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Legal Name of Entity:	Anglican Diocese of Christchurch
Other Name of Entity:	Diocese of Christchurch
Type of Entity and Legal Basis:	The Diocese is established under the Code of Canons and Constitution of the Anglican Church in Aotearoa, New Zealand and Polynesia. The Diocese is a registered charity.
Registration Number:	CC31509

Diocese Purpose or Mission:

Diocesan Mission Statement: Christ our hope - Faith for the future

- To proclaim the Gospel of the Kingdom
- To nurture the community of faith
- In love to heal, care and serve all people
- To seek justice and peace for all
- To safeguard the integrity of creation and renew the life of the earth

Strategic Plan - 3 Priorities:

Christ-centred Mission:

Christ is both our centre and the One we serve. We become Christ-like by furthering the Kingdom and further the Kingdom by becoming Christ-like.

Faithful Stewardship:

Of the Christian faith; environment; Diocesan properties and finances; time; talent and our heritage. Stewardship of the Christian faith includes how we offer theological education.

Young Leaders:

Raise up; encourage; educate; appoint and enable young people as leaders in our Diocese.

Diocese Structure:

Governance Structure:

The Diocese is governed by the Diocesan Statutes and Regulations of the Anglican Diocese of Christchurch.

Synod:

The Diocesan Synod is the overall representative governing body in the Diocese of Christchurch.

Synod membership is comprised of the Bishop; all clergy in the Diocese holding a Bishop's licence; one lay person elected by each parish where not specified on the Schedule; four youth representatives & the youth advisor; all members of Standing Committee; Director of Theology House; two members of AAW, Anglican Care, CPT & Community of the Sacred Name; and a representative of any Anglican school in the Diocese who shall have voting rights.

Lay representatives are elected by each ministry unit at their AGM every third year.

The Diocesan Synod meets at least once every year as determined by the Bishop.

Operational Structure:

Standing Committee:

Standing Committee as "Synod out of session" is responsible for the operational governance of the Diocese.

The Standing Committee is chaired by the Bishop of Christchurch, The Right Revd Victoria Matthews and comprises four clerical members and four lay members of Synod elected by the Synod, up to two members co-opted by the Standing Committee and the Diocesan Manager in attendance ex officio.

The term of office for both elected and co-opted members of Standing Committee is 3 years.

Operational Structure (continued):

Sub-Committees:

Standing Committee delegates consideration of financial matters to the Finance and Audit Sub-committee, unless the timing of the meetings makes this impractical. The Finance & Audit Committee consists of three members of the Standing Committee and up to two members co-opted for specialist skills, membership of this sub-committee is reviewed annually by Standing Committee at their first meeting following the Synod. The Finance & Audit sub-committee meets not fewer than six times per year.

Management:

Standing Committee appoints a Diocesan Manager to oversee and discharge the business of the Diocese.

Main Sources of the Diocese Cash and Resources:

The Diocese relies on the following income sources to cover operating costs:

- Donations & grants
- Investment income

Main Methods Used by the Diocese to Raise Funds:

The Diocese does not undertake fund raising activities, providing instead a central support function for the parishes and other Anglican entities within the Diocese.

Diocese Reliance on Volunteers and Donated Goods or Services:

The Diocese relies on volunteers from parishes and related Anglican entities for fulfilling the mission of the Anglican church within the Canterbury region, through providing their expertise and time for the various Diocesan committees required for the effective running of the Diocese as a whole.

Additional Information:

Currently there are 54 Anglican parishes, 6 Co-operating parishes and the Cathedral providing ministry and mission within the 8 archdeaconries throughout the Diocese.

The Diocese spans from Hanmer Springs in the North, to Waimate in the South, Hokitika through to Ross South Westland on the Westcoast and also includes the Chatham Islands.

<u>Archdeaconary</u>	<u>Parishes</u>
Christchurch	8
Irakehu	8
Mid Canterbury	5
North Canterbury	9
Pegasus	10
Selwyn-Tawera	9
South Canterbury	9
Westland & Chatham Islands	3

Contact Details

Physical Address:	10 Logistics Drive, Harewood, Christchurch. 8051
Postal Address:	PO Box 4438, Christchurch. 8140
Phone:	(03) 348 6960
Email:	diofinancemanager@anglicanlife.org.nz
Website:	www.anglicanlife.org.nz

ANGLICAN DIOCESE OF CHRISTCHURCH
STATEMENT OF SERVICE PERFORMANCE (STAND-ALONE)
 FOR THE YEAR ENDED 31 DECEMBER 2016



Description of the Diocese's Outcomes:

The principal function of the Diocese is providing both ministry and administration support and services for the parishes of the Diocese of Christchurch.

Description and Quantification (to the extent practicable) of the Entity's Outputs:	2016 Actual	2015 Actual
Governance:		
Christchurch Diocese Synod - Number of registrants	240	257
Ministry & Mission:		
Training & Courses:		
Clergy Professional Development - Number funded	20	16
Lay Training Development - Number funded	74	85
Clergy Conference	79	79
Post Ordination Training - Number of Clergy	12	14
Deacons Formation - Number of Deacons	16	15
Deacons Retreat - Number of attendees	9	10
Boundaries Education Courses - Number held	5	6
Ministry Staff Employed: (Number of positions)	FTE	FTE
Training & Education Ministry Staff:		
- Parish ministry & mission support	0.8	0.85
- Education & post ordination training	0.68	0.63
- Rural Anglican ministry support	0.1	0.08
	1.58	1.56
Children, Youth & Young Adults Ministry Staff:		
- Childrens ministry	0.15	0.25
- Youth ministry	0.94	0.88
- Young adults ministry	0.77	0.56
- South Canterbury Under 40's ministry	-	0.5
	1.86	2.19
Social Justice Staff:		
- Social Justice Advocate	0.4	0.4
- Child Poverty Advocate	0.21	0.16
	0.61	0.56
Chaplaincy Funding: (Number of positions)	FTE	FTE
Christchurch & Timaru Hospitals	1.5	1.5
Canterbury & Lincoln Universities	0.75	0.75
Westland Anglican Regional Ministry Unit	0.75	0.75

ANGLICAN DIOCESE OF CHRISTCHURCH
STATEMENT OF SERVICE PERFORMANCE (STAND-ALONE)
 FOR THE YEAR ENDED 31 DECEMBER 2016



Description and Quantification (to the extent practicable) of the Entity's Outputs:	2016 Actual	2015 Actual
<u>Other Grant Funding (SPF):</u>		
Clergy Study Leave Fund - Number of clergy funded	6	7
Curates in Training Fund - Number of curates funded	8	7
<u>Diocesan Earthquake Fund:</u>		
- Ministry/Youth grants given to parishes	2	-
<u>Selwyn Foundation - Care of the Elderly Fund:</u>		
- Number of centres funded (operating at parishes)	5	5
<u>Parish Support Fund:</u>		
- Ministry grants given to parishes	2	-
- Health & Safety Workshop - Parish attendees funded	79	-
<u>Communications:</u>		
Anglican Life magazine (6 issues) - Number printed	8,500	9,000
Anglican e-Life Weekly Newsletter - Number of recipients	742	568
Anglican Resource Centre - Library items issued	236	271
Administration & Finance:		
<u>Diocesan Accounting Scheme:</u>		
- Number of parishes	17	19
- Number of other Anglican entities	1	1
<u>Centralised Payroll System:</u>		
- Number of clergy (year end)	86	83
- Number of lay persons (year end)	133	139

Additional Information:

The Diocesan Earthquake fund also funded a program for mental & emotional training to young adults during the year run by Soul Talk.

ANGLICAN DIOCESE OF CHRISTCHURCH
SUMMARY STATEMENT OF FINANCIAL PERFORMANCE (STAND-ALONE)
FOR THE YEAR ENDED 31 DECEMBER 2016



	Actual 2016 \$	Unaudited Budget 2016 \$	Actual 2015 \$
REVENUE			
Donations & other similar revenue			
Donations			
General Operations	732,241	733,793	763,133
Special Purpose Funds	68,923	-	123,983
Grants & Endowments			
General Operations	711,160	689,661	733,641
Special Purpose Funds	4,645	-	4,000
	<u>1,516,969</u>	<u>1,423,454</u>	<u>1,624,757</u>
Revenue from providing goods & services	37,900	29,500	37,033
Interest & other Investment Income	84,102	6,000	83,604
Other Revenue	12,377	-	3,205
TOTAL REVENUE	<u>1,651,347</u>	<u>1,458,954</u>	<u>1,748,599</u>
EXPENSES			
Volunteer & employee related costs			
General Operations	814,220	854,033	747,825
Special Purpose Funds	110,143	-	123,123
	<u>924,364</u>	<u>854,033</u>	<u>870,949</u>
Costs related to providing goods & services			
Governance	79,466	81,368	83,393
Administration and Finance	173,089	124,179	121,901
Ministry and Mission	130,189	103,701	101,181
	<u>382,744</u>	<u>309,248</u>	<u>306,475</u>
Grants & donations paid	391,969	313,549	311,488
Other expenses	4,090	8,000	3,696
TOTAL EXPENSES	<u>1,703,167</u>	<u>1,484,830</u>	<u>1,492,607</u>
Net Surplus (Deficit) for year	<u>(51,820)</u>	<u>(25,876)</u>	<u>255,993</u>
SUMMARY			
General Operations	(23,198)	(25,876)	162,875
Special Purpose Funds	(28,622)	-	93,117
Net Surplus (Deficit) for year	<u>(51,820)</u>	<u>(25,876)</u>	<u>255,992</u>

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

ANGLICAN DIOCESE OF CHRISTCHURCH
STATEMENT OF FINANCIAL PERFORMANCE (STAND-ALONE)
 FOR THE YEAR ENDED 31 DECEMBER 2016



	Note	Actual 2016 \$	Unaudited Budget 2016 \$	Actual 2015 \$
REVENUE				
Donations & other similar revenue				
Donations - General Operations:				
General		-	-	4,095
Parish Quotas		705,670	704,701	704,702
Under 40's (Sth Canty)		-	4,680	5,160
WARM Parish Contributions		24,375	24,412	24,171
Young Adults		2,196	-	5,005
Youth Ministry		-	-	20,000
		<u>732,241</u>	<u>733,793</u>	<u>763,133</u>
Donations - Special Purpose Funds:				
Bishop's Discretionary		1,014	-	-
Clergy Study Leave		60,381	-	60,357
Curates in Training		1,306	-	57,383
Kate Gerrard Bequest		69	-	40
Ordination Candidates		1,814	-	1,954
Personal Sickness Insurance		4,339	-	4,249
		<u>68,923</u>	<u>-</u>	<u>123,983</u>
		<u>801,164</u>	<u>733,793</u>	<u>887,116</u>
Grants and Endowments:				
Bequest & Estate Income		20,000	-	-
Chaplain for Retired Clergy Grant		1,500	-	-
CPT General Trust Estate Grant	4	394,078	394,078	437,339
St John's College Grant		295,582	295,583	295,582
Youth Ministry Supervision Grant (CCC)		-	-	720
Selwyn Foundation Care of Elderly Grant (SPF)		4,645	-	4,000
		<u>715,805</u>	<u>689,661</u>	<u>737,641</u>
		<u>1,516,969</u>	<u>1,423,454</u>	<u>1,624,757</u>
Revenue from providing goods & services				
Parish Accounting Scheme	4	37,900	29,500	37,033
		<u>37,900</u>	<u>29,500</u>	<u>37,033</u>
Interest and other investment income				
Interest Income		4,997	6,000	6,667
CPT Investment Income (SPF)	4	79,105	-	76,936
		<u>84,102</u>	<u>6,000</u>	<u>83,604</u>
Other Income				
Sundry Income		549	-	3,205
Sister Eveleen Retreat House (SPF)		11,828	-	-
		<u>12,377</u>	<u>-</u>	<u>3,205</u>
TOTAL REVENUE		<u><u>1,651,347</u></u>	<u><u>1,458,954</u></u>	<u><u>1,748,599</u></u>

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

ANGLICAN DIOCESE OF CHRISTCHURCH
STATEMENT OF FINANCIAL PERFORMANCE (STAND-ALONE)
 FOR THE YEAR ENDED 31 DECEMBER 2016



	Note	Actual 2016 \$	Unaudited Budget 2016 \$	Actual 2015 \$
EXPENSES				
Volunteer & employee related costs				
General Operations:				
ACC Levies		343	600	1,306
Archdeacons		1,333	-	-
Chaplaincy for Retired Clergy		2,000	-	-
Clergy Retirement Fund Subsidy		3,500	4,000	3,500
Clergy Removal Costs		-	3,000	6,699
Director of Education		50,820	39,261	46,612
Mission Support		55,220	71,657	58,990
Rural Anglican Life		5,589	5,086	4,234
WARM		52,353	52,215	51,850
Young Adults Ministry		42,763	33,053	31,254
Social Justice		40,003	41,632	38,221
Childrens Ministry		15,777	36,366	19,747
Under 40's (South Canty)		252	29,293	22,711
Young Families Ministry		2,000	14,146	-
Youth Ministry		56,098	51,610	54,331
Administration Wages (SLA)	4	416,709	412,864	360,689
Recruitment Costs		17,477	1,000	801
Training Resources - Ministry Team		7,841	6,750	5,816
Travel - Ministry Team		16,778	18,000	13,330
Travel - Admin Staff and Committees		27,364	33,500	27,735
		814,220	854,033	747,825
Special Purpose Funds:				
Chch Archdeaconry Endowment payouts		1,028	-	228
Clergy Resettlement payouts		-	-	4,988
Clergy Study Leave payouts		72,086	-	69,074
Selwyn Foundation Care of Elderly expenses		37,029	-	48,834
		110,143	-	123,123
		924,363	854,033	870,949
Costs related to providing goods & services				
Governance:				
Christchurch Diocese Synod		5,598	7,500	9,524
Levy - General Synod		57,222	57,222	57,222
Levy - Inter Diocesan Conference		16,646	16,646	16,646
		79,466	81,368	83,393
Administration and Finance:				
Accommodation costs (SLA)	4	95,084	39,115	36,737
Equipment costs (SLA)	4	7,181	11,814	10,582
Insurance - Public & Professional liability		23,685	23,520	25,037
Printing, Stationery and Postage (SLA)	4	14,938	20,387	20,885
Sundry Administration costs		10,845	12,534	12,639
Telecommunications and IT costs (SLA)	4	21,356	16,809	16,021
		173,089	124,179	121,901

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

ANGLICAN DIOCESE OF CHRISTCHURCH
STATEMENT OF FINANCIAL PERFORMANCE (STAND-ALONE)
FOR THE YEAR ENDED 31 DECEMBER 2016



	Note	Actual 2016 \$	Unaudited Budget 2016 \$	Actual 2015 \$
EXPENSES				
Ministry and Mission:				
Archdeacons Retreat		-	2,500	-
Anglican Resource Centre Contract		9,713	10,500	9,805
Boundaries Education and Monitoring		19,259	12,000	14,469
Bishops Discretionary expenditure		191	2,500	800
Chaplaincy - Prison, Fire & Military		-	500	189
Conferences, Hospitality & Entertainment		11,394	7,500	12,143
Contingency funding expenses		-	-	3,928
Depreciation - Sound System	1	3,079	-	1,027
Events - Childrens Ministry		16,459	750	-
Events - Under 40s (South Canty)		-	500	-
Rates and Insurance - Sister Eveleen Retreat		4,795	4,934	4,426
Salt and Light costs - Young Adults Ministry		5,543	-	4,941
Telecommunications & IT costs		1,686	2,700	1,833
Communications and Media (SLA)	4	19,438	14,227	14,596
Training Support & Education - Clergy		22,119	26,000	16,107
Training Support & Education - Lay Persons		10,522	15,000	13,215
Sundry Ministry expenses		4,470	4,090	2,942
John Hendry Trust - Archive expenses (SPF)		1,520	-	-
Resource Centre - Equipment purchased (SPF)		-	-	760
		<u>130,189</u>	<u>103,701</u>	<u>101,181</u>
		382,744	309,248	306,475
Grants & donations paid				
Anglican Care		6,000	6,000	6,000
Bishopric Estate	4	10,000	10,000	10,000
Chaplaincy - Lincoln University		12,218	12,218	12,080
Chaplaincy - Canterbury University		24,436	24,436	24,159
Chaplaincy - Christchurch Hospital		56,855	56,855	56,233
Chaplaincy - Timaru Hospital		8,250	8,250	8,250
Joint Regional Committee (JRC)		250	250	250
Parishes - Archdeacons		9,560	12,600	11,058
Parishes - Ministry Support		-	-	17,417
Third World Debt Reduction		7,940	7,940	8,122
Parish Support Fund (SPF)		10,634	-	-
Canterbury Earthquake Fund (SPF)		49,091	-	217
Curates in Training Fund (SPF)		196,735	175,000	157,701
		<u>391,969</u>	<u>313,549</u>	<u>311,488</u>
Other expenses				
Audit Fees		4,000	3,000	3,090
Interest expense		90	5,000	531
Legal costs		-	-	75
		<u>4,090</u>	<u>8,000</u>	<u>3,696</u>
TOTAL EXPENSES		<u>1,703,167</u>	<u>1,484,830</u>	<u>1,492,608</u>
Net Surplus (Deficit) for year		<u>(51,820)</u>	<u>(25,876)</u>	<u>255,992</u>

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

ANGLICAN DIOCESE OF CHRISTCHURCH
STATEMENT OF FINANCIAL POSITION (STAND-ALONE)
AS AT 31 DECEMBER 2016



	Note	\$	2016 \$	2015 \$
EQUITY				
Accumulated Funds			422,431	445,629
Special Purpose Funds			2,154,024	2,182,646
TOTAL EQUITY			2,576,455	2,628,275
ASSETS				
CURRENT ASSETS				
Bank Accounts & Cash				
Petty Cash Float		100		100
ANZ Cheque & Call Accounts		86,015		239,923
			86,115	240,023
Other Current Assets				
Debtors & Prepayments		649,233		582,996
Goods & Service Tax		9,032		14,345
Cathedral Loan	3	180,000		180,000
			838,264	777,341
Total Current Assets			924,379	1,017,364
NON CURRENT ASSETS				
Investments				
Clergy Motor Vehicle Loans	3 & 4	321		3,446
Special Purpose Fund Investments:				
CPT Fixed Income Fund	4	1,956,893		1,985,044
CPT Balanced Growth Fund	4	17,131		17,603
		1,974,024		2,002,646
			1,974,345	2,006,092
Plant & Equipment	1		11,285	14,364
Total Non Current Assets			1,985,630	2,020,457
TOTAL ASSETS			2,910,010	3,037,821
LIABILITIES				
CURRENT LIABILITIES				
Creditors & Accrued Expenses		266,439		272,695
Employee Costs Payable		25,338		25,186
Parish Current Accounts	4	41,777		111,665
TOTAL LIABILITIES			333,554	409,546
NET ASSETS			2,576,455	2,628,275

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Alexander
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Finance & Audit Chairperson

Diocesan Finance Manager

ANGLICAN DIOCESE OF CHRISTCHURCH
STATEMENT OF MOVEMENTS IN EQUITY (STAND-ALONE)
 FOR THE YEAR ENDED 31 DECEMBER 2016



	2016 \$	2015 \$
EQUITY		
ACCUMULATED FUNDS		
Opening Balance	445,629	282,754
Net Surplus (Deficit) for the year	(51,820)	255,993
Transfers (to) / from Special Purpose Funds	28,622	(93,118)
	<u>(23,197)</u>	<u>162,875</u>
Closing Balance	<u>422,431</u>	<u>445,629</u>
RESERVES		
Special Purpose Funds		
Opening Balance	2,182,646	2,089,529
Transfers (to) / from Accumulated Funds	(28,622)	93,118
Closing Balance	<u>2,154,024</u>	<u>2,182,646</u>
TOTAL EQUITY	<u><u>2,576,455</u></u>	<u><u>2,628,275</u></u>

ANGLICAN DIOCESE OF CHRISTCHURCH
STATEMENT OF CASH FLOWS (STAND-ALONE)
 FOR THE YEAR ENDED 31 DECEMBER 2016



	2016 \$	2015 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash was received from:		
Donations, fundraising and other similar receipts	1,516,969	1,624,757
Receipts from providing goods or services	37,900	37,033
Interest and other investment receipts	84,116	83,604
Other revenue	12,377	3,205
	<u>1,651,361</u>	<u>1,748,599</u>
Net GST	5,313	(5,099)
Cash was applied to:		
Payments to suppliers and employees	1,332,671	1,159,232
Donations or grants paid	392,049	311,488
	<u>1,724,721</u>	<u>1,470,720</u>
Net Cash Flows from Operating Activities	<u>(68,046)</u>	<u>272,781</u>
CASH FLOWS FROM INVESTING & FINANCING ACTIVITIES		
Cash was received from:		
Receipts from reduction of investment loans	3,125	14,996
Receipts from the sale of plant and equipment	-	-
Receipts from reduction of CPT investments	355,972	281,801
	<u>359,098</u>	<u>296,797</u>
Cash was applied to:		
Payments to advance investment loans	-	-
Payments to acquire plant and equipment	-	15,391
Payments to increase CPT investments	375,072	374,919
	<u>375,072</u>	<u>390,310</u>
Net Cash Flows from Investing and Financing Activities	<u>(15,974)</u>	<u>(93,513)</u>
Net Increase / (Decrease) in Cash	(84,020)	179,268
Opening Cash	128,358	(50,910)
Closing Cash	<u>44,338</u>	<u>128,358</u>
THIS IS REPRESENTED BY:		
Petty Cash	100	100
ANZ Cheque & Call Account	86,015	239,923
Parish Current Accounts	(41,777)	(111,665)
Bank Accounts and Cash	<u>44,338</u>	<u>128,358</u>

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

ANGLICAN DIOCESE OF CHRISTCHURCH
MOVEMENTS IN SPECIAL PURPOSE FUNDS (STAND-ALONE)
 FOR THE YEAR ENDED 31 DECEMBER 2016



Name of Fund	Note	BALANCE 1 Jan 2016	FUND MOVEMENTS					BALANCE 31 Dec 2016
			External Cont'n's	Diocese Cont'n's	Investment Income	External Payments	Internal Transfers	
SPECIAL PURPOSE FUNDS								
General Parochial Purposes:								
Children's Ministry Fund	1	11,120			441			11,561
Church Extension Fund	2	99,070			3,932			103,002
		110,190	-	-	4,373	-	-	114,563
Funds for Benefit of Clergy:								
Clergy Resettlement	3	195,121			7,743			202,864
Operating Funds:								
Clergy Study Leave	4	208,055	60,381		8,338	(72,086)		204,688
Curates in Training	5	70,509	1,306	175,000	2,810	(196,735)		52,889
Local Shared Ministry Reserve Pool	6	14,396			571			14,967
		292,960	61,687	175,000	11,719	(268,822)	-	272,545
Other Specific Purpose Funds:								
Outreach	7	17,366			689			18,055
Kate Gerrard Bequest	8	7,204	69		289			7,562
Resource Centre Equipment Reserve	9	11,046			439			11,486
Archives John Hendry Trust	10	3,471			135	(1,520)		2,086
Bishop's Discretionary Fund	11	2,561	1,014		118			3,693
Companion Diocese	12	11,409			453			11,862
Mediation Reserve	13	546			22			568
Personal Sickness Insurance Fund	14	103,829	4,339		4,120			112,288
Ordination Candidates Fund	15	19,445	1,814		801			22,060
Diocesan Earthquake Fund	16	475,812			11,357	(49,091)		438,078
Selwyn Foundation Care of Elderly	17	715,818	4,645		27,889	(37,029)		711,322
Parish Support Fund	18	144,485			5,397	(10,634)		139,248
Evangelistic Work (Saving Souls)	19	15,395			611			16,006
Sister Eveleen Retreat House Fund	20	-	11,828		469			12,297
		1,528,386	23,709	-	52,790	(98,274)	-	1,506,611
TOTAL SPECIAL PURPOSE FUNDS		2,126,657	85,396	175,000	76,625	(367,096)	-	2,096,583
BEQUESTS AND ENDOWMENTS								
St Faiths Religious Education - Capital	21	5,849			318		(395)	5,772
St Faiths Religious Education - Income	21	6,359			257		395	7,012
Archdeaconry of Christchurch Endowment	22	11,753			634	(1,028)		11,359
Bishop's Ordination Candidate	23	32,027			1,271			33,298
TOTAL BEQUESTS AND ENDOWMENTS		55,989	-	-	2,480	(1,028)	-	57,442
TOTAL		2,182,646	85,396	175,000	79,105	(368,124)	-	2,154,024

PURPOSES & CONDITIONS OF USE

Special Purpose Funds

- 1 To fund grants for children's work within the Diocese.
- 2 Revenue to be used to extend ministry and mission into areas of population growth.
- 3 Fund to be utilised at the discretion of Standing Committee for clergy resettlement.
- 4 To fund the cost of clergy stipends over the period while clergy are on approved study leave.
- 5 Fund provides a subsidy to parishes with curates in training for up to a maximum of 3 years.
- 6 Fund to be utilised for the financing of Local Shared Ministry in the Diocese.
- 7 To fund new parish outreach initiatives in the Diocese.
- 8 Bequest to be used for providing bibles for boys within the Diocese.
- 9 Fund for the purchase of Resource Centre equipment.
- 10 To fund the cost of publishing a survey of architectural drawings.
- 11 Donations for Bishop's discretionary use.
- 12 Fund for future Companion Diocese expenses.
- 13 Fund for the settlement of claims.
- 14 Fund to assist parishes with covering the cost of relieving clergy.
- 15 Fund for assistance of Ordination Candidates (eg: bibles etc.)
- 16 Fund for assisting with earthquake related ministry, pastoral care and building needs in the Diocese. A \$180,000 loan was provided to the Christchurch Cathedral on the 16th April 2013 from this fund, this is interest free and repayable on demand.
- 17 Fund for caring of the elderly in Canterbury.
- 18 Fund for providing financial support to parishes.
- 19 Fund to be used for evangelistic work in saving souls (requested not in building churches).
- 20 Fund for running of the Sister Eveleen Retreat House.

Bequests & Endowments (Income available only)

- 21 To fund religious education of NZ women at the discretion of the Bishop.
- 22 To augment the stipends of clergy with young children in parishes within the old Christchurch archdeaconry.
- 23 Bishop's discretionary fund for Ordination Candidates.

Basis of Preparation

The Diocese has elected to apply PBE SFR-A (NFP) Public Benefit Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses of equal to or less than \$2,000,000.

All transactions in the stand-alone Performance Report are reported using the accrual basis of accounting.

The stand-alone Performance Report is prepared under the assumption that the Diocese will continue to operate in the foreseeable future and all amounts are stated in NZ dollars.

Basis of non-consolidation

The Diocese has adopted the Public Benefit Entity Standards (PBE Standards) for the first time with a transition date of 1 January 2016. As part of its transition, the Diocese was required to consider application of the PBE IPSAS 6 "Consolidated and Separate Financial Statements". This standard would require the Diocese to consolidate entities which, for financial reporting purposes, are controlled by the Diocese. Subsequent to year end the Diocese obtained an exemption from the Charities Services division of the Department of Internal Affairs from providing consolidated financial statements to Charities Services. Separate financial statements for individually registered charities including the Diocese, each Anglican Parish within the Diocese of Christchurch, and Church Property Trustees will be filed with Charities Services.

The Diocese has decided not to prepare consolidated financial statements. Had consolidated financial statements been prepared, these would be materially different to the parent entity stand-alone financial statements presented. Further, because the group would have exceeded the size criteria for the use of the Public Benefit Entity Simple Format Reporting - Accrual (Not-for-Profit) (Tier 3) standards adopted in these financial statements, the basis of preparation would also have changed to comply with the Public Benefit Entity Standards Reduced Disclosures Regime (Tier 2).

The financial statements as at 31 December 2016 only include the Diocese and does not include controlled entities.

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

The Diocese is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

Revenue

Donations are recognised as revenue when invoiced for regular givers and upon receipt for one-off 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 when the services are provided. Interest income is recognised as revenue as it accrues.

Bank Accounts and Cash

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

ANGLICAN DIOCESE OF CHRISTCHURCH
STATEMENT OF ACCOUNTING POLICIES (STAND-ALONE)
FOR THE YEAR ENDED 31 DECEMBER 2016



Debtors

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

Investments

Investments are stated at cost. Investments with the Church Property Trustees, although available at call, are shown according to the Diocese's intention of retaining them for the long term.

Plant and equipment

Plant and equipment are recorded at cost less accumulated depreciation. Assets less than \$500 are expensed. Depreciation has been provided on a straight line basis, to allocate the assets cost less estimated residual value over their estimated economic lives.

Estimated economic life is:

Sound System	5 years
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Tier 2 PBE Accounting Standards Applied

The Diocese has not adopted any Tier 2 PBE Accounting Standards in the preparation of these accounts.

Changes in Accounting Policies

There have been no changes in accounting policies during the financial year. (Last year - nil).

1 Plant & Equipment

This Year

Asset Class	Cost \$	Purchases \$	Depn \$	Accumulated Depreciation \$	Closing Balance \$
Motor Vehicles	29,667	-	-	29,667	-
Sound System	15,391	-	3,079	4,106	11,285
Total	45,058	-	3,079	33,773	11,285

Last Year

Asset Class	Cost \$	Purchases \$	Depn \$	Accumulated Depreciation \$	Closing Balance \$
Motor Vehicles	29,667	-	-	29,667	-
Sound System	-	15,391	1,027	1,027	14,364
Total	29,667	15,391	1,027	30,694	14,364

Significant donated assets recorded

There are no significant donated assets recorded in the stand-alone performance report.

Significant donated assets not recorded

There are no significant donated assets that are not recorded in the stand-alone performance report.

2 Commitments and Contingencies

Commitments

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

Contingent Liabilities and Guarantees

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

3 Diocesan Loans

Clergy Motor Vehicle Loans

Date	Purpose of loan	Loan	Term	2016 \$	2015 \$
Various	Clergy car purchases	Up to \$13,000	Up to 5 years	321	3,446
				321	3,446

Motor vehicle loans are unsecured. Interest is charged at 6.9% (2015: 6.9%).

The Diocese of Christchurch, at its discretion, may advance money to any ordained clergy who requires a motor vehicle for their work for purchases or major repairs.

Loans are limited to 80% of the current market value of the vehicle, or \$13,000, whichever is the smaller. These loans are unsecured, interest is charged at 6.9% p.a. (2015: 6.9%) and the loans are repayable as soon as possible, with a maximum term of 5 years.

Standing committee moved the open-ended suspension of this scheme on the 13th August 2014 .

Cathedral Loan

Date	Purpose of loan	Loan	Term	2016 \$	2015 \$
April 2013	General operations	\$180,000	On Demand	180,000	180,000
				180,000	180,000

The Cathedral loan is unsecured and interest free and was funded from the Diocesan Earthquake fund. The loan is repayable on demand, three months notice of such demand will be given.

4 Related Parties

The Anglican Centre

The Diocese of Christchurch with the Church Property Trustees and Anglican Care share services and resources through the Anglican Centre. Operational costs are funded through service level contributions from the three partner entities.

The service level agreement (SLA) was entered into in November 2005 with the Anglican Centre. The shared staffing services; equipment, resources and facilities; communications & media relations advice; and the provision of storage for records and historical documents are apportioned between the partner entities on an appropriate basis. The SLA is reviewed and negotiated on an annual basis.

	2016 Value of Transactions	2015 Value of Transactions	2016 Amount Outstanding	2015 Amount Outstanding
	\$	\$	\$	\$
Service level agreement fee	575,170	476,985		
	575,170	476,985	-	-

Church Property Trustees

The Church Property Trustees (CPT) 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 5.4% p.a. (2015: 5.4%) and is repayable on demand.

There was no funding from CPT outstanding as at the end of 2016 (2015: Nil)

The Diocese of Christchurch invests all special purpose funds in either the Fixed Income or Balanced Growth funds on the same terms and conditions as other investors.

	2016 Value of Transactions	2015 Value of Transactions	2016 Amount Outstanding	2015 Amount Outstanding
	\$	\$	\$	\$
General Trust Estate Grant	394,078	437,339		
Parish Insurance Payable			29,040	-
Fixed Income Fund investments:				
Interest Income	78,154	75,972		
Value of Investment			1,956,893	1,985,044
Balanced Growth Fund investments:				
Revaluation Gain	952	964		
Value of Investment			17,131	17,603
	79,105	76,936	2,003,064	2,002,647

Parishes

The Diocese of Christchurch provides a parish accounting service, three of the seventeen parishes utilising this service operate a current account with the Diocese for deposits and payments. Interest is paid at the current ANZ on call rate.

	2016 Value of Transactions	2015 Value of Transactions	2016 Amount Outstanding	2015 Amount Outstanding
	\$	\$	\$	\$
Accounting Services charges	37,900	37,033	3,158	3,392
Parish Current Accounts			41,777	111,665
	37,900	37,033	44,935	115,057

The Diocese of Christchurch may approve loans to parishes to assist in the purchase, erection or repair of church property, particularly in areas of population and/or church growth. The loan must not exceed 50% of the total cost. These loans are unsecured, interest is charged at 6.9% p.a. (2015: 6.9%) and the loans are repayable within 20 years.

As at the end of 2016 there were no outstanding loans of this nature (2015: Nil).

The Diocese of Christchurch operates a centralised payroll service for clergy stipends & allowances and staff wages and also pays other related parish expenses. The Diocese invoices parishes for reimbursement on a monthly basis in arrears.

Costs on-charged as Agent:	2016	2015	2016	2015
	Value of Transactions	Value of Transactions	Amount Outstanding	Amount Outstanding
	\$	\$	\$	\$
Centralised payroll & parish charges	7,994,989	7,954,985	491,337	477,866
	7,994,989	7,954,985	491,337	477,866

The Diocese invoices parishes on a monthly basis for their allocated share of parish quota, amounts outstanding are included above as quota is invoiced with the centralised payroll & parish charges.

Parish Quota Income	705,670	704,702		
	705,670	704,702		

Clergy

The Diocese of Christchurch, at its discretion, may advance money to any ordained clergy who requires a motor vehicle for their work for purchases or major repairs. (Refer Note 3)

	2016	2015	2016	2015
	Value of Transactions	Value of Transactions	Amount Outstanding	Amount Outstanding
	\$	\$	\$	\$
Interest Income	107	823		
Clergy Motor Vehicle Loans			321	3,446
	107	823	321	3,446

Bishopric Estate Contribution

The Standing Committee has agreed to finance a portion of the Bishopric Estate costs in order to maintain the capital of the Bishopric Estate. This contribution is reviewed on an annual basis.

	2016	2015	2016	2015
	Value of Transactions	Value of Transactions	Amount Outstanding	Amount Outstanding
	\$	\$	\$	\$
Contribution towards costs	10,000	10,000		
	10,000	10,000	-	-

5 Events after Balance Date

There were no events that have occurred after the balance date that would have a material impact on the stand-alone performance report. (Last Year - nil)

6 Ability to Continue Operating

The Diocese has the financial resources available to it to continue into the foreseeable future.

7 Correction of Errors

There were no significant prior period errors corrected in the stand-alone performance report.

Independent Auditor's Report to the Members of the Anglican Diocese of Christchurch

Report on the Performance Report

Qualified Opinion

We have audited the performance report of the Anglican Diocese of Christchurch (the "Diocese") on pages 1 to 17, which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 31 December 2016, the statement of financial position of the Diocese as at 31 December 2016, and the statement of accounting policies and other explanatory information.

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of our report:

- ▶ the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- ▶ the accompanying performance report on pages 1 to 17, presents fairly, in all material respects
 - ▶ the entity information for the year ended 31 December 2016;
 - ▶ the service performance for the year then ended; and
 - ▶ the financial position of the Diocese as at 31 December 2016, and its financial performance, and cash flows for the year then ended

in accordance with Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board.

This report is made solely to the members of the Diocese, as a body. Our audit has been undertaken so that we might state to the Standing Committee members those matters 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 Diocese and the members as a body, for our audit work, for this report, or for the opinions we have formed.

Basis for Qualified Opinion

As described in the Basis of Non-consolidation paragraph to the financial statements, the Diocese has not presented consolidated financial statements as required by PBE IPSAS 6 (NFP), because it has obtained an exemption from the Charities Services division of the Department of Internal Affairs from presenting consolidated financial statements. The effect of this failure to consolidate has not been determined.

We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report in accordance with International Standards on Auditing (New Zealand), and the audit of the entity information and statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Performance Report section of our report.

We are independent of the Diocese 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 interest in, the Diocese. Partners and employees of our firm may deal with the Diocese on normal terms within the ordinary course of the activities of the Diocese.

Information Other than the Performance Report and Auditor's Report

The Standing Committee of the Diocese is responsible on behalf of the Diocese for the Annual Report, which includes information other than the performance report and auditor's report.

Our opinion on the performance report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the performance report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the performance report or our knowledge obtained during the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Standing Committee Member's Responsibility for the Performance Report

The Standing Committee members are responsible on behalf of the Diocese for

- ▶ Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
 - ▶ the preparation and fair presentation of the performance report on behalf of the entity which comprises
 - ▶ the entity information;
 - ▶ the statement of service performance; and
 - ▶ the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report
- in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued in New Zealand by the New Zealand Accounting Standards Board, and
- ▶ for such internal control as the Standing Committee members determine is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the Standing Committee members are responsible on behalf of Diocese for assessing the Diocese'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 the Standing Committee members either intend to liquidate the Diocese or cease operations, or have no realistic alternative but to do so.

Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether the performance report is 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) and ISAE (NZ) 3000 (Revised) 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 this performance report.

As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the performance report, 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 management.
- ▶ Conclude on the appropriateness of the use of the going concern basis of accounting by Standing Committee members and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Diocese'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 performance report 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 Diocese to cease to continue as a going concern.

- ▶ Evaluate the overall presentation, structure and content of the performance report, including the disclosures, and whether the performance report represents the underlying transactions and events in a manner that achieves fair presentation.
- ▶ Perform procedures to obtain evidence about and evaluate whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

We communicate with the Standing Committee members 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.

Ernst & Young

7 June 2017
Christchurch