

ANGLICAN DIOCESE OF CHRISTCHURCH
SPECIAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021



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ANGLICAN DIOCESE OF CHRISTCHURCH
STATEMENT OF FINANCIAL PERFORMANCE
 FOR THE YEAR ENDED 31 DECEMBER 2021



	Note	Actual 2021 \$	Budget 2021 \$	Actual 2020 \$
REVENUE				
Donations & other similar revenue	1	119,568	109,568	109,469
Revenue from providing goods & services	1	2,052	10,000	1,160
Interest & other Investment Income	1	5	-	4
Other Revenue	1	-	-	4
TOTAL REVENUE		121,625	119,568	110,637
EXPENSES				
Costs related to providing goods & services				
Governance	2	79,009	86,868	74,881
Administration and Finance	2	177	100	227
		79,186	86,968	75,108
Other expenses	2	42,304	32,600	34,637
TOTAL EXPENSES		121,491	119,568	109,744
Net Surplus (Deficit) before tax		134	-	892
Less Income Tax		-	-	-
Net Surplus after tax		134	-	892

This statement is to be read in conjunction with the Audit and Notes to the Performance Report

ANGLICAN DIOCESE OF CHRISTCHURCH
STATEMENT OF FINANCIAL POSITION
 AS AT 31 DECEMBER 2021



	Note	\$	2021 \$	2020 \$
EQUITY				
Accumulated Funds	3		1,502	1,367
TOTAL EQUITY			1,502	1,367
ASSETS				
CURRENT ASSETS				
Bank Accounts & Cash		457		6,520
Debtors & Prepayments		-		-
Goods & Services Tax		3,942		2,998
TOTAL ASSETS			4,399	9,518
LIABILITIES				
CURRENT LIABILITIES				
Creditors & Accrued Expenses		971		1,227
ADMSC Current Account	5	1,927		6,923
TOTAL LIABILITIES			2,897	8,150
NET ASSETS			1,502	1,367

This statement should be read in conjunction with the Audit Report and Notes to the Performance Report

ANGLICAN DIOCESE OF CHRISTCHURCH
STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED 31 DECEMBER 2021



	2021 \$	2020 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash was received from:		
Donations, fundraising and other similar receipts	119,568	109,469
Receipts from providing goods or services	2,052	1,160
Interest and other investment receipts	5	4
Other revenue	-	4
	<u>121,625</u>	<u>110,637</u>
Net GST	(944)	(1,097)
Cash was applied to:		
Payments to suppliers and employees	121,747	110,401
Donations or grants paid	-	-
	<u>121,747</u>	<u>110,401</u>
Net Cash Flows from Operating Activities	<u>(1,066)</u>	<u>(861)</u>
CASH FLOWS FROM INVESTING & FINANCING ACTIVITIES		
Cash was received from:		
Receipts from the sale of plant and equipment	-	-
Proceeds from investments	-	-
	<u>-</u>	<u>-</u>
Cash was applied to:		
Payments to acquire plant and equipment	-	-
Purchase of investments	-	-
	<u>-</u>	<u>-</u>
Net Cash Flows from Investing and Financing Activities	<u>-</u>	<u>-</u>
Net Increase / (Decrease) in Cash	(1,066)	(861)
Opening Cash	(403)	457
Closing Cash	<u>(1,469)</u>	<u>(403)</u>
THIS IS REPRESENTED BY:		
Bank Accounts & Cash	457	6,520
ADMSC Current Account	(1,927)	(6,923)
Bank Accounts and Cash	<u>(1,469)</u>	<u>(403)</u>

Basis of Preparation

These financial statements have been prepared as special purpose reports given the Anglican Diocese of Christchurch has no requirement to prepare Generally Accepted Accounting Practice ("NZ GAAP") compliant financial statements under the Financial Reporting Act 2013.

The financial statements have been prepared in accordance with the accounting policies detailed.

The financial statements have been prepared for the entity's owners.

Historical cost

These financial statements have been prepared on a historical cost basis, except for certain assets which have been revalued as identified in specific accounting policies below.

The financial statements are presented in New Zealand (NZ\$) and all values are rounded to the nearest NZ\$, except when otherwise indicated.

Changes in Accounting Policies

All accounting policies of the entity have been applied consistently during the year.

Goods and Services Tax (GST)

The Diocese is registered for GST, therefore all amounts are recorded exclusive of GST, except for debtors and creditors which are stated inclusive of GST.

Income Tax

Income tax is accounted for using the taxes payable method. The income tax expense in the Statement of Financial Performance represents the estimated current obligation payable to Inland Revenue. The Diocese qualifies for the not-for-profit annual \$1,000 income tax exemption.

Revenue

Grants are recognised as revenue upon receipt other than grants with "use or return" conditions attached which are initially recognised as a liability and as conditions are met the grant is recorded to revenue.

Revenue from services is recognised on an accruals basis when the services are provided.

Interest income is recognised on an accruals basis.

Expenses

Audit fees are recognised on a cash basis, all other expenditure is recognised on an accruals basis.

Bank Accounts and Cash

Bank Accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Debtors

Debtors are stated at their expected realisable value. Bad debts are written off in the year in which they become uncollectible.

	Note	Actual 2021 \$	Budget 2021 \$	Actual 2020 \$
1 ANALYSIS OF REVENUE				
Donations & other similar revenue				
Grants and Endowments:				
CPT General Trust Estate - Operational Grant	5	80,232	78,968	78,869
CPT General Trust Estate - Royal Commission	5	39,336	30,600	30,600
		<u>119,568</u>	<u>109,568</u>	<u>109,469</u>
Revenue from providing goods & services				
Chch Diocese Synod - Registration Fees		2,052	10,000	1,160
		<u>2,052</u>	<u>10,000</u>	<u>1,160</u>
Interest and other Investment income				
Interest Income - ANZ & IRD		5	-	4
		<u>5</u>	<u>-</u>	<u>4</u>
Other Income				
Sundry Income		-	-	4
		<u>-</u>	<u>-</u>	<u>4</u>
TOTAL REVENUE		<u>121,625</u>	<u>119,568</u>	<u>110,637</u>
2 ANALYSIS OF EXPENSES				
Costs related to providing goods & services				
Governance:				
Christchurch Diocese Synod		5,141	13,000	1,013
Levy - General Synod		57,222	57,222	57,222
Levy - Tikanga Pakeha Conference		16,646	16,646	16,646
		<u>79,009</u>	<u>86,868</u>	<u>74,881</u>
Administration and Finance:				
Sundry Administration costs		177	100	227
		<u>177</u>	<u>100</u>	<u>227</u>
Other expenses				
Audit Fees		2,500	2,000	4,000
Interest expense - Current Account	5	3	-	37
Royal Commission Costs		39,801	30,600	30,600
		<u>42,304</u>	<u>32,600</u>	<u>34,637</u>
TOTAL EXPENSES		<u>121,491</u>	<u>119,568</u>	<u>109,744</u>

ANGLICAN DIOCESE OF CHRISTCHURCH
NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2021



	2021	2020
3 Equity	\$	\$
Accumulated Funds		
Opening Balance	1,367	475
Net Surplus after tax	134	892
Total Accumulated Funds	1,502	1,367

4 Commitments and Contingencies

Commitments

There are no commitments as at balance date. (Last Year - nil)

Contingent Liabilities and Guarantees

As a result of the Royal Commission of Inquiry into Faith-based Institutions over the past couple of years, redress processes within the Anglican Church enable survivors of abuse within our Diocese to receive redress. In some cases, redress includes financial redress. The extent of the likely number of claims, or the amount of any redress, is unknown at this stage. There is no time limit on complaints being made for sexual abuse. Financial redress will be funded from the CPT General Trust Estate of the Diocese of Christchurch.

There are no other contingent liabilities or guarantees as at balance date. (Last Year - nil)

5 Related Parties

Church Property Trustees

Church Property Trustees holds the assets of the General Trust Estate on trust for the general purposes of the Diocese of Christchurch. An annual grant is derived from the General Trust Estate, in consultation with the Church Property Trustees on the income available, towards the running costs of the Diocese.

	2021	2020	2021	2020
Grant Income	Value of Transactions		Amount Outstanding	
	\$	\$	\$	\$
General Trust Estate - Operational	80,232	78,869	-	-
General Trust Estate - Royal Commission	39,336	30,600	-	-
	119,568	109,469	-	-

Anglican Diocesan Ministry Support Centre

The Anglican Diocesan Ministry Support Centre provides short term cash flow funding to the Anglican Diocese of Christchurch on an arms length basis as required. The funding is unsecured, interest is charged at the current ANZ Call account rate and is repayable on demand.

	2021	2020	2021	2020
Current Account:	Value of Transactions		Amount Outstanding	
	\$	\$	\$	\$
Interest Expense	3	37	-	-
Value of Current Account			1,927	6,923
	3	37	1,927	6,923

6 Events after Balance Date

There are no significant events subsequent to balance date which would have a material effect on the financial position or performance reflected in the financial statements.

ANGLICAN DIOCESE OF CHRISTCHURCH
APPROVAL OF FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021



Standing Committee are pleased to present the approved financial report including the historical financial statements of the Anglican Diocese of Christchurch for year ended 31 December 2021.

APPROVED

A handwritten signature in black ink, appearing to read 'Peter Carrell', written over a horizontal line.

+Peter Carrell

Chairperson

Date 01-06-2022

A handwritten signature in black ink, appearing to read 'Lynda Alexander', written over a horizontal line.

Lynda Alexander

Finance Manager

Date 01-06-2022

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF THE ANGLICAN DIOCESE OF CHRISTCHURCH**

Opinion

We have audited the special purpose financial statements of the Anglican Diocese of Christchurch ("the Entity"), which comprise the statement of financial position as at 31 December 2021, and the statement of financial performance and statement of cash flows for the year then ended, and notes to the special purpose financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying special purpose financial statements of the Entity for the year ended 31 December 2021 are prepared, in all material respects, in accordance with the accounting policies specified in the Statement of Accounting Policies on page 4 of the special purpose financial statements.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) ("ISAs (NZ)"). *the Audit of the Financial Statements* section of our report. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for We* are independent of the Entity in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board, 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 opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the Entity.

Emphasis of Matter - Basis of Accounting and Restriction on Distribution and Use

We draw attention to the Statement of Accounting Policies on page 4 of the financial statements, which describes the basis of accounting. The financial statements are prepared solely for the Entity's members, as a body. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Entity and the Entity's members, as a body, and should not be distributed to or used by parties other than the Entity and the Entity's members. Our opinion is not modified in respect of this matter.

Those Charged with Governance Responsibilities for the Financial Statements

Those charged with governance are responsible for the preparation of the financial statements in accordance with the accounting policies specified in the Statement of Accounting Policies in the financial statements and for such internal control as those charged with governance determine 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, those charged with governance are responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless those charged with governance either intend to liquidate the Entity or to cease operations, or have no realistic alternative but to do so.

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 ISAs (NZ) 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 decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (NZ), we exercise professional judgement and maintain professional scepticism 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by those charged with governance.
- Conclude on the appropriateness of the use of the going concern basis of accounting by those charged with governance and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity'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 Entity to cease to continue as a going concern.

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.

Who we Report to

This report is made solely to the Entity's members, as a body. Our audit work has been undertaken so that we might state those matters which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Entity and the Entity's members, as a body, for our audit work, for this report or for the opinions we have formed.



BDO Christchurch
Christchurch
New Zealand
1 June 2022