1,900,000 to assist in payment for the construction of the facility, secured by collateral mortgages on the property. The current terms of the loan were renegotiated during the year and the new agreement has not yet been finalized. Based on negotiations the terms are as follows. The mortgage is repayable in monthly instalments of \$11,635, including interest at 4.5% on 10 year amortization. There is also a provision allowing additional payments, without penalty, of up to 10% of the principal then outstanding on each anniversary date.

	2018	2017
Amount borrowed to date	\$ 1,900,000	\$ 1,900,000
Principal paid to date	(1,045,514)	(851,013)
Principal outstanding at date	854,486	1,048,987
Current portion	854,486	1,048,987
	\$ -	\$ -

The Organization has committed to indemnify Financial Services (Note 2 (g)) for any costs that the entity may incur in relation to deeds, contracts and mortgage agreements that it has signed on behalf of the Organization, and any costs that may result in holding the properties in trust for the Organization.

The principal payment commitments remaining on the private mortgages are set out below;

Year	Private mortgages
2019	103,621
2020	108,336
2021	113,266
2022	118,421
2023	123,810

Maritime Conference Fund of The United Church of Canada

Notes to the Financial Statements
December 31, 2018

12. Non-monetary transaction

The Organization received an unrestricted contribution of land which had a value of \$20,800 in 2013. This transaction was measured and recognized based on the fair market value of the land received and was included in other revenue on the statement of revenues and expenses.

The Organization has listed the land for sale and as such, it is classified on the balance sheet as land held for resale.

13. Internally restricted funds

The contingency reserve fund internally restricts excess cash to offset potential future changes in funding support and to cover other contingencies or expenditures not included in the annual approved operating budget.

14. Restricted contributions received

As a result of various church and camp sales during the year, the Organization has received funds from property sales as follows, which are restricted for various initiatives as determined by the Organization:

	2018		2017
Stewiacke Pastoral Charge	\$ 45,000	Stewiacke Pastoral Charge	\$ -
St. Matthews UC	9,445	St. Matthews UC	-
Hicks Lemoine-Bayfield		Hicks Lemoine-Bayfield	-
Little Chemogue PC	5,389	Little Chemogue PC	-
Dorchester UC	3,806	Dorchester UC	-
Immanuel UC	3,756	Immanuel UC	-
St. Andrews UC	2,330	St. Andrews UC	-
Escuminac UC	6,000	Escuminac UC	5,000
Wesley UC	3,070	Wesley UC	4,961
Orangedale UC	-	Orangedale UC	6,728
Bayfield Little Shemogue PC	-	Bayfield Little Shemogue PC	3,611
Renwick UC	-	Renwick UC	2,756
Trinity UC	-	Trinity UC	6,219
Salisbury PC Manse	-	Salisbury PC Manse	25,000
Kouchibouquac UC	-	Kouchibouquac UC	540
Steeves Memorial UC	-	Steeves Memorial UC	36,523
Northumberland PC Manse	-	Northumberland PC Manse	12,891
	\$ 78,796		\$ 104,229