

THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.

Financial Statements

December 31, 2022

Draft for discussion purposes only



Baker Tilly Trillium LLP

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
The United Church Downtown Mission of Windsor Inc.
Report on the Financial Statements

Qualified Opinion

We have audited the financial statements of The United Church Downtown Mission of Windsor Inc. (the Mission), that comprise the statement of financial position as at December 31, 2022 and the statements of changes in fund balance, operations and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the 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 Mission as at December 31, 2022, 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

The Mission does not record gifts in kind. This is a departure from Canadian accounting standards for not-for-profit organizations. The Mission's records indicate that had the Mission recorded gifts in kind using the Mission's fair market value estimates, gift in kind revenue would increase by \$5,082,729 and gift in kind expense would increase by \$5,082,729, with a net effect on excess of revenue over expenditures and cash flows from operations for the year ended December 31, 2022 of \$NIL, and an effect on fund balances as at December 31, 2022 of \$NIL.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Mission in accordance with 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 Mission'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 Mission or to cease operations, or has no realistic

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Independent Auditor's Report to the Board of Directors of The United Church Downtown Mission of Windsor Inc. *(continued)*

alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Mission'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 Mission'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 Mission 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.



Independent Auditor's Report to the Board of Directors of The United Church Downtown Mission of Windsor Inc. *(continued)*

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.

Chartered Professional Accountants
Licensed Public Accountants
Essex, Ontario

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THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.

Statement of Financial Position

December 31, 2022

	General Fund 2022	Capital Fund 2022	Total 2022	Total 2021
ASSETS				
CURRENT ASSETS				
Cash	\$ 345,840	\$ -	\$ 345,840	\$ 481,149
Restricted cash	31,123	-	31,123	236,515
Investments	2,513	-	2,513	420
Accounts receivable (Note 4)	693,575	-	693,575	196,226
HST receivable	55,588	-	55,588	37,471
Current portion of mortgage receivable (Note 5)	-	285,935	285,935	9,448
Inventory	4,032	-	4,032	3,936
Prepaid expenses	16,371	-	16,371	6,648
	1,149,042	285,935	1,434,977	971,813
TANGIBLE CAPITAL ASSETS (Note 6)	-	3,754,853	3,754,853	3,939,861
MORTGAGE RECEIVABLE (Note 5)	-	-	-	285,898
	\$ 1,149,042	\$ 4,040,788	\$ 5,189,830	\$ 5,197,572

See accompanying notes to the financial statements

THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.

Statement of Financial Position

December 31, 2022

	General Fund 2022	Capital Fund 2022	Total 2022	Total 2021
LIABILITIES				
CURRENT				
Accounts payable and accrued liabilities	\$ 255,096	\$ 136,627	\$ 391,723	\$ 594,392
Government remittances payable	2,506	-	2,506	45,135
Deferred contributions (Note 7)	11,000	-	11,000	98,066
Due to (from) capital (general) fund (Note 8)	303,719	(303,719)	-	-
Current portion of mortgages (Note 9)	-	13,977	13,977	13,366
Current portion of obligations under capital lease (Note 10)	-	2,504	2,504	63,382
	572,321	(150,611)	421,710	814,341
MORTGAGES PAYABLE (Note 9)	-	271,062	271,062	283,716
OBLIGATIONS UNDER CAPITAL LEASES (Note 10)	-	-	-	52,082
	572,321	120,451	692,772	1,150,139
FUND BALANCES				
Unrestricted	576,721	-	576,721	263,424
Externally restricted	-	136,627	136,627	475,635
Internally restricted	-	3,783,710	3,783,710	3,308,374
	576,721	3,920,337	4,497,058	4,047,433
	\$ 1,149,042	\$ 4,040,788	\$ 5,189,830	\$ 5,197,572

APPROVED ON BEHALF OF THE BOARD

_____ Director

_____ Director

THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.
Statement of Changes in Fund Balance
For the Year Ended December 31, 2022

	General Fund 2022	Capital Fund 2022	Total 2022	Total 2021
FUND BALANCES, BEGINNING OF YEAR	\$ 263,424	\$ 3,784,009	\$ 4,047,433	\$ 3,974,912
Excess (deficiency) of revenues over expenditures	313,297	136,328	449,625	72,521
FUND BALANCES, END OF YEAR	\$ 576,721	\$ 3,920,337	\$ 4,497,058	\$ 4,047,433

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THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.

Statement of Operations

For the Year Ended December 31, 2022

	General Fund 2022	Capital Fund 2022	Total 2022	Total 2021
REVENUES				
Donations and fundraisers	\$ 2,630,114	\$ 303,066	\$ 2,933,180	\$ 2,852,205
Canada's Homelessness				
Strategy support (Note 11)	1,092,690	-	1,092,690	528,209
Grants and program support	401,190	-	401,190	665,167
Sales - enterprise and social program	229,220	-	229,220	324,926
Cost recoveries, security and miscellaneous revenue - enterprise and social program	48,984	5,833	54,817	117,425
Rental	7,115	-	7,115	68,609
Restricted donations	-	40,941	40,941	-
	<u>4,409,313</u>	<u>349,840</u>	<u>4,759,153</u>	<u>4,556,541</u>
EXPENDITURES (Note 12)				
Amortization	-	198,591	198,591	272,309
Client assistance	10,935	-	10,935	20,429
Cost of supplies and miscellaneous - enterprise and social programs	98,679	-	98,679	173,715
Food purchases	92,202	-	92,202	92,109
Fundraising	314,044	-	314,044	314,999
Insurance	36,446	-	36,446	27,439
Interest and bank charges	10,324	-	10,324	10,689
Interest on long-term debt	-	14,521	14,521	14,521
Interest on capital leases	15,910	-	15,910	8,694
Office	77,024	-	77,024	142,858
Operating costs	776,093	-	776,093	619,172
Professional fees	64,720	-	64,720	185,807
Transportation	40,280	-	40,280	55,997
Wages and benefits	2,559,359	-	2,559,359	2,609,603
	<u>4,096,016</u>	<u>213,112</u>	<u>4,309,128</u>	<u>4,548,341</u>
EXCESS (DEFICIENCY) BEFORE OTHER ITEMS	<u>313,297</u>	<u>136,728</u>	<u>450,025</u>	<u>8,200</u>
OTHER ITEMS				
Gain on disposal of investments	-	-	-	44
Gain on disposal of tangible capital assets	-	(400)	(400)	105,492
Impairment on tangible capital asset	-	-	-	(41,215)
	<u>-</u>	<u>(400)</u>	<u>(400)</u>	<u>64,321</u>

(continues)

See accompanying notes to the financial statements

THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.

Statement of Operations (continued)

For the Year Ended December 31, 2022

	General Fund 2022	Capital Fund 2022	Total 2022	Total 2021
EXCESS OF REVENUES OVER EXPENDITURES	\$ 313,297	\$ 136,328	\$ 449,625	\$ 72,521

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THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.

Statement of Cash Flows

For the Year Ended December 31, 2022

	General Fund 2022	Capital Fund 2022	Total 2022	Total 2021
OPERATING ACTIVITIES				
Excess of revenues over expenditures	\$ 313,297	\$ 136,328	\$ 449,625	\$ 72,521
Items not affecting cash:				
Amortization	-	198,591	198,591	272,309
Gain on disposal of investments	-	-	-	(44)
Gain on disposal of tangible capital assets	-	400	400	(105,492)
Impairment on tangible capital asset	-	-	-	41,215
	<u>313,297</u>	<u>335,319</u>	<u>648,616</u>	<u>280,509</u>
Changes in non-cash working capital:				
Accounts receivable	(497,349)	-	(497,349)	50,606
Inventory	(96)	-	(96)	1,330
Accounts payable and accrued liabilities	38,268	(240,941)	(202,673)	(404,207)
Government remittances payable	(42,629)	-	(42,629)	(2,408)
Deferred contributions	11,000	(98,066)	(87,066)	(4,615)
HST receivable	(18,117)	-	(18,117)	36,082
Prepaid expenses	(9,723)	-	(9,723)	1,662
Due to (from) capital (general) fund	(133,265)	133,265	-	-
	<u>(651,911)</u>	<u>(205,742)</u>	<u>(857,653)</u>	<u>(321,550)</u>
	<u>(338,614)</u>	<u>129,577</u>	<u>(209,037)</u>	<u>(41,041)</u>

(continues)

See accompanying notes to the financial statements

THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.

Statement of Cash Flows *(continued)*

For the Year Ended December 31, 2022

	General Fund 2022	Capital Fund 2022	Total 2022	Total 2021
INVESTING ACTIVITIES				
Purchase of tangible capital assets	-	(146,012)	(146,012)	(335,310)
Proceeds on disposal of tangible capital assets	-	131,835	131,835	922,500
Proceeds from sale of investments	-	-	-	16,503
Purchase of Investments	(2,087)	-	(2,087)	(300,000)
Collections on mortgage receivable	-	9,608	9,608	4,654
	(2,087)	(4,569)	(6,656)	308,347
FINANCING ACTIVITIES				
Repayment of long-term debt	-	(12,043)	(12,043)	(12,043)
Repayment of obligations under capital lease	-	(112,965)	(112,965)	(56,346)
	-	(125,008)	(125,008)	(68,389)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(340,701)	-	(340,701)	198,917
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	717,664	-	717,664	518,747
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 376,963	\$ -	\$ 376,963	\$ 717,664
CASH CONSISTS OF:				
Cash	\$ 345,840	\$ -	\$ 345,840	\$ 481,149
Restricted cash	31,123	-	31,123	236,515
	\$ 376,963	\$ -	\$ 376,963	\$ 717,664

See accompanying notes to the financial statements

THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.

Notes to Financial Statements

Year Ended December 31, 2022

1. NATURE OF OPERATIONS

The United Church Downtown Mission of Windsor Inc. ("the Mission") is a registered charity, incorporated under the laws of Ontario without share capital. The Mission is exempt from income tax due to its registered charity status. The primary purpose of the Mission is to enhance the lives of Windsor's needy by providing free meals, clothing, shelter and other necessary services.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and are in accordance with Canadian generally accepted accounting principles.

(a) Fund accounting

The Mission uses fund accounting and follows the restricted fund method of accounting for contributions. The following funds are used by the Mission:

- i) The General Fund is used for current operations. It reports unrestricted resources, donations and grants for operations, including the Mission's program activities and administration.
- ii) The Capital Fund is used for capital asset additions and payments on long-term debt if any. Funds are accumulated from externally restricted donations and any interfund transfers from the general fund.

THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.

Notes to Financial Statements

Year Ended December 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

(b) Revenue recognition

Donations are recognized as revenue in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Bequests are recognized as revenue in the year received or receivable when the Mission has received formal notification of the amount bequested on settlement of the related estate.

Program support and grant revenues are recorded in the year when earned.

Cost recoveries, security and miscellaneous revenue and sales of the Enterprise Program, are recorded when the risks and rewards of ownership of the goods or services have been transferred to the buyer, the amount of consideration is measurable, and collection is reasonably assured. Contributions received by the Enterprise Program in advance of being earned are recorded as deferred revenue until the related expenses are incurred.

Restricted contributions required to be used for capital purposes are recognized as revenue in the Capital Fund. Other restricted contributions are deferred and recognized as revenue in the General Fund as the related expenses are incurred.

Unrestricted contributions are recognized immediately as revenue in the General Fund when received or receivable.

Net investment income that is not externally restricted is recognized as it is earned in the statement of operations in the General Fund. Net investment income that is externally restricted and must be used for capital purposes are recognized in the Capital Fund. Other externally restricted net investment income is recorded in the General Fund and is recognized in the statement of operations or in deferred contributions, depending on the nature of restrictions imposed.

Rental income is recorded on the accrual basis.

(c) Tangible capital assets

Purchased tangible capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution. Amortization is reported in the capital fund and is calculated on a straight-line basis over the estimated useful lives of the assets at the following rates:

Buildings	20 years
Equipment	5 years
Parking lot	10 years
Equipment under capital lease	15 years
Vehicles	10 years

(d) Financial instruments

The Mission's financial assets consist of cash, restricted cash, investments, accounts receivable, and mortgage receivable and the Mission's financial liabilities consist of accounts payable and accrued liabilities, due from (to) funds, mortgage payable and obligations under capital leases. These financial instruments are measured at amortized cost, evaluated for impairment at each balance sheet date with any write down recorded in statement of operations. Impairment reversals may occur and the asset can be written up to its original cost.

THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.

Notes to Financial Statements

Year Ended December 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

(e) Measurement uncertainty

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 amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reported period. Significant estimates and assumptions involved in the preparation of these financial statements include the estimated useful lives of tangible capital assets and the valuation of accounts receivable. Actual results could differ from those estimates.

3. FINANCIAL INSTRUMENTS

The Mission is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Mission's risk exposure and concentration as of December 31, 2022.

Credit risk

Credit risk is the risk that one party to a transaction will fail to discharge an obligation and cause the other party to incur a financial loss. The Mission is exposed to credit risk through its accounts receivable.

Concentration of risk

At December 31, 2022, 27% (2021 - 30%) of the accounts receivable is from one customer, a government entity. The Mission believes that this credit risk is minimized due to the financial worthiness of this debtor.

Interest rate risk

The Mission is exposed to 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. Fixed rate instruments subject the organization to a fair value risk while variable rate instruments subject it to a cash flow risk. The Mission is exposed to this risk in its fixed rate mortgages payable and capital lease obligations, the Mission's investments in guaranteed investment certificates, as well as the Mission's fixed rate mortgage receivable.

Liquidity risk

Liquidity risk is the risk that the Mission will encounter difficulty in meeting obligations associated with financial liabilities. Management closely monitors cash flow requirements to ensure that it has sufficient cash available to meet operational and financial obligations.

4. ACCOUNTS RECEIVABLE

Account receivable includes a bequest receivable of \$357,047 (2021 - \$0). This amount has been recognized as revenue of the general fund.

THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.

Notes to Financial Statements

Year Ended December 31, 2022

5. MORTGAGE RECEIVABLE

	2022	2021
Mortgage receivable - registered second charge on property at 664 Victoria Ave. Windsor, bearing interest at 2% per annum, repayable in blended monthly payments of \$1,270, maturing June 2023.	\$ 285,935	\$ 295,346
Amounts receivable within one year	(285,935)	(9,448)
	<u>\$ -</u>	<u>\$ 285,898</u>

6. TANGIBLE CAPITAL ASSETS

	Cost	Accumulated amortization	2022 Net book value	2021 Net book value
Land	\$ 1,895,873	\$ -	\$ 1,895,873	\$ 1,895,873
Buildings	2,063,945	630,094	1,433,851	1,429,627
Equipment	1,022,118	838,625	183,493	205,076
Vehicles	315,784	74,149	241,635	278,714
Parking Lot	25,283	25,282	1	2,816
Equipment under capital lease	-	-	-	127,755
	<u>\$ 5,323,003</u>	<u>\$ 1,568,150</u>	<u>\$ 3,754,853</u>	<u>\$ 3,939,861</u>

7. DEFERRED CONTRIBUTIONS

	2022	2021
Catherine Donnelly Foundation	\$ 11,000	\$ -
Private capital project donation	-	98,066
	<u>\$ 11,000</u>	<u>\$ 98,066</u>

8. INTERFUND BALANCES

Amounts owing from the general fund to the capital fund are non-interest bearing and have no set terms for repayment.

THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.

Notes to Financial Statements

Year Ended December 31, 2022

9. MORTGAGES PAYABLE

	<u>2022</u>	<u>2021</u>
Mortgage with TD Commercial Banking on 842 Dufferin, payable in monthly payments of \$1,419 including interest at 4.478%. Maturing September 2039. The mortgage is secured by a charge on the land and building with a net book value of \$561,131.	\$ 198,752	\$ 205,856
Mortgage with TD Commercial Banking on 1247 Wyandotte East, payable in monthly payments of \$794 including interest at 4.478%. Maturing September 2034. The mortgage is secured by a charge on the land and building with a net book value of \$146,350.	86,287	91,226
	<u>285,039</u>	<u>297,082</u>
Amounts payable within one year	<u>(13,977)</u>	<u>(13,366)</u>
	<u>\$ 271,062</u>	<u>\$ 283,716</u>

The mortgages are secured by a general security agreement, a first collateral mortgage charge over property located at 875 Ouellette Avenue, 842 Dufferin Avenue and 1241 - 1247 Wyandotte Street East and a general assignment of rents, leases, and insurance.

The Mission is required to maintain specific financial covenants in respect of its financing with TD. At December 31, 2022, the Mission is in compliance with those covenants.

Scheduled principal payments required until maturity are as follows:

2023	\$ 13,977
2024	14,581
2025	15,282
2026	15,981
2027	225,218
	<u>\$ 285,039</u>

THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.**Notes to Financial Statements****Year Ended December 31, 2022****10. OBLIGATIONS UNDER CAPITAL LEASES**

	<u>2022</u>	<u>2021</u>
Obligation under a capital lease for dental equipment, payable in monthly payments of \$5,318 including interest at 6.02%, maturing on September 2023, secured by the equipment with the net book value of \$123,785.	\$ -	\$ 109,002
Obligation under a capital lease for a forklift, payable in monthly payments of \$381 including interest at 5.75%, maturing on June 2023; secured by the equipment with a net book value of \$3,970.	<u>2,504</u>	<u>6,462</u>
	2,504	115,464
Amounts payable within one year	<u>(2,504)</u>	<u>(63,382)</u>
	<u>\$ -</u>	<u>\$ 52,082</u>

11. CANADA'S HOMELESSNESS STRATEGY SUPPORT

During the year, the Mission received federal funding administered by the City of Windsor - Housing and Children's Services with the following revenue and expenditures:

Revenue	
Canada's Homelessness Strategy	\$ 1,092,690
Expenditures	
Wages and benefits	643,420
Cost of supplies and miscellaneous	402,412
Overhead and administration	<u>46,858</u>
Deficit of revenues over expenditures	<u>\$ -</u>

12. OPERATING FUND EXPENDITURES

	<u>2022</u>	<u>2021</u>
Programs and services	\$ 2,498,485	\$ 2,690,703
Fundraising	392,241	503,595
Administration	392,750	342,357
Building occupancy	<u>812,540</u>	<u>605,426</u>
	<u>\$ 4,096,016</u>	<u>\$ 4,142,081</u>

13. VOLUNTEER SERVICES

The efforts of volunteer workers are not reflected in the accompanying financial statements as no objective basis is available to measure the value of such services; however, a substantial number of volunteers have donated significant amounts of their time to the Mission.

THE UNITED CHURCH DOWNTOWN MISSION OF WINDSOR INC.

Notes to Financial Statements

Year Ended December 31, 2022

14. PENSION PLAN

For certain employees until March 2022, the Mission contributes to a multi-employer defined benefit pension plan of the United Church of Canada. Due to the nature of the plan, the Mission does not have sufficient information to account for the plan as a defined benefit plan; therefore, the multi-employer defined benefit pension plan is accounted for in the same manner as a defined contribution plan. An expense is included in wages and benefits for this year's pension contribution of \$10,858 (2020 - \$92,776).

15. CREDIT FACILITIES

The Mission has an operating line of credit with TD bank authorized to an amount of up to \$250,000 at an annual interest rate of prime plus 0.65%, secured by a general security agreement. As of December 31, 2022, the credit facility was not in use. The prime interest rate at December 31, 2022 was 6.60%.

16. UNUSUAL EVENT

On March 11, 2020, the World Health Organization categorized COVID-19 as a pandemic. The potential economic effects within the Mission's environment and in the global markets, possible disruption in supply chains, and measures being introduced at various levels of government to curtail the spread of the virus (such as travel restrictions, closures of non-essential municipal and private operations, imposition of quarantines and social distancing) could have a material impact on the Mission's operations. The extent of the impact of this outbreak and related containment measures on the Mission's operations cannot be reliably estimated at this time.

17. COMPARATIVE FIGURES

The comparative figures were reclassified to conform to presentation adopted in the current year. .