THE ANGLICAN CENTRE
SPECIAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

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THE ANGLICAN CENTRE
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2021

REVENUE	**Note**	$	**2021** $	**2020** $
Service Level Agreements				
Anglican Care		435,699		421,553
Church Property Trustees		301,812		389,776
Anglican Diocesan Ministry Support Centre		942,070		848,247
Total Service Level Agreements	4		1,679,581	1,659,577
Other Income				
Advertising Income - Anglican Life		12,850		9,461
Accounting Services		3,150		3,000
Archives - Sundry Income		443		138
Bequest Income		3,175		-
Hire of Building Facilities		-		96
Interest Income	4	4,539		7,762
Photocopying & Sundry Income		26		222
Theology House - Rent Income		36,609		36,183
Theology House - Expense Recoveries		2,337		2,083
Gain on Sale of Equipment		35		68
Total Other Income			63,163	59,014
Total Revenue			**1,742,744**	**1,718,590**
EXPENSES				
Accommodation - Staff				
Building OPEX Charges		59,616		66,698
Cleaning & Supplies		11,977		9,565
Depreciation - Building Improvements		1,406		1,406
Legal Fees		1,365		-
Rent		312,068		274,541
Utilities		11,754		10,966
Total Accommodation Staff			398,187	363,176
Accommodation - Archives				
Building OPEX Charges		1,339		925
Fire & Alarm Monitoring		2,534		2,293
Insurance & Rates		7,580		7,794
Pest Management Services		1,461		1,050
Rent		59,569		59,569
Utilities		8,267		7,833
Total Accommodation Archives			80,751	79,464
Equipment				
Depreciation - Furniture & Equipment		20,279		22,665
Depreciation - Container		1,299		1,299
Fixed Assets written off		-		81
Insurance - Contents		810		828
Office Equipment expensed		139		497
Repairs and Maintenance		5,180		5,162
Total Equipment			27,708	30,531

This Statement should be read in conjunction with the Audit Report and Notes to the Financial Statements

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Anglican Life
INVITING FORMING SENDING SERVING

	Note	$	2021 $	2020 $
Staffing				
ACC Levies		1,937		2,420
Cafeteria Supplies		3,613		4,248
Personnel Costs		5,551		6,913
Professional Development		1,567		3,650
Professional Memberships		3,332		2,985
Staff Wages		955,984		966,948
Total Staffing			971,985	987,164
Information Technology				
Computer Software Licences		18,129		19,583
Depreciation - Server & Sage Upgrade		10,377		2,842
External Computer Contractors		65,922		63,750
Internet Connection/Web Hosting		1,440		1,634
Phone/Fax Line Rental		10,903		11,501
Phone Toll Charges		347		394
Rent - City Mission Server Room	4	2,400		2,400
Total Information Technology			109,518	102,103
Stationery, Printing & Postage				
Administration Costs		1,688		1,130
Audit Fees		3,780		3,537
Envelopes, Postage & Courier		4,068		6,205
Archive Materials & costs		4,112		3,764
Photocopying Charges		22,252		26,013
Stationery		3,883		6,549
Total Stationery, Printing & Postage			39,783	47,199
Communications & Media				
Media & Promotional costs		1,119		885
Print expenditure - Anglican Life		48,015		41,220
Staff Wages		62,371		64,335
Website Depreciation		800		-
Website Maintenance		2,508		2,513
Total Communications & Media			114,814	108,954
Total Expenses			**1,742,744**	**1,718,590**
Net Surplus/(Loss) for Year			**-**	**-**

This Statement should be read in conjunction with the Audit Report and Notes to the Financial Statements

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THE ANGLICAN CENTRE
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2021

	2021	2020
	$	$
EQUITY		
Partners' investment		
Anglican Diocesan Ministry Support Centre	1	1
Church Property Trustees	1	1
Anglican Care	1	1
	3	3
Accumulated funds		
Opening Balance	233,826	233,826
Net Surplus/(loss)	-	-
Closing Balance	233,826	233,826
Total equity	**233,829**	**233,829**

This Statement should be read in conjunction with the Audit Report and Notes to the Financial Statements

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THE ANGLICAN CENTRE
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021

	Note	2021 $	2020 $
EQUITY			
Partners' Investment		3	3
Accumulated Funds		233,826	233,826
TOTAL EQUITY		**233,829**	**233,829**
ASSETS			
Current Assets			
Cash & ANZ Bank Accounts		165,185	175,706
CPT - Fixed Income Fund	4	45,339	190,952
Debtors & Prepayments		5,831	20,695
Cardale House - Rent in Advance		80,026	-
Total Current Assets		296,381	387,353
Non Current Assets			
Property, Plant & Equipment	1	174,219	97,492
Total Assets		**470,600**	**484,845**
LIABILITIES			
Current Liabilities			
Creditors & Accrued Expenses		89,554	85,515
Employee Costs Payable		119,389	135,460
Goods & Services Tax		27,828	30,041
Total Liabilities		236,771	251,017
NET ASSETS		**233,829**	**233,829**

CAlexander
.... Anglican Centre Finance Manager

+Peter Christchurch
.... Anglican Bishop of Christchurch

This Statement should be read in conjunction with the Audit Report and Notes to the Financial Statements

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Reporting entity

The Anglican Centre is a joint venture consisting of the Anglican Diocesan Ministry Support Centre, the Church Property Trustees and Anglican Care.

The purpose of the joint venture is to support and facilitate the charitable objectives of the three partner entities through the efficient provision of shared services and resources as specified below:

- Provision of shared staffing services, including managerial, financial and property services.
- Provision of suitable equipment, resources and facilities.
- Provision of communications and media relations advice.
- Provision of storage for records and historical documents.

The special purpose financial statements were authorised for issue in accordance with a resolution of the Operating Management Board dated 24th September 2021.

Basis of preparation

These financial statements have been prepared as special purpose reports given the Anglican Centre 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. No realisation adjustments have been deemed necessary at 30 June 2021 in relation to assets and liabilities with the wind up of the Anglican Centre on 31 December 2021. Refer Subsequent Events note in relation to wind up and asset distribution.

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.

Changes in accounting policy

The joint venture transitioned on 1 July 2015 from preparation of general-purpose financial reporting in accordance with New Zealand generally accepted accounting practise ("NZ GAAP") to prepare special purpose financial statements. The transition has had minimal impact on the accounting policies of the joint venture. All other accounting policies of the joint venture have been applied consistently during the year.

Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable for the sale of goods and services, to the extent it is probable that the economic benefits will flow to the joint venture and revenue can be reliably measured.

Interest received is recognised as interest accrues, gross of refundable tax credits received.

Accounts receivable

Accounts receivable are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less an allowance for any uncollectible amounts. Individual debts that are known to be uncollectable are written off in the period that they are identified.

Income tax

The joint venture is not a taxable entity. Profits or losses are accounted for by the partner entities, each of which have charitable status for tax purposes.

Property, plant and equipment

Property, plant and equipment are stated at historical cost less any accumulated depreciation and impairment losses. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation when these are incurred.

All other repairs and maintenance expenditure is recognised in profit and loss as incurred.

Depreciation is calculated on a straight line basis over the estimated useful life of the asset using depreciation rates published by Inland Revenue. Assets estimated useful life is reassessed annually. The following estimated depreciation rates have been used:

Portable buildings & Improvements	7% - 8%
Containers	7%
Computers and software	30 - 40%
Furniture & Fittings	7 - 10.5%
Plant & equipment	6 - 30%

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is derecognised.

Impairment of non-financial assets

At each balance date, non-financial assets are classified into four categories: assets measured at fair value; assets currently available that the joint venture intends to use to the end of its useful life; assets intended to be sold prior to the end of the useful life; and assets damaged or idle at balance date.

Assets measured at fair value or assets the joint venture intends to use to the end of its useful life, are not reviewed for impairment at balance date.

Assets intended to be sold prior to the end of their useful life or assets damaged or idle at balance date are reviewed to determine if any indicators of impairment exist. If indicators exist the asset is tested for impairment to ensure that the carrying amount of the asset is recoverable.

If the recoverable amount of an asset is determined to exceed its carrying amount then the resulting difference is recognised as an impairment in profit or loss for that period.

Financial instruments - financial assets

At initial recognition the joint venture determines the classification of financial assets as either held at fair value, cost or amortised cost. Financial assets are measured initially at fair value, estimated at the transaction price less any associated transaction costs.

Amortised cost

Includes assets where the joint venture intends to earn contractual cash flows in the nature of principal and interest payments. Such assets are carried at amortised cost using the effective interest method. Gains and losses are recognised in the profit or loss when the assets are derecognised or impaired, as well as through the amortisation process.

Cost

Equity instruments are classified as held at cost. Assets are stated at cost less any accumulated impairment loss. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired.

Fair value

Financial assets not held at amortised cost or cost are held at fair value. Assets are subsequently measured at fair value only when the fair value of the instrument can be reliably measured based on a quoted price for an identical asset in an active market. Where no active price is available the instrument shall be measured at a prior year's fair value less any accumulated impairment loss.

Leases

Operating lease payments, where the lessors effectively retain substantially all the risk and benefits of ownership of the leased items, are recognised as an expense in profit or loss on a straight line basis over the lease term. Operating lease incentives are recognised as a liability when received and subsequently reduced by allocating lease payments between rental expense and reduction of the liability.

Goods and services tax

All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

1 Property, plant & equipment

Asset Class	Cost	Accumulated Depn	Net Book Value
	$	$	$
This Year			
Portacoms & Improvements	20,085	6,443	13,642
Containers	18,564	13,339	5,225
Computers and software	386,878	293,983	92,895
Furniture & Fittings	126,262	77,606	48,656
Plant & equipment	42,420	35,819	6,601
Website development	36,466	29,266	7,200
Total	**630,675**	**456,456**	**174,219**
Last Year			
Portacoms & Improvements	20,085	5,037	15,048
Containers (Archives)	18,564	12,040	6,524
Computers and software	283,991	275,533	8,458
Furniture & Fittings	126,262	67,332	58,930
Plant & equipment	42,420	33,888	8,532
Website development	28,466	28,466	-
Total	**519,788**	**422,296**	**97,492**

2 Contingent assets and liabilities

There are no known contingent assets or liabilities as at balance date (2020: Nil).

3 Lease disclosures

Operating Lease

Future minimum lease payments under non-cancellable leases

	2021	2020
	$	$
Current	237,775	385,257
Non-current	29,932	123,455
	267,707	**508,713**

4 Related parties

Partners	Revenue	Expenses	Loan Receivables & (Payables)	Receivables & (Payables)
This Year	$	$	$	$
Anglican Care				(7,761)
Service level agreement	435,699			
Rent - City Mission Server Room		2,400		
Church Property Trustees			45,339	(5,185)
Service level agreement	301,812			
Interest received	4,387			
Ang Diocesan Ministry Support Centre				(19,276)
Service level agreement	942,070			

Partners	**Revenue**	**Expenses**	**Loan Receivables & (Payables)**	**Receivables & (Payables)**
Last Year	**$**	**$**	**$**	**$**
Anglican Care				11,769
Service level agreement	421,553			
Rent - City Mission Server Room		2,400		
Church Property Trustees			190,952	(23,384)
Service level agreement	389,776			
Interest received	7,380			
Ang Diocesan Ministry Support Centre				(15,590)
Service level agreement	848,247			

Service Level Agreements

A Service Level Agreement is negotiated annually in advance with the Anglican Centre partners, based on projected service levels and the recovery of costs budgeted to perform these services.

Terms and conditions of transactions with related parties

Sales to and purchases from related parties are recorded on normal commercial terms.

The Anglican Centre invests in the CPT Fixed Income Fund on the same terms & conditions as other investors.

For the year ended 30 June 2021, the joint venture has not made any allowance for impairment loss relating to amounts owed by related parties (2020: $nil).

5 Subsequent Events

The three joint venture partners have resolved to wind up the Anglican Centre as at 31 December 2021. The net assets are to be distributed equally between the three partner entities as agreed at the 24th September 2021 Operating Management Board meeting. Financial assets (cash, investments and rent prepayments) less financial liabilities (Employee costs payable) to be paid out at cost; property, plant & equipment to be paid out at amortised cost.

The Anglican Diocese of Christchurch holds a lease for the first floor office premises at 10 Logistics Drive, Harewood. This lease is due to expire on 30th November 2021. The Anglican Centre has committed to meet the associated Diocesan lease cost obligations, with such obligations concluding at the expiration of the lease.

On 10 September 2020 the Anglican Diocese of Christchurch entered into a lease agreement for office premises at 95 Tuam Street, Christchurch CBD. The Anglican Centre has committed to meet the associated lease cost obligations through to 31st December 2021.

No adjustments have been made to these financial statements for any potential impacts of the wind up and distribution including any adjustments to assets, liaibilties and lease obligation amounts recorded at 30 June 2021, nor any future costs of the wind up of the entity.

There are no other significant events subsequent to balance date which would have a material effect on the financial position or performance reflected in the financial statements (2020: Nil).

Building a better working world

Independent auditor's report To the Partners of The Anglican Centre

We have audited the accompanying financial statements of The Anglican Centre (the "joint venture"), which comprise the statement of financial position of the joint venture as at 30 June 2021, and the statement of financial performance and statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

Opinion

In our opinion, the accompanying financial statements of the joint venture for the year ended 30 June 2021 are prepared, in all material respects, in accordance with the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand). 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 joint venture in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* 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 joint venture. Partners and employees of our firm may deal with the joint venture on normal terms within the ordinary course of activities of the joint venture.

Emphasis of matter – Basis of accounting and restriction on use

We draw attention to basis of preparation note to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist the joint venture in providing financial information to its partners. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the joint venture's partners (Anglican Care, Church Property Trustees and Anglican Diocesan Ministry Support Centre) and should not be used by parties other than the joint venture and its partners. Our opinion is not modified in respect of this matter.

Information other than the financial statements and auditor's report

Those charged with governance are responsible for the Annual Report, which includes information other than the financial statements and auditor's report.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

If, based upon 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.

Operating Management Board's responsibilities for the financial statements

The Operating Management Board is responsible, on behalf of the joint venture, for the preparation of the financial statements in accordance with the summary of significant accounting policies 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, the Operating Management Board is responsible for assessing on behalf of the joint venture for assessing the joint venture'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 Operating Management Board either intend to liquidate the joint venture or 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 International Standards on Auditing (New Zealand) 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.

A further description of our responsibilities for the audit of the financial statements is located at the External Reporting Board website: https://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-8/. This description forms part of our auditor's report.

Ernst & Young

Chartered Accountants
Christchurch
4 November 2021