

*Financial Statements of*

**MENNONITE CENTRAL COMMITTEE  
MANITOBA INC.**

*March 31, 2025*

## INDEPENDENT AUDITOR'S REPORT

To the Board Members of  
Mennonite Central Committee Manitoba Inc.

### Qualified Opinion

We have audited the financial statements of Mennonite Central Committee Manitoba Inc. (the "Organization"), which comprise the statement of financial position as at March 31, 2025, and the statements of revenue and expenses, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2025, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### Basis for Qualified Opinion

In common with many not-for-profit organizations, the Organization derives revenue from contributions, fundraising events and donations of material resources, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Organization and we were not able to determine whether any adjustments might be necessary to recorded contributions, net revenue and cash flows from operations for the year ended March 31, 2025, current assets and net assets as at March 31, 2025.

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

### Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

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

### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes

our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian GAAS will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The logo for Deloitte, featuring the word "Deloitte" in a stylized, handwritten-style font, followed by a small graphic element resembling a stylized "up" or a checkmark.

Chartered Professional Accountants

Winnipeg, Manitoba  
June 21, 2025

## TABLE OF CONTENTS

	<u>Page</u>
Statement of Revenue and Expenditures	1
Statement of Financial Position	2
Statement of Changes in Net Assets	3
Statement of Cash Flows	4
Notes to the Financial Statements	5 – 12
Schedules	13 – 16

**MENNONITE CENTRAL COMMITTEE MANITOBA INC.****Statement of Revenue and Expenditures****Year Ended March 31, 2025**

	2025	2024
REVENUE		
Undesignated contributions:		
General	\$ 2,951,139	\$ 2,445,370
Thrift shops	3,248,074	4,273,132
Bequests	842,745	590,975
Designated contributions (Schedule 1)	3,963,170	4,621,473
Other events (Schedule 2)	277,710	238,608
Material resources	533,990	727,445
Grant funding	1,260,010	2,323,299
Sales and Fees for Service	363,504	258,187
Interest	193,348	161,080
Gifts-in-kind	8,365	8,599
Amortization of designated contribution-capital	22,016	21,920
Other	45,225	65,308
	<b>13,709,296</b>	<b>15,735,396</b>
EXPENDITURES		
Programs (Schedule 3)		
Justice & Peacebuilding	1,064,226	917,214
Disaster Relief	706,382	611,507
Sustainable Community Development	591,409	342,025
Program Administration	116,689	112,516
	<b>2,478,706</b>	<b>1,983,262</b>
Core administrative support	970,134	941,232
Communication & donor relations	961,019	690,268
Social enterprise	474,298	375,359
Other events (Schedule 2)	203,321	161,852
	<b>2,608,772</b>	<b>2,168,711</b>
Forwardings to MCC Canada (Schedule 4)	8,646,809	10,176,771
	<b>13,734,287</b>	<b>14,328,744</b>
NET (LOSS) REVENUE BEFORE OTHER ITEMS	<b>(24,991)</b>	<b>1,406,652</b>
OTHER ITEMS		
Gain on sale of fixed assets	847	313,053
Change in investment in Initiatives for Just Communities (Note 6)	271,823	(49,917)
NET REVENUE	<b>\$ 247,679</b>	<b>\$ 1,669,788</b>

**MENNONITE CENTRAL COMMITTEE MANITOBA INC.****Statement of Financial Position****March 31, 2025**

	<b>2025</b>	<b>2024</b>
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 3,370,698	\$ 3,405,262
Accounts receivable (Note 3)	996,346	1,434,547
Inventory	71,748	86,439
Prepaid expenses	58,200	35,995
	<b>4,496,992</b>	<b>4,962,243</b>
ABUNDANCE CANADA INVESTMENT (Note 4)	557,663	519,750
INVESTMENT IN THE JUBILEE FUND INC. (Note 5)	52,976	50,982
INVESTMENT IN IJC (Note 6)	1,877,581	1,605,758
INVESTMENT IN OLD GRACE HOUSING CO-OP (Note 7)	42,000	42,000
OTHER INVESTMENTS (Note 8)	1,355,324	1,314,470
CAPITAL ASSETS (Note 9)	3,035,134	3,149,991
	<b>\$ 11,417,670</b>	<b>\$ 11,645,194</b>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities (Note 10)	\$ 116,053	\$ 168,327
Due to MCC Canada	449,805	729,733
Deferred revenue	1,191,559	1,312,544
	<b>1,757,417</b>	<b>2,210,604</b>
Designated contributions - capital assets (Note 11)	396,384	418,400
	<b>2,153,801</b>	<b>2,629,004</b>
<b>COMMITMENTS (Note 14)</b>		
<b>NET ASSETS</b>		
Unrestricted	2,684,902	2,728,680
Internally Restricted (Note 12)	2,062,636	1,950,161
Invested in Capital Assets (Note 13)	2,638,750	2,731,591
Invested in Initiatives for Just Communities	1,877,581	1,605,758
	<b>9,263,869</b>	<b>9,016,190</b>
	<b>\$ 11,417,670</b>	<b>\$ 11,645,194</b>

APPROVED BY THE BOARD



Board Chair



Treasurer

**MENNONITE CENTRAL COMMITTEE MANITOBA INC.**  
**Statement of Changes in Net Assets**  
**Year Ended March 31, 2025**

	<b>2025</b>					<b>2024</b>
	<b>Unrestricted</b>	<b>Internally Restricted</b>	<b>Invested in Capital Assets</b>	<b>Invested in Initiatives For Just Communities</b>	<b>Total</b>	<b>Total</b>
Balance, beginning of year	\$ 2,728,680	\$ 1,950,161	\$ 2,731,591	\$ 1,605,758	<b>\$ 9,016,190</b>	\$ 7,346,402
Net revenue (expenditure)	189,317	-	(213,461)	271,823	<b>247,679</b>	1,669,788
Inter fund transfers (Note 12)	(233,095)	112,475	120,620	-	-	-
Balance, end of year	\$ 2,684,902	\$ 2,062,636	\$ 2,638,750	\$ 1,877,581	<b>\$ 9,263,869</b>	\$ 9,016,190

**MENNONITE CENTRAL COMMITTEE MANITOBA INC.****Statement of Cash Flows****Year Ended March 31, 2025**

	<b>2025</b>	<b>2024</b>
<b>OPERATING ACTIVITIES</b>		
Net revenue	<b>\$ 247,679</b>	<b>\$ 1,669,788</b>
Items not affecting cash:		
Gain on disposal of capital assets	<b>(847)</b>	<b>(313,527)</b>
Amortization of capital assets	<b>236,324</b>	<b>216,191</b>
Amortization of designated contributions	<b>(22,016)</b>	<b>(21,920)</b>
Change in investment in Initiatives for Just Communities	<b>(271,823)</b>	<b>49,917</b>
	<b>189,317</b>	<b>1,600,449</b>
Net change in non-cash operating working capital items:		
Accounts receivable	<b>438,201</b>	<b>(1,317,740)</b>
Inventory	<b>14,691</b>	<b>(21,929)</b>
Prepaid expenses	<b>(22,205)</b>	<b>29,906</b>
Accounts payable and accrued liabilities	<b>(52,274)</b>	<b>(867,405)</b>
Due to MCC Canada	<b>(279,928)</b>	<b>(200,519)</b>
Deferred revenue	<b>(120,985)</b>	<b>287,228</b>
	<b>166,817</b>	<b>(490,010)</b>
<b>FINANCING ACTIVITY</b>		
Designated contributions received - captial assets	<b>-</b>	<b>440,320</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of capital assets	<b>(136,106)</b>	<b>(2,099,054)</b>
Proceeds from the disposal of capital assets	<b>15,486</b>	<b>1,055,273</b>
Purchase of Guaranteed Income Certificates	<b>(40,854)</b>	<b>(609,628)</b>
Increase in Abundance Canada investment	<b>(37,913)</b>	<b>(23,663)</b>
	<b>(201,381)</b>	<b>(1,677,072)</b>
<b>NET DECREASE IN CASH POSITION</b>	<b>(34,564)</b>	<b>(1,726,762)</b>
<b>CASH, BEGINNING OF YEAR</b>	<b>3,405,262</b>	<b>5,132,024</b>
<b>CASH, END OF YEAR</b>	<b>\$ 3,370,698</b>	<b>\$ 3,405,262</b>



# MENNONITE CENTRAL COMMITTEE MANITOBA INC.

## Notes to the Financial Statements

March 31, 2025

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### 1. PURPOSE OF THE ORGANIZATION

Mennonite Central Committee ("MCC"), a worldwide ministry of Anabaptist churches, shares God's love and compassion for all in the name Christ by responding to basic human needs and working for peace and justice. Mennonite Central Committee Manitoba Inc. ("MCCM") engages in a number of programs which are consistent with MCC's ministry.

### 2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies.

#### a) *Fund Accounting*

The Organization accounts for its operation using the following funds:

- Unrestricted – accounts for unrestricted assets and liabilities that are used to support ongoing operations and to aid in ongoing projects approved by the Board of Directors and management.
- Internally Restricted – accounts for funds that have been set aside by the Board of Directors for future designated purposes.
- Invested in Capital Assets – accounts for assets, liabilities, revenues and expenditures related to capital assets.
- Invested in Initiatives for Just Communities – accounts for the Organization's net investment in Initiatives for Just Communities (Note 6).

#### b) *Revenue Recognition*

The Organization follows the deferral method of accounting for contributions which includes undesignated donations, designated donations, grants, events, bequests and gifts in kind.

Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Externally restricted contributions are recognized as revenue in the year in which the related expenditure is recognized. Contributions restricted for the purchases of capital assets are deferred and amortized into revenue at the same rate as the corresponding capital asset.

Revenue relating to sales and fees for service is recognized when persuasive evidence of an arrangement exists, delivery has occurred, the price to the buyer is fixed or determinable and collection is reasonably assured.

**MENNONITE CENTRAL COMMITTEE MANITOBA INC.**  
**Notes to the Financial Statements**  
**March 31, 2025**

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**2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

*c) Capital Assets*

Capital assets are recorded at cost less accumulated amortization. Amortization is recorded using the straight line method at the following rates:

Buildings	3-5%
Furniture	10%
Equipment	20%
Vehicles	30%
Computer Equipment	25%

Amortization on leasehold improvements are amortized over the term of the lease.

*d) Gifts-in-kind*

Supplies for material resource kits are purchased and donated during the year. The contributions and corresponding forwarding expenses are recorded at their fair market value when the packed goods are shipped from the Organization. Donations in kind are valued at their fair market value at the time the donations are received.

*e) Investment in IJC*

In 2012, the Organization transferred certain assets to Initiatives for Just Communities ("IJC"), a registered charity whose directors are appointed subject to the approval of the directors of the Organization. Accordingly, IJC is considered a controlled entity for financial reporting purposes and is accounted for by the Organization on an equity basis. In addition to the carrying value of the transferred assets, the Organization's investment in IJC includes the carrying value of land and buildings at 39136 Ridgewood Road in the RM of Ste. Anne, Manitoba that has been provided to IJC for their operational use and beneficial interest at a nominal annual lease amount. The lease is set to expire on March 31, 2025.

*f) Financial Instruments*

Financial assets and financial liabilities are initially recognized at fair value when the Organization becomes a party to the contractual provisions of the financial instrument. Subsequently, all financial instruments are measured at amortized cost.

With respect to financial assets measured at cost or amortized cost, the Organization recognizes in net earnings an impairment loss, if any, when it determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows. When the extent of impairment of a previously written-down asset decreases and the decrease can be related to an event occurring after the impairment was recognized, the previously recognized impairment loss shall be reversed in net earnings in the period the reversal occurs.

# MENNONITE CENTRAL COMMITTEE MANITOBA INC.

## Notes to the Financial Statements

March 31, 2025

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### 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

#### g) *Income Tax*

The Organization was established as a not-for-profit organization and is registered as a charity for purposes of the Income Tax Act (Canada), and as such is not subject to income tax on its net revenue.

#### h) *Use of Estimates*

The preparation of 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 at the date of the financial statements, and the reported amounts of revenue and expenditures during the reported period. Actual results could differ from management's best estimates. These financial statements include significant estimates relating to the estimated useful life of capital assets.

### 3. ACCOUNTS RECEIVABLE

	<u>2025</u>	<u>2024</u>
Due from MCC Canada	\$ 905,678	\$ 1,286,749
GST receivable	17,956	56,591
Trade receivables, other	72,712	91,207
	<u>\$ 996,346</u>	<u>\$ 1,434,547</u>

### 4. ABUNDANCE CANADA INVESTMENT

The investment in Abundance Canada, formerly known as the Mennonite Foundation, represents funds that have been invested in a pooled investment account with Abundance Canada. 60% of the amount is invested in a Fixed Income pool and 40% is invested in an Equity pool. The average rate of return on this investment during the year was 10.21%.

### 5. INVESTMENT IN THE JUBILEE FUND INC.

The Jubilee Fund Inc., governed by a Winnipeg-based coalition of faith organizations, is an independent not-for-profit organization and is registered as a charitable organization under the Income Tax Act (Canada). The purpose of The Jubilee Fund Inc. is to provide flexible financing in the form of loan guarantees for commercial, social and housing projects that contribute to community development.

**MENNONITE CENTRAL COMMITTEE MANITOBA INC.**  
**Notes to the Financial Statements**  
**March 31, 2025**

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**6. INVESTMENT IN INITIATIVES FOR JUST COMMUNITIES (“IJC”)**

A summary of IJC’s financial position and results for its fiscal year ended March 31, 2025 is as follows:

	<u><b>2025</b></u>	<u><b>2024</b></u>
Financial Position		
Total assets	\$ <b>2,697,027</b>	\$ 2,389,147
Total liabilities	<b>(819,451)</b>	(783,394)
Net assets	<b>\$ 1,877,576</b>	\$ 1,605,753
Results of Operations		
Total revenue	\$ <b>10,067,179</b>	\$ 8,458,525
Total operating expenditures	<b>(9,656,646)</b>	(8,236,116)
Capital fund - net expense	<b>(138,710)</b>	(272,326)
Excess revenue	<b>271,823</b>	(49,917)
Investment, beginning of year	<b>1,605,758</b>	1,655,675
Investment, end of year	<b>\$ 1,877,581</b>	\$ 1,605,758

**7. INVESTMENT IN OLD GRACE HOUSING CO-OP**

The Organization has provided \$84,000 to reserve adequate, safe, affordable housing for three newcomer households in a local housing cooperative. To assist with funding this housing reserve, the Organization received a grant of \$42,000 from The Winnipeg Foundation. The Organization entered into a five year agreement in 2017, which has since been renewed into a new five year term expiring in May 2027. At the agreement expiry, the Organization would have the opportunity to terminate the agreement, sell it’s shares in the Co-op, and receive the \$84,000 refunded. However, if this were to occur, The Winnipeg Foundation has the right to request the return of the \$42,000 grant, and therefore the investment in Old Grace Housing Co-op has been recorded net of the grant received related to this investment.

**MENNONITE CENTRAL COMMITTEE MANITOBA INC.**  
**Notes to the Financial Statements**  
**March 31, 2025**

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**8. OTHER INVESTMENTS**

Other investments represents amounts invested in guaranteed investment certificates ("GIC"). The respective values, maturity dates, and interest rates for these investments are as follows:

	<u><b>2025</b></u>	<u><b>2024</b></u>
36 month GIC maturing February 17, 2025 earning interest at a rate of 1.75%	\$ -	\$ 103,520
18 month GIC maturing February 15, 2025 earning interest at a rate of 5.00%	-	200,000
21 month GIC maturing February 15, 2025 earning interest at a rate of 4.45%	-	200,000
24 month GIC maturing February 15, 2026 earning interest at a rate of 5.30%	<b>206,239</b>	206,250
33 month GIC maturing February 15, 2026 earning interest at a rate of 4.55%	<b>418,250</b>	400,000
36 month GIC maturing February 17, 2026 earning interest at a rate of 4.70%	<b>109,634</b>	104,700
36 month GIC maturing February 17, 2026 earning interest at a rate of 4.90%	<b>100,000</b>	100,000
18 month GIC maturing August 15, 2026 earning interest at a rate of 3.80%	<b>200,000</b>	-
24 month GIC maturing February 15, 2027 earning interest at a rate of 3.70%	<b>215,853</b>	-
36 month GIC maturing February 17, 2028 earning interest at a rate of 3.50%	<b>105,347</b>	-
	<b>\$ 1,355,324</b>	<b>\$ 1,314,470</b>

MCCM has an available line of credit of \$400,000 with Access Credit Union (ACU) which bears interest at prime + 0.75% and has a renewal date of September 30, 2025. Security is provided by deposits at ACU for \$400,000 and a general security agreement creating a first interest over all assets of the Organization. At March 31, 2025, MCCM had not drawn on the Line of Credit.

**MENNONITE CENTRAL COMMITTEE MANITOBA INC.****Notes to the Financial Statements****March 31, 2025****9. CAPITAL ASSETS**

	<b>2025</b>			<b>2024</b>
	<b>Cost</b>	<b>Accumulated Depreciation</b>	<b>Net Book Value</b>	<b>Net Book Value</b>
140 Bannatyne Avenue - Head Office				
Building-Leasehold Improvements	<b>\$ 2,937,369</b>	<b>\$ 291,234</b>	<b>\$ 2,646,135</b>	<b>\$ 2,742,949</b>
Furniture	<b>287,425</b>	<b>57,350</b>	<b>230,075</b>	<b>257,466</b>
Equipment	<b>63,737</b>	<b>31,138</b>	<b>32,599</b>	<b>42,195</b>
Computers	<b>100,045</b>	<b>63,338</b>	<b>36,707</b>	<b>44,830</b>
	<b>3,388,576</b>	<b>443,060</b>	<b>2,945,516</b>	<b>3,087,440</b>
140 Bannatyne Avenue - Sam's Place				
Furniture	<b>19,557</b>	<b>3,912</b>	<b>15,645</b>	<b>17,601</b>
Equipment	<b>45,077</b>	<b>18,031</b>	<b>27,046</b>	<b>36,062</b>
	<b>64,634</b>	<b>21,943</b>	<b>42,691</b>	<b>53,663</b>
Other				
Vehicles	<b>42,538</b>	<b>6,381</b>	<b>36,157</b>	<b>-</b>
Buildings	<b>15,310</b>	<b>7,655</b>	<b>7,655</b>	<b>5,601</b>
Equipment	<b>18,762</b>	<b>15,647</b>	<b>3,115</b>	<b>3,287</b>
	<b>76,610</b>	<b>29,683</b>	<b>46,927</b>	<b>8,888</b>
	<b>\$ 3,529,820</b>	<b>\$ 494,686</b>	<b>\$ 3,035,134</b>	<b>\$ 3,149,991</b>

Included in building and equipment cost expenses on Schedule 5 is amortization of capital assets of totaling \$236,324 (2024 - \$216,192).

**10. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	<b>2025</b>	<b>2024</b>
Trade Payables	<b>\$ 11,560</b>	<b>\$ 82,775</b>
Accrued Liabilities	<b>100,967</b>	<b>81,880</b>
Government remittances payable	<b>3,526</b>	<b>3,672</b>
	<b>\$ 116,053</b>	<b>\$ 168,327</b>

**11. DESIGNATED CONTRIBUTIONS – CAPTIAL ASSETS**

	<b>2025</b>	<b>2024</b>
Opening balance	<b>\$ 418,400</b>	<b>\$ -</b>
New funds received in year	<b>-</b>	<b>440,320</b>
Amounts amortized	<b>(22,016)</b>	<b>(21,920)</b>
Ending balance	<b>\$ 396,384</b>	<b>\$ 418,400</b>

The current balance relates to funds received related to the building-leasehold improvements and will be amortized over the term of the lease.

**MENNONITE CENTRAL COMMITTEE MANITOBA INC.**  
**Notes to the Financial Statements**  
**March 31, 2025**

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**12. INTERNALLY RESTRICTED NET ASSETS**

Internally restricted net assets are comprised of the following:

	<u>2025</u>	<u>2024</u>
Legacy Fund	\$ 132,706	\$ 98,432
Refugee Fund	32,471	32,471
The Jubilee Fund Inc.	50,982	50,982
Old Grace Housing Co-op	42,000	42,000
Capital Asset Reserve Fund	1,804,477	1,726,276
	<u>\$ 2,062,636</u>	<u>\$ 1,950,161</u>

During the year, the Board approved the net transfer for \$112,475 from the Unrestricted Fund to Capital Asset Reserve Fund and a transfer of \$120,620 from the Unrestricted Fund to the Invested in Capital Assets Fund.

**13. NET ASSETS INVESTED IN CAPITAL ASSETS**

a) *Invested in capital assets is calculated as follows:*

	<u>2025</u>	<u>2024</u>
Capital Assets	\$ 3,035,134	\$ 3,149,991
Designated contributions - capital assets	(396,384)	(418,400)
	<u>\$ 2,638,750</u>	<u>\$ 2,731,591</u>

b) *Changes in net assets invested in capital assets is calculated as follows:*

	<u>2025</u>	<u>2024</u>
Amortization of capital assets	\$ (236,324)	\$ (216,191)
Amortization of designated contributions	22,016	21,920
Gain on disposed assets	847	313,527
	<u>(213,461)</u>	<u>119,256</u>
Purchase of capital assets	136,106	2,099,054
Transfer of remaining proceeds	-	(1,330,613)
Use of proceeds to fund purchase of capital assets	(15,486)	(2,099,054)
	<u>\$ (92,841)</u>	<u>\$ (1,211,357)</u>

**14. COMMITMENTS**

MCC Canada (MCCC) has signed a national Private Sponsorship of Refugees (PSR) Agreement with Immigration Refugee and Citizenship Canada (IRCC) committing to provide financial, human resource and moral support to a certain number of refugees sponsored under the PSR program. MCCC's responsibilities under this agreement have been assigned to the various Canadian MCCs.

**MENNONITE CENTRAL COMMITTEE MANITOBA INC.**  
**Notes to the Financial Statements**  
**March 31, 2025**

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**14. COMMITMENTS (continued)**

MCC Manitoba has partnered with various church and community groups to assist with the sponsorship and resettlement of certain refugee families in Manitoba. These groups have committed to providing the required funding to sponsor and support these refugee families for the required period of time. However, should any of these groups default on their financial obligations MCCM would be responsible for providing the funding shortfall. As at March 31, 2025, MCCM has a maximum estimated contingent liability of \$2,678,900 relating to resettlement sponsorship commitments for 301 individuals.

MCCM leases their operating facilities at 140B-Bannatyne Avenue in Winnipeg, MB. The future payments on this lease over the next 5 years are as follows:

2026	\$166,911
2027	166,911
2028	167,426
2029	173,093
2030	173,093

**15. FINANCIAL RISKS**

*a) Interest rate risk*

Interest rate risk is the risk to the Organization's earnings that arises from fluctuations in interest rates and the degree of volatility of those rates. Long-term debt bears interest at floating rates and rates reset regularly, and therefore these debts are subject to interest rate risk due to changes in the prime rate. The Organization does not use derivative financial instruments to reduce its exposure to variable interest rate risk.

*b) Credit risk*

Credit risk arises from the potential that a counterparty will fail to perform its obligations. The Organization is exposed to credit risk relating to its accounts receivables and its funds invested in both the Abundance Canada and The Jubilee Fund Inc.

Investments in The Jubilee Fund Inc. are not protected under the Manitoba Securities Act. The Investments Certificates are handled by the Assiniboine Credit Union as agents on behalf of The Jubilee Fund Inc. Since the investments are not a product of the Credit Union, they are not insured by the Credit Union Deposit Guarantee Corporation or by any other source. However, The Jubilee Fund Inc. maintains a loan loss reserve fund which can be utilized in the event of a loan default. As at December 31, 2024 the value of The Jubilee Fund Inc.'s Loan Loss Reserve Fund was \$575,318 (2024 – \$214,257).

**16. COMPARATIVE FIGURES**

Certain prior year figures have been reclassified to confirm to current year's presentation.



**MENNONITE CENTRAL COMMITTEE MANITOBA INC.**  
**Schedule of Designated Contributions**  
**Year Ended March 31, 2025**

	<u>2025</u>	<u>2024</u>
DESIGNATED CONTRIBUTIONS		
International programming	\$ 1,058,270	\$ 1,525,025
Canadian Foodgrains Bank	1,946,504	2,478,150
Manitoba provincial programming	430,666	229,911
Disaster restricted funds	527,730	388,387
	<b>\$ 3,963,170</b>	<b>\$ 4,621,473</b>

**Schedule of Other Events**  
**Revenue and Expenditures**  
**Year Ended March 31, 2025**

	<u>Revenue</u>	<u>Expenditures</u>	<u>Net Revenue</u> <u>2025</u>	<u>Net Revenue</u> <u>2024</u>
Cycle Clear Lake	\$ 52,415	\$ 2,705	\$ 49,710	\$ 50,647
Golf tournament	60,795	28,134	32,661	28,050
Grow Hope	164,500	172,482	(7,982)	(1,941)
	<b>\$ 277,710</b>	<b>\$ 203,321</b>	<b>\$ 74,389</b>	<b>\$ 76,756</b>

Of the net revenue received from fundraising events, \$82,372 was forwarded to MCC Canada during the 2025 fiscal year (2024 - \$78,697). The remainder of the net revenue was used to help fund MCCM programs in Manitoba.

**MENNONITE CENTRAL COMMITTEE MANITOBA INC.**  
**Schedule of Program Expenditures**  
**Year Ended March 31, 2025**

	<u>2025</u>	<u>2024</u>
MANITOBA PROGRAMS		
Abuse Response and Prevention	\$ 26,372	\$ 57,344
Indigenous Neighbours	159,315	125,674
Material resources	706,382	611,507
Migration and Resettlement	591,409	342,025
Peace and Advocacy	81,665	74,761
Program administration	116,689	112,516
Sam's Place	671,874	534,435
OTHER ORGANIZATIONAL SUPPORT		
Initiatives for Just Communities	125,000	125,000
	<b>\$ 2,478,706</b>	<b>\$ 1,983,262</b>

**MENNONITE CENTRAL COMMITTEE MANITOBA INC.**  
**Schedule of Forwardings to MCC Canada**  
**Year Ended March 31, 2025**

	<b>2025</b>	<b>2024</b>
<b>DESIGNATED</b>		
Forwardings for special projects:		
Canadian Foodgrains Bank	\$ 1,946,504	\$ 2,478,148
Food	307,755	412,146
HIV/AIDS	-	(100)
International - General	396,310	451,146
Material resources, donations in kind	533,990	727,445
Serving and Learning Together	1,650	32,410
Forwardings for specific locations:		
Africa	123,903	81,401
Asia	21,051	72,327
Europe & Middle East	546,882	661,982
Latin America	213,449	202,000
Relief Sales and Other Events (Schedule 2)	82,371	78,697
Manitoba Council for International Cooperation - Grants		
Laos	130,000	130,000
	<b>4,303,865</b>	<b>5,327,702</b>
<b>UNDESIGNATED</b>	<b>4,342,944</b>	<b>4,849,069</b>
	<b>\$ 8,646,809</b>	<b>\$ 10,176,771</b>

**MENNONITE CENTRAL COMMITTEE MANITOBA INC.****Schedule of Expenses by Function****Year Ended March 31, 2025**

	<b>2025</b>	<b>2024</b>
Advertising & Promotion	\$ 81,619	\$ 77,270
Amortization	236,324	216,192
Bank & Finance charges	62,639	60,795
Compensation (Benefits)	433,410	341,078
Compensation (Salaries)	2,400,919	1,851,875
Contributions to other organizations	138,050	138,803
Education & Training	31,521	26,848
Equipment Costs	12,788	33,431
Forwarding to MCC Canada	8,646,809	10,176,771
Goods for Resale	162,740	131,184
Insurance	31,222	35,907
Licenses & Memberships	84,818	79,582
Material Resource Kit Supplies	82,643	53,077
Occupancy Costs	1,162,635	1,113,872
Other	46,405	36,871
Professional Fees	67,967	90,831
Refugee Sponsorship Support	300,276	107,815
Supplies & Services	323,237	286,509
Travel & Vehicle Costs	(626,551)	(588,090)
Workshops & Events	46,451	49,524
	<b>\$ 13,734,287</b>	<b>\$ 14,328,744</b>