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ANNUAL GENERAL MEETING

NORTHVIEW COMMUNITY CHURCH

ABBOTSFORD + MISSION

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Northview Community Church Annual General Meeting Information Package

Tuesday, November 26, 2024, at 7:00pm

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Northview Community Church Annual General Meeting Agenda

Tuesday, November 26, 2024 at 7:00pm

CALL TO ORDER

Worship	Participation	Andrew Geddert
Welcome		Darryl Kropp
Agenda	Acceptance	Darryl Kropp
Minutes	Motion 1	Darryl Kropp
Procedure	Information	Darryl Kropp
Devotional	Information	Dan Burslem
Prayer	Participation	Ezra Okoti

BUSINESS

Moderator Report	Information	Darryl Kropp
Lead Pastor Repot	Information	Mark Burch
Development Committee Report	Information	Bruce Styles
Stewardship Report and Budget	Motion 2	Bruce Belsher
Worship	Participation	Andrew Geddert
Meeting close	Information	Darryl Kropp



Congregational Meeting Minutes

Tuesday, June 25, 2024, at 7:00 pm
Center Court, Downes Road Campus

CALL TO ORDER

WORSHIP - Frank Sawatsky, Worship Pastor

DEVOTIONAL / PRAYER - Phil Routly, Elder

BUSINESS

MINUTES / PROCEDURE - Darryl Kropp, Moderator

Motion 1: **That the Minutes of the Annual General Meeting on November 28, 2023, be accepted as written.**
MOTION PASSED

Brief overview of the agenda for the evening.

MODERATOR REPORT - Darryl Kropp

This meeting marks the end of a term for three of our Elders who have made big contributions over the years:

- 1) Phil Routly has been an Elder for 13 years. He most recently led our Governance Committee and had been writing our monthly COE Reports. He will continue to be on some of our Committees.
- 2) Sean Allison is currently in Africa with Wycliffe. Sean has been an Elder for 3 years with a focus on Missions and leadership of our Discernment Committee.
- 3) Marv Klassen is wrapping up his second tour as a Northview Elder for a total of 20 years. Marv has played an important role as our resident historian, a policy expert, and most recently was leading the Governance Committee. We continue to pray for Marv and his family as they walk the challenging path of his cancer diagnosis.

Each will be greatly missed. Jeff Gamache, our Discernment Committee Chair, is actively working to identify Elder candidates.

LEAD PASTOR REPORT - Mark Burch

Looking Back

- 15% growth in all of our sites and services. We thank God for the many people who have entered through our doors who have never been to church in their life.
- Budget giving has remained strong even throughout our building campaign.
- We are pressing forward on the development of a new building.



Great crowds do not make us a church. We can see the increase in people joining the Membership of the church and that 133 people have been baptized since last July 1, 2023. Life transformation is harder to measure. Our pastoral team is continually evaluating and asking ourselves how we can turn up the dial on evangelism, prayer, discipleship, and missions.

Looking Forward

- New building challenges:
 - Praying that we can move into the new building debt free.
 - How will we fill it? Who are the people that will come to fill those seats?
 - Moving into a room that has lots of space, feels different. How do we prepare for that?
 - The financial realities of donor fatigue coming out of the building campaign as we will want to increase our ministries. How do we anticipate that and pray into that?
- Cultural challenge of churches closing:
 - How many can be revitalized before they close? How many can be planted? How do we capture those buildings?
 - We are currently in the formation stage of putting together a group of individuals / platform to capture church buildings before they are torn down.
- Recommitment to continue to the training and development of partnerships for new churches - multiplication partnerships, church planting across Canada, and our Leadership Development track - MAP, Immerse Program, and a new partnership for credit granting with CBC.
- Ezra is moving sideways from Executive Pastor of Ministry Development to the Executive Pastor for Multiplication role.
- BCMB is partnering with City to City Canada - sending leaders to be part of the training for revitalizing churches that are struggling.

Please join us in continuing to ask God to call out young leaders to pastor and plant and for sending teams to move with them.

DISCERNMENT COMMITTEE REPORT - Jeff Gamache, Chair

The Committee is actively discerning elders that will represent all of our sites and campuses. The discernment process includes filling out a Theological Questionnaire, assigned reading on eldership and governance, working on Elder Committees and potentially mentorship and theology classes.

Motions - Graham Nickel, Assistant Moderator

MOTION 2: Reaffirmation of Darryl Kropp as Elder of Northview Community Church.
MOTION PASSED

MOTION 3: Reaffirmation of Bruce Belsher as Elder of Northview Community Church.
MOTION PASSED



THEOLOGY COMMITTEE REPORT - Graham Nickel, Chair

The Theology Committee does not meet all the time, but is called on at times to tackle the tough issues. The Committee in the last few months has put together a paper on Grace and Truth that will be an inhouse guide for pastors and leaders. The elders field a lot of questions about this issue and are paying very close attention and know how delicate this issue can be. There will be an opportunity to read the paper in the coming months.

DEVELOPMENT COMMITTEE REPORT - Bruce Styles & Dan Burslem, Chair / Co-Chair

Mission Campus - The Mission campus is seeing many new faces, however the church facilities are old and we are having space issues. The Strategic Planning Commission did a study that showed of the 45,000 people in Mission there are only 2000 people who are attending church. The Commission has done a feasibility study on our property and building and a strategic plan was presented to the COE in April and received unanimous support. We are starting to move toward how we are implementing some of the recommendations that were part of our strategic plan.

Downes Road Campus - Forty years ago a small congregation met to review and approve the site for the building that we are in today. We prayed tonight with the founding pastor of this church. We are grateful for the commitment of that team of people and the long term investment to support the growth of a gospel centered church that would benefit us as part of the next generation and beyond. We are grateful for their sacrifice and vision. We are here today to commit to a new strategic plan investing for the future of the gospel in Abbotsford and the growing Fraser Valley.

In 2020 we committed to a plan and approved a budget to complete in February of 2022. We are thankful for that pause. Our presentation is a result of careful planning and many discussions with the design team, the facilities staff, management, architects, and consultants to bring to you today what we believe is a much superior facility with some great long term benefits. We also feel there has been a real improvement in the overall appearance of the inside and the outside compared to our original concept back in 2020.

- The sanctuary building has been integrated into the ministry center to function as one building.
- The sanctuary seating capacity has been increased to 2100 seats.
- Expanded a Quiet Room on the main floor and additional space on the mezzanine floor with extra rooms.
- We have gained a 3000 sq. ft. shop and mechanical building in the basement with minimal costs. Overall 9000 sq. ft. above subgrade.
- Sanctuary access to the second level ministry center.
- Main entrance to the sanctuary will be on the south side of the building. Most parking around the rear of the property. East side and front parking as well.
- The large foyer space will look like you are entering one building.

Break for voting

STEWARDSHIP COMMITTEE REPORT - Bruce Belsher, Chair

Many thanks to Ruth Ross (Finance Director), Chrissy Fehr (Contributions Bookkeeper Coordinator), and Delayne Nickel (Purchase and Travel Coordinator). The work that they do is monumental.

Five Big Ideas

1. Psalm 127:1a - If God doesn't build the house, you build a shack.
2. Good news - we are going to be balanced. Bad news - we missed the giving target by \$500,000.



There were vacancies and some things we budgeted for were not needed, we also cut back on some church planting initiatives. General giving was up 2.4% over last year. Overall giving is 27% higher.

3. Since the April 2023 approval meeting, we are at 81% of the \$30,000,000 - cash and pledges we have \$24,300,000. As of May we are 62% of cash on hand. We have \$11,000,000 more to go.
4. How did we get to that \$30,000,000 target - 2019 values, \$25,000,000 for the building, \$2,000,000 contingency, \$3,000,000 for renovations. Since that time, we have had 4 years of inflation - at least 18%. We will have a much firmer estimate in the Fall.

BUDGET - Jonathan Giesbrecht, Executive Pastor of Administration

Highlight of page 35 in the package. Last year we created a stretch budget of about \$10,000,000. We were short of that by about a half a million. Looking at a target for next year's budget that is about \$200,000 / \$250,000 ahead of what our target is. Is a stretch but we don't feel it is an unreasonable stretch. We have seen our capacity to give.

Overview of the budget changes:

- Page 33 shows the high overview changes in personnel. About \$250,000 higher. Biggest change is the added staff.
- Insurance premiums went up, ministry increases such as Children's Ministry, and Kitchen costs for Saturday night meals..
- Note that it looks like we are cutting Mission Campus' budget by \$2,000 but that is not a cash consideration.
- Multiplication has come down to accommodate some of the increases we have seen.

MOTIONS - Darryl Kropp

Q&A - Questions were brought forward and answered.

MOTION 4: **That the Membership approve a revenue and expenditure budget of \$10.25 million for Northview Church.**
MOTION PASSED

MOTION 5: **That the Membership approve a revenue and expenditure budget of \$900,000 for Praxis.**
MOTION PASSED

CLOSE - Darryl Kropp

Meeting adjourned at 9:40pm



MODERATOR'S REPORT

The elders are grateful for this season of stability and growth as we strive to be a church that helps people become deeply rooted followers of Jesus. Mark and our amazing team of pastors, staff, and volunteers are such a blessing to us and we work shoulder to shoulder in this ministry.

While other meetings seem to be jam packed with motions, this one really only has one - to accept the financial statements that have been reviewed and recommended by the Stewardship Committee and the Council of Elders (COE). The statements (attached) have been reviewed by KPMG and describe a financially healthy church with strong fundamentals. God has blessed us indeed.

The Stewardship Report also details giving to the building campaign. Between cash and pledges, we are almost at \$25 million! This is great and we are so thankful for the faithfulness of our congregation in supporting this campaign. You will read in the Development Committee report (page 14) that the building is getting closer to kick-off and we now know that the cost will be higher than originally planned due to inflation and increases to the square footage of the building. The report also details plans for significant renovation in Mission to enable ministry as the campus continues to grow.

Northview's vision is to have a healthy local church within the reach of every Canadian. We are steadfast in our work to this end. The Multiplication report (page 11) describes the work we have done to date and exciting plans for the future. Our support for Praxis (Kelowna) and our upcoming Chilliwack campus are to this end. We are excited to have Luke Etelamaki join Northview in January to begin the work of planting in Sardis!

Please take time to read through the various reports that will not be presented at the AGM but are important in describing the work of the COE (committees) and pastors (reports). These include the Theology Committee's work on human sexuality, the Discernment Committee's work to vet the next generation of elders and committee members, and the Personnel Committee's work to maintain our employment and compensation practices. And of course, my favorite, how the Governance Committee endeavors to continuously adapt and improve how we are governed as an organization.

Let us continue to pray for Northview and seek God's will for his church. The elders and pastors appreciate your prayers as we endeavor to lead with wisdom and humility.

Respectfully submitted by Darryl Kropp, Moderator



LEAD PASTOR REPORT

MINISTRY YEAR UPDATE

As we gather for our AGM, we are 3 months into our ministry year and, by God's grace, we can celebrate a strong start to the year. As you well know, the work of the Spirit of God is hard to quantify in measurable terms. You may have heard of the "3-B's" of "Bodies, Bucks & Buildings" which are easy to see and measure, but don't tell you the full story of what is happening in people's hearts.

The better questions we might ask include:

- Are new people coming to faith in Christ?
- Are disciples growing deeper in their knowledge of the Word and their love for the church?
- Are people turning away from sin and growing in holiness?
- Is there evidence of the fruit of the Spirit in our personal lives and our corporate identity?

To all of the above, I know we can certainly say *"Yes, God is working in our lives in all these ways!"*

As we look at these outward signs of health, the things that are easy to measure, we have much to thank God for! Our weekend attendance has grown by 10% over this time last year, our year-to-date giving has grown (see finance report) and we recently celebrated the baptisms of 60 people across all sites!

Praise God for these indicators of the Holy Spirit's work among us!

LOOKING FORWARD

At this mid-year congregational meeting I simply want to highlight some of the areas of ministry that happen somewhat behind the scenes but are critical to our vision and mission. The day-to-day, and week-to-week programming, Bible Studies, and Community Group activities will be well-known to most of our members. What you may not know are some of the details of our leadership development and multiplication departments.

Leadership Development

Pastor Ezra and I were recently invited to take part in a national "Leadership Pipeline Crisis Symposium." That's a fancy way of saying that the "capital C" church has an impending leadership crisis on the horizon! On average 625 pastors retire each year, and our bible schools and seminaries are not producing even a fraction of that number of new leaders.

Whatever the solution looks like moving forward, it is clear that the local church needs to take back the priority of pastoral leadership development. I'm grateful for the vision of Pastor Jeff and our Council of Elders to pursue partnerships with accredited schools that have allowed us to train pastors "in-house" through our Ministry Apprenticeship program (under-grad) and our Immerse program (Master's level).



As we look to the future, we see an expansion of our partnerships with sister churches, to be able to offer local church ministry experience, alongside formal educational training. Our partnerships with Northwest Baptist and Mennonite Brethren seminaries, and Columbia Bible College, allow us an opportunity to invest strategically in the lives of young men and women considering vocational ministry.

Additionally, Pastor Ezra is now giving full-time leadership to our Multiplication and Leadership Development departments, and we look forward to re-starting our Church Planter's Residency that was paused post-Covid.

Multiplication

Pastor Ezra will have a fuller update, but a highlight for me was to participate in our first Church Planters Retreat where Northview was able to host 23 planting couples from across the nation. These planters represented 8 provinces and 6 denominations. What a joy to see that God is raising up leaders for planting and replanting of churches.

Additionally, I asked our finance team to total up the donations Northview has made to the capital campaigns of our partner plants over the past 5 years. *Since 2019 we have raised just over \$1.5M above our unified budget for several planting projects!* Including:

- Midtown Church (Vancouver),
- Calvary Baptist Church/Mile One Mission (St John's NFLD),
- Northern Cross Church (Goose Bay LB),
- Creekside Church (Dawson Creek)
- Christ Church (Toronto)
- Tri-City Church (PoCo)
- Christ City Church (Vancouver)
- Harrison Re-Plant (Harrison Campus of Central Church - CHWK)

We have planting partnerships with C2C Collective, City to City Canada, Acts29, Mile One Mission, and emerging conversations with Village Missions and Grace Network. God is opening many doors for us as we prayerfully look to the day when there is a gospel-centered church within reach of every Canadian.

Please continue to pray that God would raise up workers for the harvest!

Closer to Home

Finally, it should be obvious that the majority of our time and energy as a staff team is being spent on "our own backyard" here in the Fraser Valley. Abby/Mission represent over 210K souls who matter to Jesus! With our plans to expand into Chilliwack we are reminded by our partners already working there, that over 90% of Chilliwack residents do not have a connection to a local church.



Here at home, we continue to press into the opportunities and challenges of discipleship for our growing church family. The training of children in the gospel, the strengthening of marriages, care for the grieving, and help for the broken are constant agenda topics for our pastoral team.

We are all eagerly waiting for the start of our new worship center and are trusting that the delays in timing are God's sovereign way of sharpening and refining our plans for greater ministry effectiveness when the doors finally open. Join me in praying that God will fill these seats with people who are currently "far from God."

Above all, we recognize our great need for a move of the Spirit of God across our nation, and right here in our own community. Would you join me in praying that God would do in our day something that we have not seen in our lifetime - the awakening of our nation!

It is true that the "tide" of evangelicalism has been in decline for the past 60-70 years - but inevitably as tides go out - they also return to shore! May we live to see the day of a resurgence of the gospel in our nation. That desire begins with each of us on our faces before God in prayer! Above anything else I've written in this short update, it would be the request that you join me in unified, earnest prayer for our families, our church, our city and our world!

I love the promise of Habakkuk 2:14: "For the earth will be filled with the knowledge of the glory of the LORD as the waters cover the sea."

I love it even more when you read it in the great context of the book - which starts with the question: Habakkuk 1:2 - "O LORD, how long shall I cry for help, and you will not hear?"

When we are tempted to cry with Habakkuk "How long O LORD!!!!?" - may we also have faith to look to the horizon and envision the coming day - when the glory of the Lord - WILL BE KNOWN!!!

May it be in our day Lord - may it be in our day!!

Thanks for reading this far!

For His Glory,
1 Corinthians 15:58

Respectfully submitted by Mark Burch, Lead Pastor



MULTIPLICATION REPORT

We are deeply grateful for the privilege to partner with local churches and church planting agencies in training pastors and planting churches across Canada. Below is a summary of what God has enabled us to achieve.

Canadian Church Planting

Our bold, audacious goal is to see a gospel-proclaiming church within reach of every Canadian! While ambitious, we know we can't accomplish this alone. We collaborate with like-minded churches and church-planting agencies across Canada to pursue this vision for God's glory. Over the past five years, these partnerships have led to the planting of new churches in:

- Kilbride, NL
- St John's, NL
- Charlottetown, PEI
- Ottawa, ON
- Goose Bay, LB
- Halifax, NS
- Harrison, BC
- Vancouver, BC
- Edmonton, AB
- Nanaimo, BC
- Surrey, BC
- Dawson Creek, BC

We also have three additional church plants in development for the coming year in Montreal, QC; Maple Ridge, BC; and Chilliwack, BC. Thank you for your prayers, generosity, and support as we work to spread the gospel across Canada.

Church Planting Retreat

In October 2024, Northview hosted a Church Planters Retreat, inviting 23 church-planting couples and 8 church-planting network leaders from across the country. This gathering offered time for fellowship, prayer, networking, training, and teaching. Our plenary speakers included Dr. John Neufeld (Back to the Bible Canada), Dr. Dave Currie (Doing Family Right), and Trevor Throness (Professional Leadership Institute). Please keep these church-planting couples in your prayers as they work to spread the gospel across our nation.





Northview Chilliwack Campus

This summer, we reviewed numerous applications for the Northview Chilliwack plant. After several interviews, we identified a lead candidate — Luke Etelamaki, founding pastor of Anchor Church in Regina, SK. Over the past year, Luke and his wife, Bailey, felt called to transition, leading them to pass on leadership at Anchor Church. Upon hearing of Northview's Chilliwack plans, Luke reached out to Pastors Mark and Ezra and entered our hiring process. Luke's theological depth, ministry philosophy, understanding of our multisite model, and alignment with Northview's culture deeply impressed the hiring team. The Senior Leadership Team (SLT) presented Luke Etelamaki to the elders, who affirmed him as our Chilliwack Campus Pastor. Luke and Bailey accepted the call and will begin their role in January 2025. Please pray for this family as they make the transition from prairie life to BC - especially for their kids.



There have been questions about the Chilliwack Campus launch timeline. Significant preparation remains, including building core and volunteer teams, hiring children's ministry staff, and finding a suitable location. Starting January 1, 2025, Pastor Luke will focus on these preparations, planning interest meetings with Northview members in Chilliwack. These meetings will aim to build a strong launch team and coordinate community outreach activities leading up to the campus launch.

Respectfully submitted by Ezra Okoti, Executive Pastor of Multiplication



PRAXIS CHURCH REPORT

Praxis Church officially turned three this September, and signs of the Spirit's work continue to abound throughout the ministry. This past January, we moved into the largest available theater in the city (300 seats) and continued to grow through the summer to the point that we had to begin three gatherings this fall. We regularly see people who are exploring Christianity, and we're witnessing many come to faith in Christ. Since Easter, we have baptized 47 people—most of whom are adult converts—bringing the total number of baptisms at Praxis to 141 since we launched in 2021.

We also moved into a new office and midweek ministry space this past January, providing a venue for expanded ministry opportunities. We've hosted a Financial Discipleship Course, Marriage Course, Alpha Course, women's events, and a variety of other gatherings. This space served our youth and junior youth groups until recently, when the groups outgrew its capacity. By God's grace, another local church asked if we would take on the leadership of their youth in exchange for use of their building mid-week! This has allowed us to keep growing and reach even more youth.

To support the fast-growing ministry among younger generations, we recently hired a Youth Minister to oversee these areas. We have also added an administrator to the team to prepare for our transition to stand-alone status in 2025, and hired a full-time Kids associate to replace our former part-time Kids staff member. After a year-long search for an Associate Pastor, we hired a Church Planting Apprentice who is temporarily filling that role, and we are developing him with hopes of planting a campus in a nearby community. We are also searching for a new worship minister to replace Cole Adrian, who has been with us since launch and is moving back to be closer to family in Vancouver.

Please continue to pray that the Lord would draw thousands to faith in the Kelowna area and that more churches would be planted throughout the interior so that every person could once again be within reach of a vibrant, biblically faithful church!

Respectfully submitted by Joshua Dool, Praxis Church Pastor of Teaching and Preaching



DEVELOPMENT COMMITTEE REPORT

Reflection over the last few years begs the question, “How have we progressed in our response to the needs of the growth at Northview?”. The return of most of our regular congregants and many new friends is, by God’s grace, a delight which continues to push the limits of our facilities in the four locations in the Fraser Valley. Expanding midweek ministries are growing and filling the current spaces while leading and mentoring one another to be “Deeply Rooted followers of Jesus”.

You may recall the spring of 2020 where we approved the plans to build a new sanctuary at the Downes Road site. With no social interruptions, today we might well be sitting in that ‘presented structure’ and upon review we might have asked, “Couldn’t we do better?”.

The Development Committee, together with the COE, is satisfied that the delays were providential and in the Lord’s timing, to rethink and redraw how the facility will function better to serve the ministries of this church here in Abbotsford.

Downes Road Project

The Downes Road project is moving forward and the plans presented last June remain intact with minor refinements. We did submit a Civil Building Permit application prior to summer so we could begin the preconstruction process in the fall. However, over the summer it seemed the review did not take place thus the application was not yet approved. Hence, there will be no excavation this fall. The construction team is confident that this delay will not slow down the completion date as planned and we are looking forward to begin the construction of the facility in the spring of 2025. Anticipated completion of this project is the fall of 2027.

As the remaining details are finalized and full Construction Building Permit is prepared for submission, we realize there have been increases to the overall cost of the project due to significant inflation during this process together with added floor space both on the mezzanine level and below ground level space. The improvements were substantial to the functionality and space of this site and will be very beneficial to service our needs.

The construction team will be monitoring the project closely to ensure monies spent are consistent with our goals and objectives.

Mission Campus

This year has been an exciting year for the Mission Campus as God continues to grow this congregation, numerically and spiritually.

With growth comes the opportunity to improve the facilities to meet the changing ministry needs.



The Mission Campus will be fundraising \$500k for a renovation project. The project is phase one of the longer term strategic plan and will repurpose underutilized ministry space in the original south building. The project includes needed structural improvements, addition to children's ministry classroom space, interior and exterior finishes, and updated washrooms.

Our ideal timeline would be commencing this work over the summer of 2025 with completion before the fall ministry kick-off.

This project will allow for continued growth at the Mission campus and significantly improve the function of youth ministry and children's ministry while also providing space for funerals, weddings, and discipleship ministries.

As the campus continues to grow we plan to take a multi-step approach to plan for and address future facility needs and have developed a strategy for this city. Options considered, similar to Abbotsford, Downes Road, are additional services, overflow venues, additional church plants, and an eventual new worship center are all part of the long term strategy to reach the growing city of 45,000 unchurched people. We continue to trust in God's plan and are so grateful to see how he continues to be working in Mission.

Chilliwack Campus

The Development Committee, in conjunction with our new Campus Pastor, will be searching options for a site/campus location suitable for the ministries to the community of Sardis/Garrison. This will be an exciting new opportunity both for the current Northview attendees who commute as well as for the locals who may be currently dechurched or unreached.

Respectfully Submitted by Bruce Styles (Chair), Dan Burslem (Co-Chair), Dave Baerg, Norm Olson, Jonathan Giesbrecht (ex officio), and Kyle Nagtegaal



DISCERNMENT COMMITTEE REPORT

The COE has begun an intentional strategy of diversifying our elder board to take into account things like age, vocational background, multi-site representation, and ethnic background. We have also taken on the vetting of potential elders for our church partnerships like Praxis in Kelowna. The process of finding potential elders starts with having each person fill out our Theological Questionnaire and then join various COE committees. This allows all involved to see if the role of Elder will be a good fit. We are thankful for the many people who have agreed to walk out this process that can be years in the making until they step into a position on the COE.

A second initiative that the Discernment Committee has embarked on is figuring out what level of Theological Questionnaire needs to be filled out by volunteer leaders across the hundreds of positions in our church. This is a joint project with the Theological Committee.

We appreciate your prayers for the discernment process!

Respectfully submitted by Jeff Gamache (Chair), Matt Yarema, Andrea Orr, Dan Hiebert, Ezra Okoti (ex officio), Jacki Graham, Graham Nickel, and Darryl Kropp



GOVERNANCE COMMITTEE REPORT

The Governance Committee has added new members this fall, including former elder Ditch Driedger, Central site pastor Eric Heath, and Nathan Koetje. These additions have made the committee stronger and better equipped to work through the complex governance challenges that come with a growing and changing church. Some of the key topics being worked through this fall include:

- 1) **Charitable society** - Northview is working on creating a new charitable society for the express purpose of holding properties intended for charitable purposes, primarily churches and church plants, and taking donations toward this end. This is needed as our current charitable society is not intended for this purpose.
- 2) **Chilliwack campus** - With a new campus startup comes a lot of decisions about how it will work. The committee is walking through this with the SLT to make sure we start it up on the right foot. One of the items we are working on is a plan to strike a Chilliwack Campus Commission, which is a group of people supporting the campus pastor once he begins in January 2025.
- 3) **Church plant governance** - We are building a policy package that can be used for current and future church plants. This will be helpful in supporting the successful launch of new church plants and driving consistency in policies and practices.
- 4) **Other items** - We also review current policies and create new ones (e.g. signing authority, executive limitations) when needed.

Respectfully submitted by Darryl Kropp (Chair), Graham Nickel, Ditch Driedger, Nathan Koetje, Eric Heath, Jonathan Giesbrecht (ex officio), and Mark Burch (ex officio)



PERSONNEL COMMITTEE REPORT

The Personnel Committee took on the following projects this year:

- Reviewing and updating the Personnel Policy Manual
- Review of salary ranges for pastors and staff
- Lead Pastor Review

Personnel Policy Manual Review

Review of the Personnel Manual is an annual project for the Personnel Committee. We review and edit the handbook so it accurately reflects the present structure at Northview and is in line with best HR practices. This year we are focussing on updates to the section on grievances.

Compensation Review

The compensation review takes place at least every 3 years. We compare Northview's grid to that of other similar sized churches and local comparables (Abbotsford School District and City of Abbotsford employees). We then consider the appropriate regional CPI indexes and adjust our grid as necessary.

Lead Pastor Review

Each year the Personnel Committee leads the review of the Lead Pastor to provide Mark with feedback to both encourage and challenge him to grow from year to year. This was completed in May/June in time for year end.

Work Anniversaries

We are celebrating the following work anniversaries at Northview:

- 5 years = Mark Burch
- 10 years = Luke Friesen
- 15 years = Kristal Toews & Chrissy Fehr

With Jeff Gamache taking on leadership of the Discernment committee, Stuart Carsience has assumed the chair position for the committee.

Respectfully submitted by Stuart Carsience (Chair), Jeff Gamache, Jim Bird, Matt Yarema, Val Bosch, and Jonathan Giesbrecht (ex officio)



STEWARDSHIP COMMITTEE REPORT

This report reviews the 2023/24 Financial Statements as reviewed by KPMG, provides a brief review of the interim September 2024 Financial Statements, and provides an update of the Project Giving Campaign as of October 2024. October updates will be provided at the AGM.

The report is provided by the Stewardship Committee made up of Luke Unrau, Brad Fleming, Jeff Friesen, Kevin Peters, Matt Yarema, Bruce Belsher (chair), Ruth Ross (ex-officio), and Jonathan Giesbrecht (ex-officio).

1. Financial Statements for the year ending June 30, 2024

The attached financial statements were Reviewed by KPMG, and their work was reviewed by the Stewardship Committee, the Council of Elders and are presented for acceptance by the Northview Community Church Membership attending the Annual General Meeting.

Highlights of the Statement of Financial Position – page 1 of the Statements.

- The work by KPMG was a review and not an audit. At the Closing Meeting with KPMG, it was asked if Northview should entertain an audit in the future. The Senior Manager indicated that an audit was not recommended given the work that they had completed. The expense of an additional estimated \$15,000 would not provide much further information or insight per the Manager. Northview may want KPMG to spend some extra time auditing certain processes with the thinking that may provide value to NCC.
- While cash remained relatively the same at the close of 2024, \$2.3 million, as compared to the close of 2023 the real change was can be seen in the investments (Term Deposits) increasing to \$18.3 million up from \$14.0 million in 2023. Values highlighted are from page 1 of the Financial Statements.

	2024	2023
Assets		
Current assets:		
Cash (note 2)	\$ 2,264,819	\$ 2,104,340
Accounts receivable	565,357	461,552
Prepaid expenses and deposits	131,250	61,526
Inventories	10,692	-
Investments (notes 2 and 3)	18,295,953	14,020,993
Mortgage receivable (note 4)	1,283,766	1,305,593
	22,551,837	17,954,004
Tangible capital assets (note 5)	15,385,954	15,677,405
	\$ 37,937,791	\$ 33,631,409



- The deferred contributions – building funds increased to almost \$6.3 million, up \$2.4 million, from the 2023 closing balance. This value represents the unspent Building Funds. Note 7 from page 10 and below shows that the total value of the contributions was almost \$2.9 million. There was about \$400K spent on further design and permitting work.

(b) Deferred contributions - Building Funds

The deferred contributions for Building Funds represent unspent funds from the capital campaign to build a new Worship Centre at the Downes Road campus in Abbotsford, B.C.

	2024	2023
Balance, beginning of year	\$ 3,792,530	\$ 2,602,898
Deferred contributions received	2,885,267	1,224,734
Amounts transferred to deferred capital contributions	(422,426)	(35,102)
Balance, end of year	\$ 6,255,371	\$ 3,792,530

Page 11 of the Statements

Internally restricted net assets is almost \$11.7 million. That value is made up of \$10.5 million for the new building, \$722K for church planting and \$400K for Praxis Church as shown in Note 12 on page 13 and below.

The value for Praxis represents the amount of their giving since inception that has exceeded their expenses. It is the intent to provide that excess to them when Praxis becomes an independent charity.

12. Internally restricted:

The below internally restricted funds are not available for other use, other than by approval of the Board.

	2024
Building	\$ 10,539,229
Church planting	722,000
Praxis Church	403,951
	\$ 11,665,180



Highlights of the Statement of Earnings – page 2 of the Statements

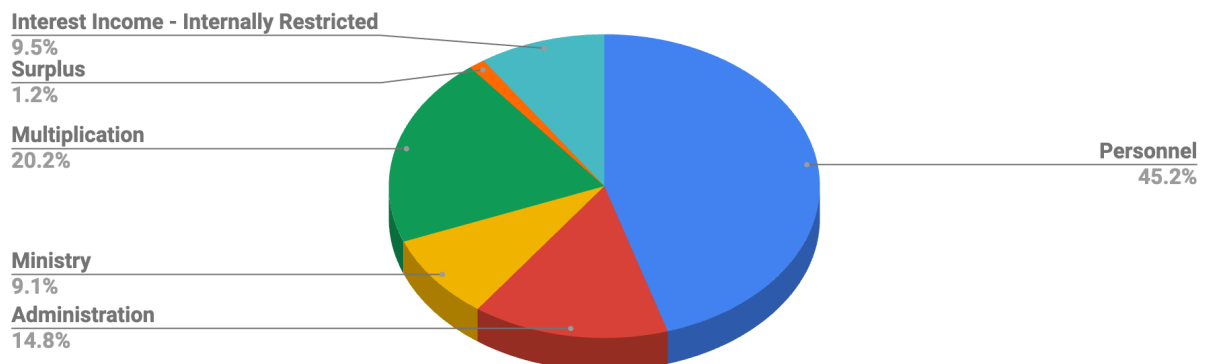
- Revenue in 2023/24 topped \$10.1 million, down from the 2023 value of \$10.6 million. The 2023 values included a part year of Tricity Church giving, \$653K, before they became an independent charity so, after excluding that amount, giving was up year over year.
- Interest Income of \$997K is internally restricted to the building project per the decision of the elders as it was intended that this revenue not be spent but set aside for the building project.
- The excess of revenue of almost 1.1 million is actually almost fully made up the \$997K of interest income.
- The gain is very different from the loss experienced in 2022/23 of \$1.3 million when Northview donated a building & land and excess giving over expenses back to Tricity ensuring them a strong start.

	2024	2023
Revenue:		
General contributions	\$ 10,118,073	\$ 10,577,586
Departmental (Schedule)	1,420,815	1,509,564
Interest income	997,441	600,683
	12,536,329	12,687,833
General and administrative expenses:		
Departmental (Schedule)	10,821,978	11,731,549
Excess of revenue over expenses before the undernoted items	1,714,351	956,284
Other income (expenses):		
Donation of tangible capital assets to TriCity Church	-	(1,834,356)
Amortization of deferred capital contributions (note 7(c))	132,470	402,881
Loss on disposal of tangible capital assets	(2,352)	(4,315)
Amortization of tangible capital assets	(777,951)	(835,658)
	(647,833)	(2,271,448)
Excess (deficiency) of revenue over expenses	\$ 1,066,518	\$ (1,315,164)

Motion: That the Financial Statements as reviewed by KPMG be accepted by the Membership present at the Annual General Meeting.



General Contributions and Interest Income vs Surplus



2. Financial Update to September 30, 2024 (3 months)

Giving at the end of September was up 7.0% over last year. A simple projection over the \$9.4 last year would suggest \$10.06 million this year, but it is just 3 months in for the year. The Dynamic Projection, taking in giving patterns over the last several years, indicates Northview meeting its Annual Budget of \$10.25 million. But these are early days at the end of September.

All sites save Mission show increased giving over last year. It is projected that Mission will indeed make up the shortfall and exceed last year's giving in the coming months.

Northview Community Church

Giving Summary

For the 3 Months Ending September 30, 2024

	Actual to Sep 2024	Budget to Sep 2024	Over/(Under)	Below Budget	Actual to Sep 2023	Over/(Under)	Above Prior Year
Downes Road	1,570,752	1,852,500	(281,748)	-15%	1,455,714	115,038	7.9%
Mission	160,224	245,000	(84,776)	-35%	166,518	(6,293)	-3.8%
East Abbotsford	307,760	367,500	(59,740)	-16%	296,132	11,629	3.9%
Central Abbotsford	95,253	97,500	(2,247)	-2%	76,628	18,626	24.3%
	<u>\$2,133,990</u>	<u>\$2,562,500</u>	<u>-\$428,510</u>	<u>-17%</u>	<u>\$1,994,991</u>	<u>\$138,999</u>	<u>7.0%</u>

Giving at Praxis is now 11% greater than last year at the end of September, \$166K. Even with that increased giving they incurred a \$50K loss due to their higher facility and rental costs. Past giving patterns suggest them balancing by year-end.



Expenditures at Northview reached \$2.23 million resulting in a deficit of \$94K before interest income of \$274K. Last year in comparison the loss was \$211,000 on roughly the same expenditures.

Only Family Ministries is running over budget, due to the lack of Federal Grants supporting Day Camp staffing, and higher costs of running the program.

All other groupings of expenses are tracking below budget with expenses overall coming in at 89% of the straight-line budget.

It is projected that Northview will balance its operations even before taking into account the interest revenue which hit \$274K.

Once construction starts and the Term Deposits renew at lower interest rates, interest revenue will drop month by month but we should meet the \$750K target for the year depending on construction spend and future project giving.

3. Project Campaign Giving to September 2024

At the end of September, we have “in the bank” a total of \$19.5 million with a further \$5 million in pledges to be received.

Of the \$8.6 million in pledges recorded, \$3.6 million had been received or 42% of the pledge value, indicating a strong commitment to completing pledges. This means that we have a high degree of confidence in thinking that we have \$24.8 million in pledges and cash towards the project.

We have much to be thankful for even with more work to go on the Campaign. We can clearly see an aspect of God’s blessing Northview even in our financial statements.

Respectfully submitted by Luke Unrau, Brad Fleming, Jeff Friesen, Kevin Peters, Matt Yarema, Bruce Belsher (chair), Ruth Ross (ex-officio), and Jonathan Giesbrecht (ex-officio)



Northview Community Church

Statement of Operations

For the 3 Months Ending September 30, 2024

	Annual Budget	Actual YTD	Budget YTD	% of Budget YTD	Actual Last YTD
Income					
General Contributions	\$10,250,000	\$2,133,990	\$2,562,500	83%	\$1,994,991
Miscellaneous income	0	2,808	0	NA	0
Total Income	10,250,000	2,136,798	2,562,500	83%	1,994,991
Expenses					
PERSONNEL	5,010,000	1,177,042	1,186,333	99%	1,180,231
Administration	459,000	72,824	114,750	63%	66,485
COE / Leadership Group	34,000	4,738	8,500	56%	5,152
Building and Facility	1,287,000	259,512	300,500	86%	261,798
ALL ADMIN SUBTOTAL	1,780,000	337,074	423,750	80%	333,435
Adult Ministries	79,750	(1,597)	19,938	-8%	(8,956)
Care and Community Groups	31,500	1,037	7,875	13%	977
Family Ministries	197,000	68,964	49,250	140%	16,732
Abbotsford Weekend Ministries	373,000	104,947	114,500	92%	117,524
Mission Campus	374,000	79,813	93,500	85%	93,744
MINISTRY SUBTOTAL	1,055,250	253,163	285,063	89%	220,021
Missions & Outreach	851,750	189,232	212,938	89%	199,496
Leadership Development	489,000	69,047	122,250	56%	109,869
Outside Support	364,000	89,000	91,000	98%	94,760
Church Planting	700,000	116,092	175,000	66%	68,400
MULTIPLICATION SUBTOTAL	2,404,750	463,371	601,188	77%	472,524
Total Expenses	10,250,000	2,230,650	2,496,333	89%	2,206,211
Northview Surplus (Deficit)	0	(93,852)	66,167		(211,220)
Spending from Internally Restricted		(200,000)			0
Interest Income - Internally Restricted	750,000	274,024	187,500		210,735
Facade Renovation spending (refund)		5,000			0
Net Surplus (Deficit)	750,000	(14,828)	253,667		(485)
Praxis Income	900,000	166,476	225,000	74%	150,013
Praxis Expense	(900,000)	(216,115)	(225,000)	96%	(121,713)
Praxis Surplus (Deficit)	0	(49,639)	0		28,301
Consolidated Surplus (Deficit)	\$750,000	-\$64,467	\$253,667		\$27,815



Northview Community Church

Consolidated Balance Sheet

As at September 30, 2024

	Current Month 30-Sep-2024	Opening Balance 30-Jun-2024	YTD Increase (Decrease)
Assets			
Current Assets			
Cash	\$2,060,049	\$2,188,994	(128,945)
Short Term Investments + Accrued Interest	18,886,212	18,798,397	87,815
Accounts Receivable	20,719	29,757	(9,038)
Prepays	195,696	141,942	53,754
Total Current Assets	21,162,675	21,159,089	3,586
Mortgage Receivable - TriCity	1,277,278	1,283,766	(6,488)
Total Long-Term Assets	1,277,278	1,283,766	(6,488)
Fixed Assets			
Land, Building, Equipment, Vehicles	19,362,600	19,330,775	31,825
Downes Road Building Project	1,052,943	956,760	96,183
Cyrus Centre	820,361	820,361	0
Accumulated Depreciation	(10,436,920)	(10,319,737)	(117,183)
Central Abbotsford Equipment	147,425	141,150	6,274
Central Abbotsford Accumulated Depreciation	(82,549)	(77,449)	(5,100)
NVM Land, Building, Equipment	6,669,921	6,663,647	6,274
NVM Accumulated Depreciation	(2,226,385)	(2,181,385)	(45,000)
East Equipment	299,121	292,846	6,274
East Accumulated Depreciation	(244,613)	(241,013)	(3,600)
Net Fixed Assets	15,361,902	15,385,955	(24,052)
Total Assets	\$37,801,856	\$37,828,810	(26,955)
Liabilities			
Current Liabilities			
Accounts Payable and Accruals	\$82,488	\$258,982	(176,493)
Accrued Payroll Costs	20,935	17,993	2,942
Specific Ministry Contributions	564,099	757,553	(193,454)
Building Fund - Downes (2019)	6,583,219	6,192,708	390,510
Building Fund - Praxis	62,896	62,663	233
Care Fund Contributions	62,745	118,154	(55,409)
Total Current Liabilities	7,376,381	7,408,052	(31,671)
Non-Current Liabilities			
Advance from Multiply	1,000,000	1,000,000	0
Total Liabilities	8,376,381	8,408,052	(31,671)
Deferred Contributions	3,910,343	3,841,160	69,183
Net Assets			
Inv. in Property, bldngs and eqpt	10,451,558	10,544,793	(93,235)
Internally Restricted - Building & Church Plants	11,689,564	11,665,179	24,385
Unrestricted	3,374,009	3,369,626	4,383
Total Net Assets	25,515,131	25,579,598	(64,467)
Total Liabilities and Net Assets	\$37,801,856	\$37,828,810	(26,955)



THEOLOGY COMMITTEE REPORT

Since our last report in June, the Theology Committee has completed the *Position Paper: Teaching on Human Sexuality* for internal use. The FAQ section of that paper was presented to lay leaders for discussion in a Ministry Leader Training session on September 7, 2024. Feedback from that meeting and some additional input from pastors and elders was incorporated into the final draft version which was approved by the CoE at their October meeting. The Theology Committee is grateful for our congregants' high level of engagement on this issue over the past years and is encouraged by their commitment to sincere, thoughtful, and intentional Christian discipleship.

Respectfully submitted by Graham Nickel (Chair), Kristal Toews, Dan Hiebert, Kevin Peters, Marc Lapointe, Mark Burch, Jim Bird, and Fredy Orozco



MOTIONS

- MOTION 1:** That the Minutes of the Congregational Meeting on June 25, 2024, be accepted as written.
- MOTION 2:** That the Financial Statements as reviewed by KPMG be accepted by the Membership present at the Annual General Meeting.

DRAFT Financial Statements of

NORTHVIEW COMMUNITY CHURCH

And Independent Practitioner's Review Engagement Report
thereon

Year ended June 30, 2024

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Stewardship Committee of Northview Community Church

We have reviewed the accompanying financial statements of Northview Community Church, which comprise the statement of financial position as at June 30, 2024, the statement of operations, statement of changes in net assets and statement of cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility 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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Basis for Qualified Conclusion

In common with many not-for-profit organizations, Northview Community Church derives revenue from donations, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained over these revenues was limited to the amounts recorded in the records of Northview Community Church. Therefore we were not able to determine whether, as at and for the years ended June 30, 2024 and June 30, 2023, any adjustments might be necessary to revenue and excess of revenue over expenses reported in the statements of operations, statements of changes in net assets and statements of cash flows, and current assets and net assets reported in the statements of financial position. This caused us to qualify our review conclusion on the financial statements as at and for the year ended June 30, 2023.

Conclusion

Based on our review, except for the effect of the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Northview Community Church as at June 30, 2024, 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.

DRAFT

Chartered Professional Accountants

Abbotsford, Canada

NORTHVIEW COMMUNITY CHURCH

Statement of Financial Position

DRAFT

June 30, 2024, with comparative information for 2023

	2024	2023
Assets		
Current assets:		
Cash (note 2)	\$ 2,264,819	\$ 2,104,340
Accounts receivable	565,357	461,552
Prepaid expenses and deposits	131,250	61,526
Inventories	10,692	-
Investments (notes 2 and 3)	18,295,953	14,020,993
Mortgage receivable (note 4)	1,283,766	1,305,593
	22,551,837	17,954,004
Tangible capital assets (note 5)	15,385,954	15,677,405
	\$ 37,937,791	\$ 33,631,409
Liabilities and Net Assets		
Current liabilities:		
Accounts payable and accrued liabilities (note 6)	\$ 385,954	\$ 264,330
Deferred operating contributions (note 7(a))	875,706	510,263
Deferred contributions - Building Funds (note 7(b))	6,255,371	3,792,530
	7,517,031	4,567,123
Advance from Multiply (note 8)	1,000,000	1,000,000
Deferred capital contributions (note 7(c))	3,841,160	3,551,204
Net assets:		
Unrestricted	3,369,626	2,580,020
Internally restricted (note 12)	11,665,180	10,806,861
Invested in tangible capital assets (note 9)	10,544,794	11,126,201
	25,579,600	24,513,082
Commitments (note 11)		
	\$ 37,937,791	\$ 33,631,409

See accompanying notes to financial statements.

On behalf of the Council of Elders:

_____ Member _____ Member

NORTHVIEW COMMUNITY CHURCH

Statement of Earnings

DRAFT

Year ended June 30, 2024, with comparative information for 2023

	2024	2023
Revenue:		
General contributions	\$ 10,118,073	\$ 10,577,586
Departmental (Schedule)	1,420,815	1,509,564
Interest income	997,441	600,683
	12,536,329	12,687,833
General and administrative expenses:		
Departmental (Schedule)	10,821,978	11,731,549
Excess of revenue over expenses before the undernoted items	1,714,351	956,284
Other income (expenses):		
Donation of tangible capital assets to TriCity Church	-	(1,834,356)
Amortization of deferred capital contributions (note 7(c))	132,470	402,881
Loss on disposal of tangible capital assets	(2,352)	(4,315)
Amortization of tangible capital assets	(777,951)	(835,658)
	(647,833)	(2,271,448)
Excess (deficiency) of revenue over expenses	\$ 1,066,518	\$ (1,315,164)

See accompanying notes to financial statements.

NORTHVIEW COMMUNITY CHURCH

Statement of Changes in Net Assets

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Year ended June 30, 2024, with comparative information for 2023

	Invested in tangible capital assets (note 9)	Internally restricted	Unrestricted	Total 2024	Total 2023
Balance, beginning of year	\$ 11,126,201	\$ 10,806,861	\$ 2,580,020	\$ 24,513,082	\$ 25,828,246
Excess (deficiency) of revenue over expenses (note 9(b))	(645,481)	(57,107)	1,769,106	1,066,518	(1,315,164)
Net change in investment in tangible capital assets (note 9(b))	64,074	-	(64,074)	-	-
Interfund transfer	-	915,426	(915,426)	-	-
Balance, end of year	\$ 10,544,794	\$ 11,665,180	\$ 3,369,626	\$ 25,579,600	\$ 24,513,082

See accompanying notes to financial statements.

NORTHVIEW COMMUNITY CHURCH

Statement of Cash Flows

DRAFT

Year ended June 30, 2024, with comparative information for 2023

	2024	2023
Cash provided by (used in):		
Operations:		
Excess (deficiency) of revenue over expenses	\$ 1,066,518	\$ (1,315,164)
Items not involving cash:		
Amortization of tangible capital assets	777,951	835,658
Amortization of deferred capital contributions	(132,470)	(402,881)
Change in fair market value of investment	40	2,161
Loss on disposal of tangible capital assets	2,352	4,315
Donation of tangible capital assets to TriCity Church	-	1,834,356
	1,714,391	958,445
Changes in non-cash operating working capital:		
Accounts receivable	(103,805)	(389,013)
Inventories	(10,692)	-
Prepaid expenses and deposits	(69,724)	100,237
Accounts payable and accrued liabilities	121,624	(254,019)
Deferred contributions	365,443	(190,056)
Deferred contributions - Building Funds	2,885,267	1,224,734
	4,902,504	1,450,328
Financing:		
Decrease in mortgage receivable	21,827	7,627
Repayment of demand loans	-	(1,507,818)
	21,827	(1,500,191)
Investing:		
Purchase of investment	(13,275,000)	(9,000,000)
Proceeds on maturity of investments	9,000,000	-
Purchase of tangible capital assets	(498,103)	(310,267)
Proceeds on disposal of tangible capital assets	9,251	7,949
	(4,763,852)	(9,302,318)
Increase (decrease) in cash	160,479	(9,352,181)
Cash, beginning of year	2,104,340	11,456,521
Cash, end of year	\$ 2,264,819	\$ 2,104,340
Non-cash transactions:		
Amounts transferred from Deferred operating to deferred capital contributions (note 7(a))	\$ -	\$ (35,102)
Amounts transferred from Deferred Contributions - Building Funds to Deferred capital contributions (note 7(b))	(422,426)	(54,985)
Mortgage receivable received in sale of tangible capital assets	-	1,313,220

See accompanying notes to financial statements.

NORTHVIEW COMMUNITY CHURCH

Notes to Financial Statements

DRAFT

Year ended June 30, 2024

Nature of operations:

Northview Community Church (the "Church") is incorporated under the Societies Act (British Columbia), and is a member of the B.C. Conference of Mennonite Brethren Churches. The Church is a registered charity under the Income Tax Act and accordingly is exempt from income taxes, provided certain requirements of the Income Tax Act are met.

1. Significant accounting policies:

(a) Basis of presentation:

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

(b) Revenue recognition:

The Church follows the deferral method of accounting. This method recognizes unrestricted contributions as revenue when received and externally restricted contributions as revenue in the year in which the related expenses are recognized. Contributions restricted for the purchase of tangible capital assets and the fair value of contributed tangible capital assets are deferred and amortized into revenue at a rate corresponding with the amortization rate for the related tangible capital assets.

Department income is recognized as revenue in the year in which the related expenses are recognized.

Gifts-in-kind received by the Church are recorded in the financial statements at their fair market value, when it can be reasonably determined. Services contributed are not recognized in the financial statements.

Pledges are not recognized until received.

Interest income is recognized as revenue when earned.

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

NORTHVIEW COMMUNITY CHURCH

Notes to Financial Statements (continued)

DRAFT

Year ended June 30, 2024

1. Significant accounting policies (continued):

(c) Tangible capital assets:

Property, plant and equipment are stated at cost, less accumulated amortization. Amortization is provided using the following methods and annual rates:

Asset	Basis	Rate
Buildings	Declining balance	4%
Equipment and furniture, acquired before June 30, 2020	Declining balance	10% to 30%
Equipment and furniture, acquired after June 30, 2020	Straight-line	3-5 years

The new Worship Centre under development is not amortized until it is available for productive use.

(d) Use of estimates:

The preparation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, 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 revenue and expenses during the year. Actual results could differ from those estimates.

(e) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Freestanding derivative instruments that are not in a qualifying hedging relationship and equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Church has not elected to carry any such financial instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

NORTHVIEW COMMUNITY CHURCH

Notes to Financial Statements (continued)

DRAFT

Year ended June 30, 2024

1. Significant accounting policies (continued):

(e) Financial instruments (continued):

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Church determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Church expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future year, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

2. Restrictions on cash and investments:

The Church has commitments to disburse funds as specified by donors or internally restricted by the Board. These funds have not been segregated from the general cash of \$2,264,819 (2023 - \$2,104,340) or investments of \$18,295,953 (2023 - \$14,020,993) and consist of the following:

	2024	2023
Deferred operating contributions	\$ 875,706	\$ 510,263
Deferred contributions - Building Funds	6,255,371	3,792,530
Internally restricted (note 12)	11,665,180	10,806,861
	<u>\$ 18,796,257</u>	<u>\$ 15,109,654</u>

NORTHVIEW COMMUNITY CHURCH

Notes to Financial Statements (continued)

DRAFT

Year ended June 30, 2024

3. Investments:

	2024	2023
Mutual funds (a)	\$ 20,953	\$ 20,993
Term deposit maturing July 16, 2024 accruing interest at 5.5% per annum	5,275,000	5,000,000
Term deposit maturing July 5, 2024 accruing interest at 5.50% per annum	3,000,000	-
Term deposit maturing August 22, 2025 accruing interest at 5.75% per annum	2,500,000	-
Term deposit maturing December 21, 2024 accruing interest at 5.85% per annum	2,000,000	-
Term deposit maturing May 30, 2025 accruing interest at 5.45% per annum	2,000,000	-
Term deposit maturing June 12, 2025 accruing interest at 5.30% per annum	1,500,000	-
Term deposit maturing July 26, 2024 accruing interest at 5.8% per annum	1,000,000	-
Term deposit maturing January 8, 2025 accruing interest at 5.70% per annum	1,000,000	-
Term deposit	-	5,000,000
Term deposit	-	2,500,000
Term deposit	-	1,000,000
Term deposit	-	500,000
	\$ 18,295,953	\$ 14,020,993

(a) In 2015, the Church received a short-term investment donation. The Church has committed to dispose of 8% of the investment per year and disburse the proceeds as specified by the donor.

4. Mortgage receivable:

In 2023, the Church sold the TriCity land and building to TriCity Church in exchange for a mortgage valued at \$1,313,220. The mortgage receivable bears interest at 5.5% per annum with a term ending March 31, 2025. Northview intends to negotiate the repayment of the amount or an extension of the term with TriCity Church prior to March 31, 2025.

NORTHVIEW COMMUNITY CHURCH

Notes to Financial Statements (continued)

DRAFT

Year ended June 30, 2024

5. Tangible capital assets:

			2024	2023
	Cost	Accumulated amortization	Net book value	Net book value
Land	\$ 2,423,348	\$ -	\$ 2,423,348	\$ 2,423,348
Buildings	20,722,238	9,462,973	11,259,265	11,717,844
New worship centre under development	956,760	-	956,760	541,334
Equipment and furniture	4,103,193	3,356,612	746,581	994,879
	\$ 28,205,539	\$ 12,819,585	\$ 15,385,954	\$ 15,677,405

6. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities are government remittances payable of \$17,805 (2023 - \$17,791) which include amounts payable for payroll related taxes.

NORTHVIEW COMMUNITY CHURCH

Notes to Financial Statements (continued)

DRAFT

Year ended June 30, 2024

7. Deferred contributions:

(a) Deferred operating contributions:

Deferred operating contributions are donations received which are restricted by the donor for designated purposes and unspent at year-end. When the Church uses the funds for the designated purpose the contributions are recognized as revenue.

	2024	2023
Adult Short-term Mission	\$ 63,184	\$ 10,465
Care Fund	86,127	110,333
Children's Ministry	117	-
Elevate Missions	26,989	26,989
Missions Offerings	140,880	310,398
Missions Trips	370	-
Praxis Care Fund	32,027	15,654
Real estate acquisition	490,000	-
Syrian Refugee	15,000	15,000
Vertical Edge Missions	59	-
Word of Life	20,953	20,993
Youth Missions	-	431
	\$ 875,706	\$ 510,263
Balance, beginning of year	\$ 510,263	\$ 755,304
Deferred contributions received	1,185,955	231,994
Amounts recognized in statement of operations	(820,512)	(422,050)
Amounts transferred to deferred capital contributions	-	(54,985)
Balance, end of year	\$ 875,706	\$ 510,263

NORTHVIEW COMMUNITY CHURCH

Notes to Financial Statements (continued)

DRAFT

Year ended June 30, 2024

7. Deferred contributions (continued):

(b) Deferred contributions - Building Funds

The deferred contributions for Building Funds represent unspent funds from the capital campaign to build a new Worship Centre at the Downes Road campus in Abbotsford, B.C.

	2024	2023
Balance, beginning of year	\$ 3,792,530	\$ 2,602,898
Deferred contributions received	2,885,267	1,224,734
Amounts transferred to deferred capital contributions	(422,426)	(35,102)
Balance, end of year	\$ 6,255,371	\$ 3,792,530

As at June 30, 2024, the Church had also raised approximately \$5.625 million in pledged contributions for the development of the new Worship Centre. Pledges have not been included in the financial statements as the amounts have not been received.

(c) Deferred capital contributions:

Deferred capital contributions represent the unamortized amount of contributions received for the purchase of tangible capital assets. The amortization of deferred capital contributions is recorded as revenue in the statement of operations.

	2024	2023
Balance, beginning of year	\$ 3,551,204	\$ 3,863,998
Amounts amortized to revenue	(132,470)	(402,881)
Amounts transferred from deferred operating contributions	-	54,985
Amounts transferred from deferred contributions - Building Funds	422,426	35,102
Balance, end of year	\$ 3,841,160	\$ 3,551,204

NORTHVIEW COMMUNITY CHURCH

Notes to Financial Statements (continued)

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Year ended June 30, 2024

8. Advance from Multiply (formerly MB Mission):

In 2012, the Church entered into a contract with Multiply, in which the Church will provide rental space for Multiply for 10 years, with the option of four 10 year renewal periods, in exchange for construction funds. As part of the terms of the contract, the funds are repayable in full upon cancellation or expiry of lease agreement. In 2023, the Church exercised the option to extend the lease with Multiply for an additional 10 years.

9. Invested in tangible capital assets:

(a) Invested in tangible capital assets is calculated as follows:

	2024	2023
Tangible capital assets - net book value	\$ 15,385,954	\$ 15,677,405
Amounts financed by:		
Deferred capital contributions	(3,841,160)	(3,551,204)
Advance from Multiply	(1,000,000)	(1,000,000)
	\$ 10,544,794	\$ 11,126,201

(b) Change in invested in tangible capital assets is calculated as follows:

	2024	2023
Deficiency of revenue over expenses:		
Amortization of deferred capital contributions	\$ 132,470	\$ 402,881
Amortization of tangible capital assets	(777,951)	(835,658)
	\$ (645,481)	\$ (432,777)

	2024	2023
Net change in invested in tangible capital assets:		
Purchase of tangible capital assets	\$ 498,103	\$ 310,267
Repayment of demand loan	-	1,507,818
Funded by deferred capital contributions	(422,426)	(90,087)
Disposition of tangible capital assets	(11,603)	(3,159,840)
	\$ 64,074	\$ (1,431,842)

NORTHVIEW COMMUNITY CHURCH

Notes to Financial Statements (continued)

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Year ended June 30, 2024

10. Director, employee and contractor compensation:

For the fiscal year ending June 30, 2024, the Church had 13 (2023 - ten) employees whose total remuneration exceeded \$75,000. The total remuneration for these employees was \$1,265,027 (2023 - \$972,497).

11. Commitments:

The Church leases equipment under long-term operating leases that expire in December 2025 and May 2026 and leases its premise from third parties under long-term operating leases that expire in August 2025, October 2026 and December 2031.

The aggregate minimum annual payments under these operating leases are as follows:

2025	\$	253,785
2026		189,801
2027		81,594
2028		61,800
2029		63,300
Thereafter		165,900
		<hr/>
		\$ 816,180

12. Internally restricted:

The below internally restricted funds are not available for other use, other than by approval of the Board.

		2024
		<hr/>
Building	\$	10,539,229
Church planting		722,000
Praxis Church		403,951
		<hr/>
		\$ 11,665,180

Interest earned on internally restricted funds is included in the internally restricted building fund.

NORTHVIEW COMMUNITY CHURCH

Notes to Financial Statements (continued)

DRAFT

Year ended June 30, 2024

13. Financial risks:

(a) Liquidity risk:

Liquidity risk is the risk that the Church will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Church manages its liquidity risk by monitoring its operating requirements. The Church prepares budget and cash forecasts to ensure it has sufficient funds to fulfill its obligations.

(b) Credit risk:

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in financial loss. The Church monitors on a regular basis the credit risk to which the Church is exposed in relation to its financial assets and takes steps to minimize the risk of loss. Management does not believe there is a significant credit risk.

(c) Interest rate risk:

The Church is exposed to interest rate risk on its fixed interest rate financial instruments, which subjects the Church to a fair value risk. The Church is exposed to interest rate risk as a result of the fixed rate on the term deposits in investments.

There has been no significant change in these risks from the prior year.

14. Comparative information:

The financial statements have been reclassified, where applicable, to conform to the presentation adopted in the current year.

NORTHVIEW COMMUNITY CHURCH

Schedule of Department Revenue and Expenses

Year ended June 30, 2024, with comparative information for 2023

	2024			2023		
	Revenue	Expenses	Deficiency of revenue over expenses	Revenue	Expenses	Deficiency of revenue over expenses
Administration	10,632	420,540	(409,908)	3,914	476,042	(472,128)
Building Maintenance Projects	-	892	(892)	-	608,835	(608,835)
Care Fund	530,969	530,969	-	503,414	503,414	-
Caregiving/Seasons/Prayer	23,974	45,404	(21,430)	24,353	48,177	(23,824)
Central Abbotsford Site	26,779	101,049	(74,270)	22,360	88,271	(65,911)
Children's Ministry	77,965	123,667	(45,702)	69,632	150,539	(80,907)
Community/First Touch		55,387	(55,387)	-	58,066	(58,066)
Discipleship	108,169	150,250	(42,081)	132,508	171,825	(39,317)
East Abbotsford Site	530	81,142	(80,612)	-	74,269	(74,269)
Facilities	17,423	687,912	(670,489)	29,125	655,275	(626,150)
High School Youth	36,797	70,756	(33,959)	33,568	66,681	(33,113)
Kitchen Food Services	58,907	139,636	(80,729)	51,918	117,337	(65,419)
Leadership Development	80,000	497,923	(417,923)	17,727	384,442	(366,715)
Middle School	9,195	30,904	(21,709)	20,583	47,576	(26,993)
Mission Campus	123,373	354,176	(230,803)	128,494	355,594	(227,100)
Missions	227,953	998,406	(770,453)	175,648	936,020	(760,372)
Multiplication projects	31,253	563,796	(532,543)	125,266	776,746	(651,480)
Other Outside Support Agencies	-	382,641	(382,641)	-	367,206	(367,206)
Personnel	24,614	4,724,698	(4,700,084)	22,419	4,107,981	(4,085,562)
Praxis Church Kelowna	16,238	774,734	(758,496)	1,931	507,594	(505,663)
Real Life Church	-	-	-	-	172,400	(172,400)
TriCity Church Campus	-	-	-	105,099	953,877	(848,778)
Worship & Arts	3,044	46,980	(43,936)	1,721	41,008	(39,287)
Young Adults	13,000	40,116	(27,116)	39,884	62,374	(22,490)
Totals	\$ 1,420,815	\$ 10,821,978	\$ (9,401,163)	\$ 1,509,564	\$ 11,731,549	\$ (10,221,985)