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# **MENNONITE BRETHREN BIBLICAL SEMINARY**

## **FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED MAY 31, 2015**

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Independent Auditors' Report

Statement 1 – Financial Position

Statement 2 – Operations and Changes in Fund Balances

Statement 3 – Cash Flows

Notes to Financial Statements

Schedule 1 – Expenses by Category



**Barkman  
& Tanaka**

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2015 October 6

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## INDEPENDENT AUDITORS' REPORT

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To the Members of the  
**Mennonite Brethren Biblical Seminary**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the Mennonite Brethren Biblical Seminary which comprise the statement of financial position as at May 31, 2015 and the statements of operations and changes in fund balances, and cash flows for the year then ended, and 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.

### **Auditors' Responsibility**

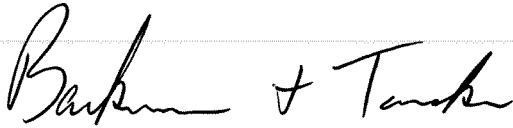
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Mennonite Brethren Biblical Seminary as at May 31, 2015, and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

A handwritten signature in black ink, reading "Barkman & Tanaka". The signature is written in a cursive style with a horizontal line through the middle of the letters.

**Chartered Professional Accountants**



Barkman  
& Tanaka

Chartered  
Accountants

**MENNONITE BRETHERN BIBLICAL SEMINARY**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT MAY 31, 2015**

Statement 1

	General Fund	Restricted Fund	Endowment Fund	2015 Total	2014 Total
<b>ASSETS</b>					
<b>CURRENT</b>					
Cash and cash equivalents	\$ 51,370	\$ 203,135	\$ --	\$ 254,505	\$ 151,697
Prepaid expenses	6,200	--	--	6,200	--
Investments (Note 3)	460,515	603,053	514,044	1,577,612	--
Accounts receivable (Note 7)	56,045	--	--	56,045	41,961
Interest receivable	5,226	--	--	5,226	15,385
GST recoverable	6,771	--	--	6,771	19,475
Deposit with Canadian Conference of Mennonite Brethren Churches (Note 4)	200,913	--	--	200,913	1,367,257
Current portion of loans receivable (Note 5)	--	63,616	--	63,616	69,130
	787,040	869,804	514,044	2,170,888	1,664,905
<b>LOANS RECEIVABLE (Note 5)</b>	--	282,611	--	282,611	326,662
<b>PROPERTY, PLANT AND EQUIPMENT (Note 6)</b>	3,512	--	--	3,512	6,854
	\$ 790,552	\$ 1,152,415	\$ 514,044	\$ 2,457,011	\$ 1,998,421

**LIABILITIES**

**CURRENT**

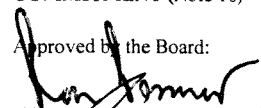
Accounts payable and accrued liabilities	\$ 30,262	\$ --	\$ --	\$ 30,262	\$ 13,864
Associated Canadian Theological Schools (Note 7)	25,154	--	--	25,154	15,715
	55,416	--	--	55,416	29,579

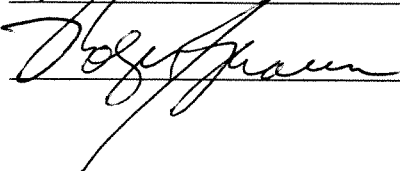
**FUND BALANCES - Statement 2**

<b>Restricted funds</b>					
Internally restricted (Note 8)	--	1,044,270	--	1,044,270	896,531
Externally restricted (Note 8)	--	108,145	--	108,145	122,130
Endowment fund (Note 9)	--	--	514,044	514,044	133,457
<b>Unrestricted</b>	735,136	--	--	735,136	816,724
	735,136	1,152,415	514,044	2,401,595	1,968,842
	\$ 790,552	\$ 1,152,415	\$ 514,044	\$ 2,457,011	\$ 1,998,421

**COMMITMENT (Note 10)**

Approved by the Board:

  
 \_\_\_\_\_ Director

  
 \_\_\_\_\_ Director

**MENNONITE BROTHERS BIBLICAL SEMINARY**  
**STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED MAY 31, 2015**

Statement 2

	General Fund	Restricted Fund	Endowment Fund	2015 Total	2014 Total
<b>REVENUE</b>					
Donations:					
Denomination support (Note 7)	\$ 200,000	\$ 6,859	\$ --	\$ 206,859	\$ 258,461
Individuals	301,222	--	2,700	303,922	238,435
Congregations	186,097	--	--	186,097	181,788
Other:					
Associated Canadian Theological Schools (Notes 1 and 7)	230,282	--	--	230,282	159,139
Canadian Mennonite University (Note 7)	74,315	--	--	74,315	79,486
Investment income	59,070	28,947	--	88,017	48,989
Foreign exchange gain	23,306	42,009	--	65,315	36,276
Ministry lift	12,181	--	--	12,181	--
Miscellaneous	1,409	--	--	1,409	--
	1,087,882	77,815	2,700	1,168,397	1,002,574
<b>EXPENDITURES</b>					
Shared costs:					
Associated Canadian Theological Schools (Notes 1 and 7)	441,327	--	--	441,327	340,863
Canadian Mennonite University (Note 7)	124,477	--	--	124,477	126,293
Executive administration	149,832	--	--	149,832	148,368
Fundraising	128,587	--	--	128,587	129,991
Other administration charges	106,527	--	--	106,527	87,939
Student recruitment	53,513	--	--	53,513	58,144
Student financial aid	--	31,750	--	31,750	27,420
Board related expenses	24,208	--	--	24,208	26,273
Ministry lift	17,361	--	--	17,361	--
Bad debts on loans receivable	--	12,311	--	12,311	25
Distance education	5,477	--	--	5,477	2,600
Immerse program	2,779	--	--	2,779	--
Learning for life	382	--	--	382	5,366
	1,054,470	44,061	--	1,098,531	953,282
<b>NET REVENUE BEFORE THE UNDERNOTED</b>	33,412	33,754	2,700	69,866	49,292
Canadian Conference of Mennonite Brethren Churches (Note 9)	--	--	377,887	377,887	--
<b>NET REVENUE (EXPENDITURES) FOR THE YEAR</b>	33,412	33,754	380,587	447,753	49,292
<b>FUND BALANCES, BEGINNING OF YEAR</b>	816,724	1,018,661	133,457	1,968,842	1,919,550
Interfund transfer (Note 8)	(100,000)	100,000	--	--	--
<b>FUND BALANCES, END OF YEAR</b>	\$ 750,136	\$ 1,152,415	\$ 514,044	\$ 2,416,595	\$ 1,968,842

**MENNONITE BRETHREN BIBLICAL SEMINARY**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED MAY 31, 2015**

Statement 3

	General Fund	Restricted Fund	Endowment Fund	2015 Total	2014 Total
<b>CASH PROVIDED BY (APPLIED TO):</b>					
<b>OPERATING ACTIVITIES</b>					
Net revenue (expenditures) for the year	\$ 33,412	\$ 33,754	\$ 380,587	\$ 447,753	\$ 49,292
Item not involving cash:					
- Amortization	3,342	--	--	3,342	6,144
Changes to non-cash working capital	36,754	33,754	380,587	451,095	55,436
	576	3,399	--	3,975	1,209
	37,330	37,153	380,587	455,070	56,645
<b>FINANCING ACTIVITIES</b>					
Interfund transfer	(100,000)	100,000	--	--	--
Due to Associated Canadian Theological Schools	9,439	--	--	9,439	(12,191)
	(90,561)	100,000	--	9,439	(12,191)
<b>INVESTING ACTIVITIES</b>					
Loans receivable	--	49,566	--	49,566	32,801
Purchase of investments	(460,515)	(603,053)	(514,044)	(1,577,612)	--
Canadian Conference of Mennonite Brethren Churches	450,583	582,305	133,457	1,166,345	(36,181)
	(9,932)	28,818	(380,587)	(361,701)	(3,380)
<b>CHANGE IN CASH</b>	(63,163)	165,971	--	102,808	41,074
<b>CASH, BEGINNING OF YEAR</b>	114,533	37,164	--	151,697	110,623
<b>CASH, END OF YEAR</b>	\$ 51,370	\$ 203,135	\$ --	\$ 254,505	\$ 151,697



**Barkman  
& Tanaka**

Chartered  
Accountants

# MENNONITE BRETHREN BIBLICAL SEMINARY

## NOTES TO FINANCIAL STATEMENTS

### FOR THE YEAR ENDED MAY 31, 2015

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#### 1. OPERATIONS

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Mennonite Brethren Biblical Seminary (MBBS) is a graduate theological school of the Canadian Conference of Mennonite Brethren Churches (CCMBC).

The Seminary is incorporated under the authority of the Mennonite Brethren Biblical Seminary Act of the Province of B.C.

MBBS participates as a partner in a consortium of four schools known as the Associated Canadian Theological Schools (ACTS) on the campus of Trinity Western University (TWU). The four members of ACTS are MBBS, Northwest Baptist Seminary, Canadian Baptist Seminary and Trinity Western University.

The consortium is accredited by the Association of Theological Schools and offers one diploma program, seven masters degree programs and a doctor of ministry program all in theological studies. These programs are designed to provide personal and spiritual enrichment that equip people for professional Christian service and enable research in biblical and theological studies.

The Seminary is also affiliated with the Canadian Mennonite University (CMU) in Winnipeg, Manitoba. It offers two masters degree programs in theological studies and Christian ministry through the Graduate School of Theology and Ministry at CMU.

The Seminary is a registered charity under the Income Tax Act of Canada and is exempt from income taxes.

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#### 2. SIGNIFICANT ACCOUNTING POLICIES

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The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

a) Fund Accounting

The Seminary follows the restricted fund method of accounting for donations.

The General Fund accounts for the Seminary's general and administrative activities and reports unrestricted funds.

The Restricted Fund reports restricted assets and restricted fund balances.

The Endowment Fund reports the endowments of the Seminary.

**MENNONITE BRETHREN BIBLICAL SEMINARY**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MAY 31, 2015**

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**2. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

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b) Revenue Recognition

Donations, Associated Canadian Theological Schools and Canadian Mennonite University recovery are recognized as revenue when the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment and other income is recognized as earned.

c) Cash and Cash Equivalents

Cash and cash equivalents consist of cash on deposit and guaranteed investment certificates with maturity dates of less than 90 days from the date that they were acquired.

d) Financial Instruments

(i) Measurement

The Seminary initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs attributable to the instrument.

The Seminary subsequently measures all its financial assets and liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in the statement of operations in the period incurred.

Financial assets measured at amortized cost include cash and cash equivalents, accounts receivable, interest receivable, amounts due from Canadian Conference of Mennonite Brethren Churches and loans receivable.

Financial assets measured at fair value include investments.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities and due to Associated Canadian Theological Schools.

(ii) Transaction costs

Transaction costs are recognized in the statement of operations in the period incurred, except for financial instruments that will be subsequently measured at amortized cost. Transaction costs associated with financial instruments measured at amortized cost are capitalized and are included in the acquisition costs or deducted against proceeds on disposal.



**MENNONITE BRETHREN BIBLICAL SEMINARY**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MAY 31, 2015**

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**2. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

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d) Financial Instruments (Cont'd)

(iii) Impairment

When there is an indication of an impairment in value and the impairment is determined to have occurred, the carrying amount of a financial asset measured at amortized cost is reduced to the greater of the discounted future expected cash flow or the proceeds that could be realized from the sale of the financial asset. Such impairments can be subsequently reversed if the value of the financial asset subsequently improves. Impairment adjustments are recognized in net income.

e) Property, Plant and Equipment

Property, plant and equipment are recorded at historical cost and amortization has been provided on a straight-line basis as follows:

Computer equipment and software	3 years
Furniture and equipment	10 years

f) Foreign Currency Transactions

The Seminary uses the temporal method to translate its foreign currency transactions. Under this method, monetary balance sheet items are translated at the exchange rates in effect at year-end and non-monetary items are translated at historical exchange rates. Revenue and expenses are translated at the exchange rates in effect on the transaction dates or at the average exchange rates of the period. Translation gains or losses are included in the statement of operations.

g) Use of Estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates include providing for an allowance for doubtful loans receivable, a discount rate for interest free loans receivable and amortization of property, plant and equipment. Actual results could differ from these estimates.

h) Contributed Services

Volunteers contribute hundreds of hours per year to assist the Seminary in carrying out its various activities. Because of the difficulty of determining their fair value, contributed services are not recognized in these financial statements.

**MENNONITE BRETHREN BIBLICAL SEMINARY**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MAY 31, 2015**

**3. INVESTMENTS**

	2015	2014
<b>General Fund:</b>		
Fixed income investments	\$ 188,529	\$ --
Equity investments	271,986	--
	460,515	--
<b>Restricted Fund:</b>		
Fixed income investments	246,883	--
Equity investments	356,170	--
	603,053	--
<b>Endowment Fund:</b>		
Fixed income investments	210,444	--
Equity investments	303,600	--
	514,044	--
	<b>\$1,577,612</b>	<b>\$ --</b>

Fixed income investments are comprised of corporate bonds and bank notes bearing interest between 1.90% and 6.93% per annum, due between November 2016 and October 2024.

**4. CANADIAN CONFERENCE OF MENNONITE BRETHREN CHURCHES**

Amounts due from Canadian Conference of Mennonite Brethren Churches bear interest at 2.5% per annum. Interest is payable semi-annually and the investments are redeemable at any time without penalty.

As of May 31, 2015, the Seminary has interest receivable of \$5,226 (2014 - \$15,385) from CCMBC.



**MENNONITE BRETHREN BIBLICAL SEMINARY**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MAY 31, 2015**

**5. LOANS RECEIVABLE**

	2015	2014
Loans:		
- Interest free	\$380,100	\$416,049
- 3% to 6% per annum	48,816	56,283
	428,916	472,332
<u>Allowance for doubtful accounts</u>	<u>(63,718)</u>	<u>(51,408)</u>
	365,198	420,924
<u>Discount to net present value</u>	<u>(18,971)</u>	<u>(25,132)</u>
	346,227	395,792
<u>Current portion</u>	<u>(63,616)</u>	<u>(69,130)</u>
	\$282,611	\$326,662

The loans receivable are from Canadian and American students who were enrolled prior to 2011 in the Fresno Pacific Biblical Seminary (formerly the Fresno campus of the Mennonite Brethren Biblical Seminary Inc.) graduate program. Student loan repayments begin six months after graduation or upon termination of their student status.

Students have one to ten years to repay these loans based on the individual loan amounts. The loans made to students who belong to the Mennonite Brethren denomination are interest free, while other student loans bear interest between 3% and 6% per annum. The interest-free loans have been discounted using a 2% interest rate.

There have been no new loans issued since 2011.

**MENNONITE BROTHERS BIBLICAL SEMINARY**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MAY 31, 2015**

**6. PROPERTY, PLANT AND EQUIPMENT**

	2015		2014	
	Cost	Accum. Amort.	Cost	Accum. Amort.
Computer equipment and software	\$16,808	\$16,808	\$ 16,808	\$ 14,006
Furniture and equipment	5,403	1,891	5,403	1,351
	<u>\$22,211</u>	<u>\$18,699</u>	<u>\$ 22,211</u>	<u>\$ 15,357</u>
Net Book Value		<u>\$ 3,512</u>		<u>\$ 6,854</u>

**7. RELATED PARTY TRANSACTIONS**

- a) As a member of ACTS, the Seminary provides subsidies to the consortium which collects all tuition and pays the operating costs of ACTS.

As of May 31, 2015, the Seminary had the following balances with ACTS:

	2015	2014
Accounts receivable	<u>\$ 36,212</u>	<u>\$ 22,860</u>
Due to Associated Canadian Theological Schools	<u>\$ 25,154</u>	<u>\$ 15,715</u>

During the year, the Seminary had the following transactions with ACTS. These transactions were made in the normal course of operations and are measured at the exchange amount which is the amount of consideration established and agreed upon by the related parties.

	2015	2014
Other revenue	<u>\$230,282</u>	<u>\$159,139</u>
Shared costs	<u>\$456,327</u>	<u>\$340,863</u>

**MENNONITE BROTHERS BIBLICAL SEMINARY**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MAY 31, 2015**

**7. RELATED PARTY TRANSACTIONS (Cont'd)**

- b) The Seminary has an affiliation agreement with the Canadian Mennonite University (CMU).

During the year, the Seminary had the following transactions with CMU. These transactions were made in the normal course of operations and are measured at the exchange amount which is the amount of consideration established and agreed upon by the related parties.

	2015	2014
Other revenue	\$ 74,315	\$ 79,486
Shared costs	\$ 124,477	\$126,293

- c) The CCMBC has the right to appoint a majority of the Seminary's board of directors. During the year, the Seminary received \$200,000 (2014 - \$200,000) in support from CCMBC for general purposes. CCMBC also contributed \$Nil (2014 - \$50,000) to accelerate a project that will provide non-credit educational courses to the Mennonite Brethren constituency and \$377,887 (2014 - \$8,461) for scholarships.

**8. FUND BALANCES – RESTRICTED**

	2015	2014
<b>Internally Restricted</b>		
Student financial aid	\$ 944,270	\$896,531
Student tuition protection fund (in compliance with BC Ministry of Advanced Education tuition protection requirements)	100,000	--
	<u>\$1,044,270</u>	<u>\$896,531</u>
<b>Externally Restricted</b>		
Scholarships	\$ 57,447	\$ 72,130
Non-credit educational courses	50,698	50,000
	<u>\$ 108,145</u>	<u>\$122,130</u>

**MENNONITE BRETHERN BIBLICAL SEMINARY**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MAY 31, 2015**

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**9. FUND BALANCES – ENDOWMENT**

	2015	2014
Endowment Fund balances are restricted as follows:		
a) John and Kathryn Froese – The investment income shall be used to honour outstanding communicators of the Gospel at Mennonite Brethren Biblical Seminary.	\$ 44,832	\$ 44,832
b) Nathan Paul Toews Fund – The investment income shall be used for student scholarships for those preparing for a career in the Christian ministry through the Mennonite Brethren denomination.	39,871	37,170
c) Rueben and Emma Baerg Estate – The investment income shall be used for the development and ministry of the Seminary.	51,454	51,455
d) Student Aid – During the year, CCMBC transferred funds to the Seminary’s endowment fund. CCMBC had previously received these endowments from the following donors: Cornelius J. Martens, Jacob D. Friesen, J. A. Toews, Sam and Elizabeth Willems, J. J. Toews, J. J. and Lena Toews, Peter and Mina Pauls.	377,887	--
	<u>\$514,044</u>	<u>\$133,457</u>

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**10. COMMITMENT**

The Seminary is committed to provide two years written notice to ACTS in the event they decide to withdraw from the consortium.

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**11. FINANCIAL RISKS**

The Seminary is exposed to various risks through its financial instruments. The following provides a measure of the Seminary’s risk exposure as at May 31, 2015.



**MENNONITE BRETHREN BIBLICAL SEMINARY**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MAY 31, 2015**

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**11. FINANCIAL RISKS (Cont'd)**

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During the year, the Seminary purchased \$1,577,612 of investments which increased their market risk.

**Liquidity risk:**

Liquidity risk is the risk that the Seminary will encounter difficulty in meeting obligations associated with liabilities. The Seminary's ability to meet obligations depends on the receipt of donations, the collection of its accounts receivable and loans receivable and the liquidity of its investments. The Seminary controls liquidity risk by managing its working capital and cash flows.

**Credit risk:**

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Seminary's main credit risk relates to its accounts receivable and loans receivable. The Seminary maintains, if deemed necessary, provision for potential credit losses, and any such losses to date have been within management's expectations.

**Market risk:**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk.

(i) **Currency risk**

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Consequently, certain assets and liabilities are subject to foreign exchange fluctuations.

As at May 31, 2015, the Seminary has cash and cash equivalents of \$52,669 (2014 - \$37,164), loans receivable of \$248,312 (2014 - \$311,811) and equity investments of \$435,072 (2014 - \$Nil) that are denominated in \$US currency, thus resulting in currency risk.

(ii) **Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Seminary is exposed to interest rate risk on its fixed income investments, amounts due from Canadian Conference of Mennonite Brethren Churches, loans receivable and due to Associated Canadian Theological Schools.

(iii) **Other price risk**

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Seminary is exposed to other price risk through its equity investments.

**MENNONITE BRETHREN BIBLICAL SEMINARY**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MAY 31, 2015**

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**12. ALLOCATION OF EXPENSES**

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The Seminary allocates costs, not directly attributable to a fund, based on the time spent.

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**13. STATEMENT PRESENTATION**

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Certain of the prior year's comparative figures have been reclassified in order to conform to the current year's financial statement presentation.





**MENNONITE BROTHERS BIBLICAL SEMINARY**  
**SCHEDULE OF EXPENSES BY CATEGORY**  
**FOR THE YEAR ENDED MAY 31, 2015**

Schedule 1

	General Fund	Restricted Fund	Endowment Fund	2015 Total	2014 Total
<b>EXPENDITURES</b>					
Salaries and benefits	\$ 721,416	\$ --	\$ --	\$ 721,416	\$ 616,660
Shared costs of Associated Canadian Theological Schools	162,002	--	--	162,002	150,879
Professional fees	42,890	--	--	42,890	42,210
Travel	48,926	--	--	48,926	43,537
Advertising and promotion	35,782	--	--	35,782	37,152
Student financial aid	--	31,750	--	31,750	27,420
Miscellaneous	13,050	--	--	13,050	6,143
Bad debts on loans receivable	--	12,311	--	12,311	25
Office supplies	7,377	--	--	7,377	13,136
Investment management fees	7,249	--	--	7,249	--
Office furniture and equipment	4,240	--	--	4,240	8,893
Insurance	3,462	--	--	3,462	2,302
Amortization	3,342	--	--	3,342	3,350
Interest and bank charges	2,599	--	--	2,599	1,374
Professional development	2,135	--	--	2,135	201
	\$ 1,054,470	\$ 44,061	\$ --	\$ 1,098,531	\$ 953,282



**Barkman  
& Tanaka**

Chartered  
Accountants