
ANGLICAN CHURCH OF AUSTRALIA

DIOCESE OF GIPPSLAND



40th SYNOD

SECOND SESSION

19-21 MAY 2023

WARRAGUL, VIC

The Synod Book

SECTION 4

Consolidated Financial Statements

Separate Entity Statements

Issued by the Registrar,
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SECTION FOUR
ANGLICAN DIOCESE OF GIPPSLAND
SECOND SESSION OF THE FORTIETH SYNOD
19-21 MAY 2023
WARRAGUL, VIC

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The attached financial statements bring together all the entities under the control of, and report to Bishop in Council.

The Statements that are contained within consist of the final audited statements and contain the audit report and management letter.

Following the consolidated statements, and attached for the information of Synod members are the financial statements for each entity that forms the basis of the consolidated financial statements (above):

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Richard Connelly
Registrar

**ANGLICAN TRUSTS CORPORATION OF
THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**CONSOLIDATED FINANCIAL REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

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**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**CONSOLIDATED PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
STATEMENT**

FOR THE YEAR ENDED 30 SEPTEMBER 2022

| | Notes | 2022 \$ | 2021 \$ |
|---------------------------------------|-------|-------------------------|-------------------------|
| INCOME | | | |
| Aboriginal Ministry Funds Received | | 42,500 | <i>111,108</i> |
| Realised Gain/(Losses) on Investments | | 9,818 | <i>161,014</i> |
| Dividends & Interest | | 332,816 | <i>228,103</i> |
| Parish Contributions | | 365,271 | <i>365,271</i> |
| Property Income | | 241,804 | <i>249,968</i> |
| Sundry Income | | 14,446 | <i>32,388</i> |
| Anglican Development Fund Revenue | 15 | 158,005 | <i>157,131</i> |
| The Abbey Revenue | 16 | 133,327 | <i>219,952</i> |
| Church Bookroom Revenue | 17 | 7,922 | <i>6,869</i> |
| Anglican Retirement Living Revenue | 18 | 902,369 | <i>810,105</i> |
| Administration Revenue | 19 | 6 | <i>18</i> |
| Gippsland Anglican Revenue | 20 | 30,177 | <i>39,739</i> |
| Gippsland Ministry Foundation Revenue | 21 | 3,046 | <i>1,041</i> |
| TOTAL INCOME | | <u>2,241,507</u> | <i><u>2,382,707</u></i> |
| Less Income Applicable to: | | | |
| Diocesan Trusts | | - | <i>160,745</i> |
| | | - | <i>160,745</i> |
| NET INCOME | | <u>2,241,507</u> | <i><u>2,221,962</u></i> |
| EXPENDITURE | | | |
| Administration | | 291,000 | <i>348,435</i> |
| Allocations | | 247,885 | <i>235,958</i> |
| Data Services | | 15,730 | <i>14,676</i> |
| Miscellaneous Expenses | | 250,220 | <i>81,970</i> |
| Property & Investment Expenses | | 145,650 | <i>126,787</i> |
| Redress Expense | | 160,000 | <i>72,000</i> |
| Staffing | | 463,426 | <i>348,580</i> |
| Anglican Development Fund Expenses | 15 | 70,646 | <i>70,914</i> |
| The Abbey Expenses | 16 | 152,093 | <i>197,197</i> |
| Church Bookroom Expenses | 17 | 7,433 | <i>5,332</i> |

The accompanying notes form part of these financial statements.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**CONSOLIDATED PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022 \$ | 2021 \$ |
|--|-------|---------------------------|-------------------------|
| Anglican Retirement Living Expenses | 18 | 630,583 | 670,826 |
| Administration Expenses | 19 | 176,986 | 159,090 |
| Gippsland Anglican Expenses | 20 | 64,904 | 67,287 |
| Gippsland Ministry Foundation Expenses | 21 | 20,716 | 20,198 |
| TOTAL EXPENDITURE | | <u>2,697,272</u> | <u>2,419,250</u> |
| OPERATING SURPLUS/(DEFICIT) | | <u>(455,765)</u> | <u>(197,288)</u> |
| Unrealised (Losses)/Gains on Trust Corporation Investments | | (1,768,257) | 847,377 |
| NET OPERATING SURPLUS/(DEFICIT) | | <u>(2,224,022)</u> | <u>650,089</u> |

The accompanying notes form part of these financial statements.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**CONSOLIDATED BALANCE SHEET
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022 \$ | 2021 \$ |
|---|-------|-------------------|-------------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and Cash Equivalents | | 1,776,938 | 1,526,828 |
| Trade and Other Receivables | 2 | 1,655,255 | 1,592,960 |
| Inventories | | 2,716 | 2,407 |
| | | 3,434,909 | 3,122,195 |
| Non-current Assets | | | |
| Investments | 3 | 7,721,669 | 9,911,540 |
| Right-of-Use Assets | 4 | 81,184 | 96,897 |
| Property, Plant & Equipment | 5 | 27,334,250 | 27,056,886 |
| | | 35,137,103 | 37,065,323 |
| TOTAL ASSETS | | 38,572,012 | 40,187,518 |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Trade and Other Payables | 6 | 3,524,489 | 3,421,535 |
| Lease Liabilities | 7 | 18,000 | 14,835 |
| | | 3,542,489 | 3,436,370 |
| Non-current Liabilities | | | |
| Lease Liabilities | 7 | 67,321 | 85,320 |
| Provisions | 8 | 71,676 | 52,303 |
| GARL Incoming Contribution Liability | | 4,407,722 | 4,499,963 |
| | | 4,546,719 | 4,637,586 |
| TOTAL LIABILITIES | | 8,089,208 | 8,073,956 |
| NET ASSETS | | 30,482,804 | 32,113,562 |
| DIOCESAN CAPITAL & TRUST FUNDS | | | |
| Capital Funds | 9 | 1,855,750 | 1,855,750 |
| Trust Funds | 10 | 9,976,207 | 9,378,467 |
| Other Reserves | 11 | 22,567,026 | 22,571,382 |
| General Reserve | 12 | (3,916,179) | (1,692,037) |
| TOTAL DIOCESAN CAPITAL & TRUST FUNDS | | 30,482,804 | 32,113,562 |

The accompanying notes form part of these financial statements.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
AS AT 30 SEPTEMBER 2022**

| | Capital Funds \$ | Trust Funds \$ | Other Reserves \$ | General Reserve \$ | Total \$ |
|--|---------------------------------|---------------------------|----------------------------------|-----------------------------------|---------------------|
| Balance at 30 September 2020 | 1,865,750 | 9,221,449 | 7,545,682 | (2,342,126) | 16,290,755 |
| Profit / (Loss) attributable to members | - | - | - | 650,089 | 650,089 |
| Transfers to/from reserves | | | | | |
| - Capital Funds | (10,000) | - | - | - | (10,000) |
| - Trust Funds | - | 157,018 | - | - | 157,018 |
| - Asset Revaluation Reserve | - | - | 15,025,700 | - | 15,025,700 |
| Balance at 30 September 2021 | 1,855,750 | 9,378,467 | 22,571,382 | (1,692,037) | 32,113,562 |
| Profit / (Loss) attributable to members | - | - | - | (2,224,022) | (2,224,022) |
| Transfers to/from reserves | | | | | |
| - Trust Funds | - | 597,740 | - | - | 597,740 |
| - Other Reserves | - | - | (4,356) | - | (4,356) |
| - General Reserve | - | - | - | (120) | (120) |
| Balance at 30 September 2022 | 1,855,750 | 9,976,207 | 22,567,026 | (3,916,179) | 30,482,804 |

The accompanying notes form part of these financial statements.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022 \$ | 2021 \$ |
|--|-------|------------------|--------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Receipts from Customers and Investments | | 2,241,507 | 2,382,707 |
| Payments to Suppliers and Employees | | (2,245,285) | (3,557,245) |
| Net Cash Used in Operating Activities | 14(b) | (3,778) | (1,174,538) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Payment for Property, Plant and Equipment | | (339,496) | (30,051) |
| Net Cash Used in Investing Activities | | (339,496) | (30,051) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Repayments of Trust Funds | | 593,384 | 147,018 |
| Net Cash Provided by Financing Activities | | 593,384 | 147,018 |
| Net Increase / (Decrease) in Cash Held | | 250,110 | (1,057,571) |
| Cash and Cash Equivalents at 1 October | | 1,526,828 | 2,584,399 |
| Cash and Cash Equivalents at 30 September | 14(a) | 1,776,938 | 1,526,828 |

The accompanying notes form part of these financial statements.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

NOTE 1. General Information Statement and Statement of Compliance

The Group consists of the Anglican Trusts Corporations of the Diocese of Gippsland as Parent and the following entities under the control of Bishop In Council for the purpose of preparing the consolidated financial statements:

- Anglican Diocese of Gippsland Administration Limited
- Anglican Retirement Living

Administration is a fund with a principal activity of managing funds allocated to address professional standards matters of the Diocese.

Anglican Retirement Living is responsible for the management of Clifton Waters Village, a resident-funded retirement village. ARL arranges for the collection of monies from incoming residents and the maintenance of properties occupied by the residents.

Basis of Consolidation

These financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures of the Australian Accounting Standards Board and the Australian Charities and Not-for-profits Commission Act 2012. The Anglican Diocese of Gippsland is a not-for-profit entity for the purpose of preparing the financial statements.

The financial statements are prepared in accordance with the historical cost convention, except for certain assets which are at fair value. Unless otherwise stated the accounting policies are consistent with those of the previous year.

The financial statements consolidate those of the Parent and of the Group as of 30 September 2021 and 30 September 2022. The Parent controls an entity if it is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. All controlled entities have a reporting date of 30 September.

The parishes of the Anglican Diocese of Gippsland are not controlled entities for the purposes of consolidation in the financial statements.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

All transactions and balances between the Group's entities are eliminated on consolidation, including unrealised gains and losses on transactions between the Group companies. Where unrealised losses on intra-group asset sales are reversed on consolidation, the underlying asset is also tested for impairment from a group perspective. Amounts reported in the financial statements of subsidiaries have been adjusted where necessary to ensure consistency with the accounting policies adopted by the Group.

Statement of Compliance

The financial statements have been prepared in accordance with the Australian Charities and Not-for-profits Commission Act 2012, the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards:

AASB 101 Presentation of Financial Statements

AASB 107 Statement of Cash Flows

AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors

AASB 1031 Materiality

AASB 1048 Interpretation of Standards

AASB 1054 Australian Additional Disclosures

AASB 10 Consolidated Financial Statements

AASB 16 Leases

Significant Accounting Policies

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

(a) Property, Plant and Equipment

Leasehold improvements, plant, equipment and furnishings and motor vehicles are carried at cost less, where applicable, any accumulated depreciation. The depreciable amount of all plant and equipment is depreciated over the useful lives of the assets to the Diocese commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are as follows:

| Class of Fixed Assets | Depreciation Rate |
|----------------------------------|--------------------------|
| Leasehold improvements | 5% - 20% |
| Plant, equipment and furnishings | 5% - 33.3% |
| Motor vehicles | 13.3% - 25% |

All properties held by the Trust Corporation for commercial investment, the Diocesan Registry Office and A'Beckett Park were revalued in September 2020 by independent valuers. The Bishopscourt property and the properties held at Clifton Waters Village and Botterill Court were revalued in September 2021.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

(b) Impairment of Assets

At the end of each reporting period, the committee reviews the carrying amounts of assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

(c) Provisions

Provisions are recognised when the Diocese has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(d) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks and other short-term highly liquid investments with original maturities of three months or less.

(e) Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

(f) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

In the current year

Contributed assets

The Diocese receives assets from the government and other parties for nil or nominal consideration in order to further its objectives. These assets are recognised in accordance with the recognition requirements of other applicable accounting standards (e.g. AASB 9, AASB 16, AASB 116 and AASB 138).

On initial recognition of an asset, the Diocese recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer).

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

The Diocese recognises income immediately in profit or loss as the difference between initial carrying amount of the asset and the related amount.

Operating grants, donations and bequests

When the Diocese receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both of these conditions are satisfied, the Diocese:

- identifies each performance obligation relating to the grant - recognises a contract liability for its obligations under the agreement;
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Diocese:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards (e.g. AASB 9, AASB 16, AASB 116 and AASB 138);
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the Diocese recognises income in profit or loss when or as it satisfies its obligations under the contract.

Capital grant

When the Diocese receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

The Diocese recognises income in profit or loss when or as the association satisfies its obligations under the terms of the grant.

Interest income

interest income is recognised using the effective interest method.

Dividend income

The Diocese recognises dividends in profit or loss only when the right to receive payment of the dividend is established.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

All revenue is stated net of the amounts of goods and services tax.

(g) Leases

The Diocese as lessee

At inception of a contract, the Diocese assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the Diocese where the Diocese is a lessee. However, all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Initially the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the association uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options;
- lease payments under extension options if lessee is reasonably certain to exercise the options;
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset whichever is the shortest. Where a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the association anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

(h) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

(k) Critical Accounting Estimates and Judgement

The Diocese evaluates estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Diocese.

Key Estimates - Impairment

The Diocese assesses impairment at each reporting date by evaluating conditions specific to the group that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined.

(j) Financial Assets

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the Diocese becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the Diocese commits itself to either the purchase or the sale of the asset (i.e. trade date accounting is adopted).

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain a significant financing component or if the practical expedient was applied as specified in *AASB 15: Revenue from Contracts with Customers*.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

Classification and subsequent measurement

Financial assets are subsequently measured at:

- amortised cost;
- fair value through other comprehensive income; or
- fair value through profit or loss.

Measurement is on the basis of two primary criteria:

- the contractual cash flow characteristics of the financial asset; and
- the business model for managing the financial assets.

A financial asset that meets the following conditions is subsequently measured at amortised cost:

- the financial asset is managed solely to collect contractual cash flows; and
- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

A financial asset that meets the following conditions is subsequently measured at fair value through other comprehensive income:

- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates; and
- the business model for managing the financial asset comprises both contractual cash flows collection and the selling of the financial asset.

By default, all other financial assets that do not meet the measurement conditions of amortised cost and fair value through other comprehensive income are subsequently measured at fair value through profit or loss.

The Diocese initially designates a financial instrument as measured at fair value through profit or loss if:

- it eliminates or significantly reduces a measurement or recognition inconsistency (often referred to as an "accounting mismatch") that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases;
- it is in accordance with the documented risk management or investment strategy and information about the groupings is documented appropriately, so the performance of the financial liability that is part of a group of financial liabilities or financial assets can be managed and evaluated consistently on a fair value basis; and
- it is a hybrid contract that contains an embedded derivative that significantly modifies the cash flows otherwise required by the contract.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

The initial measurement of financial instruments at fair value through profit or loss is a one-time option on initial classification and is irrevocable until the financial asset is derecognised.

Derecognition

A financial asset is derecognised when the holder's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All the following criteria need to be satisfied for the derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all risk and rewards of ownership of the asset have been substantially transferred; and
- the Entity no longer controls the asset (i.e. it has no practical ability to make unilateral decisions to sell the asset to a third party).

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

On derecognition of a debt instrument classified as fair value through other comprehensive income, the cumulative gain or loss previously accumulated in the investment revaluation reserve is reclassified to profit or loss.

On derecognition of an investment in equity that the Diocese elected to classify as at fair value through other comprehensive income, the cumulative gain or loss previously accumulated in the investments revaluation reserve is not reclassified to profit or loss, but is transferred to retained earnings.

Impairment

The Diocese recognises a loss allowance for expected credit losses on:

- financial assets that are measured at amortised cost or fair value through other comprehensive income;
- lease receivables;
- contract assets (e.g. amount due from customers under contracts);
- loan commitments that are not measured at fair value through profit or loss; and
- financial guarantee contracts that are not measured at fair value through profit or loss.

Loss allowance is not recognised for:

- financial assets measured at fair value through profit or loss; or
- equity instruments measured at fair value through other comprehensive income.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash flows expected to be received, all discounted at the original effective interest rate of the financial instrument.

The Diocese uses the following approaches to impairment, as applicable under *AASB 9: Financial Instruments* :

- the general approach;
- the simplified approach;
- the purchased or originated credit-impaired approach; and
- low credit risk operational simplification.

General approach

Under the general approach, at each reporting period, the Diocese assesses whether the financial instruments are credit-impaired, and:

- if the credit risk of the financial instrument has increased significantly since initial recognition, the Entity measures the loss allowance of the financial instruments at an amount equal to the lifetime expected credit losses; and
- if there has been no significant increase in credit risk since initial recognition, the Entity measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

Simplified approach

The simplified approach does not require tracking of changes in credit risk at every reporting period, but instead requires the recognition of lifetime expected credit loss at all times.

This approach is applicable to:

- trade receivable; and
- lease receivables.

In measuring the expected credit loss, a provision matrix for trade receivables is used, taking into consideration various data to get to an expected credit loss (i.e.. diversity of its customer base, appropriate groupings of its historical loss experience, etc).

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

Purchased or originated credit-impaired approach

For financial assets that are considered to be credit-impaired (not on acquisition or originations), the Diocese measures any change in its lifetime expected credit loss as the difference between the asset's gross carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. Any adjustment is recognised in profit or loss as an impairment gain or loss.

Evidence of credit impairment includes:

- significant financial difficulty of the issuer or borrower;
- a breach of contract (e.g. default or past due event);
- where a lender has granted to the borrower a concession, due to the borrower's financial difficulty, that the lender would not otherwise consider;
- the likelihood that the borrower will enter bankruptcy or other financial reorganisation; and
- the disappearance of an active market for the financial asset because of financial difficulties.

Low credit risk operational simplification approach

If a financial asset is determined to have low credit risk at the initial reporting date, the Diocese assumes that the credit risk has not increased significantly since initial recognition and, accordingly, it can continue to recognise a loss allowance of 12-month expected credit loss.

In order to make such a determination that the financial asset has low credit risk, the Diocese applies its internal credit risk ratings or other methodologies using a globally comparable definition of low credit risk.

A financial asset is considered to have low credit risk if:

- there is a low risk of default by the borrower;
- the borrower has strong capacity to meet its contractual cash flow obligations in the near term; and
- adverse changes in economic and business conditions in the longer term, may, but not necessarily, reduce the ability of the borrower to fulfill its contractual cash flow obligations.

A financial asset is not considered to carry low credit risk merely due to existence of collateral, or because a borrower has a lower risk of default than the risk inherent in the financial assets, or lower than the credit risk of the jurisdiction in which it operates.

Recognition of expected credit losses in financial statements

At each reporting date, the association recognises the movement in the loss allowance as an impairment gain or loss in the statement of profit or loss and other comprehensive income.

ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

Assets measured at fair value through other comprehensive income are recognised at fair value with changes in fair value recognised in other comprehensive income. The amount in relation to change in credit risk is transferred from other comprehensive income to profit or loss at every reporting period.

For financial assets that are unrecognised (e.g. loan commitments yet to be drawn, financial guarantees), a provision for loss allowance is created in the statement of financial position to recognise the loss allowance.

(k) Comparative Amounts

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

When the Diocese retrospectively applies an accounting policy, makes a retrospective restatement of items in the financial statements or reclassifies items in its financial statements, a third statement of financial position as at the beginning of the preceding period in addition to the minimum comparatives financial statements is present

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | 2022 \$ | 2021 \$ |
|---|-------------------|-------------------|
| NOTE 2. Trade and Other Receivables | | |
| Parish & Other Debtors | 606,985 | 550,732 |
| Parish Loans - ADF | 889,161 | 875,499 |
| Clergy Car Loans | 47,489 | 90,703 |
| Macquarie Debtor | 12,985 | 10,974 |
| Other | 98,635 | 65,052 |
| | 1,655,255 | 1,592,960 |
| NOTE 3. Investments (At Market Value) | | |
| Debentures | 31,793 | 31,793 |
| Shares | 7,282,577 | 9,451,424 |
| Macquarie Investments | 407,299 | 428,323 |
| | 7,721,669 | 9,911,540 |
| NOTE 4. Right-of-Use Assets | | |
| Right-of-Use Assets | 128,323 | 128,323 |
| Accumulated Amortisation | (47,139) | (31,426) |
| | 81,184 | 96,897 |
| Chapter House | | |
| Balance as at 1 October | 96,897 | 112,610 |
| Amortisation of Right-or-Use Assets during the year | (15,713) | (15,713) |
| Balance as at 30 September | 81,184 | 96,897 |
| NOTE 5. Property, Plant & Equipment | | |
| Land & Buildings | | |
| - Diocesan Property | 6,814,947 | 6,814,947 |
| - Investment Property | 4,960,000 | 4,960,000 |
| - Botterill Court | 1,115,700 | 1,115,700 |
| - Clifton Waters Village | 13,765,000 | 13,765,000 |
| - Gippsland Church Extension Fund | 5,236 | 5,236 |
| | 26,660,883 | 26,660,883 |
| Leasehold Improvements | 351,730 | 332,348 |
| Accumulated depreciation | (117,698) | (92,075) |
| | 234,032 | 240,273 |

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | 2022 \$ | 2021 \$ |
|--|----------------|----------------|
| NOTE 5. Property, Plant & Equipment | | |
| Plant, Equipment & Furnishings | 362,528 | 359,624 |
| Accumulated depreciation | (278,756) | (254,782) |
| | 83,772 | 104,842 |
| Motor Vehicles | 115,347 | 115,347 |
| Accumulated depreciation | (76,581) | (64,459) |
| | 38,766 | 50,888 |
| Capital Improvements - ILU | 317,210 | - |
| Accumulated depreciation | (413) | - |
| | 316,797 | - |
| | 27,334,250 | 27,056,886 |

NOTE 6. Trade and Other Payables

| | | |
|---|-----------|-----------|
| Accrued Expenses | 851 | 398 |
| ADF Gippsland Depositors | 2,450,682 | 2,464,888 |
| ADF Registry Relocation Loan | 284,891 | 293,745 |
| Car Replacement Deposits | 372,379 | 302,354 |
| Diocesan Clergy Benefits | 18,193 | 15,090 |
| Grants Received in Advance | 23,700 | 4,082 |
| GST & PAYG Liabilities | (7,373) | (51,233) |
| Insurance Liabilities | 131,538 | 135,665 |
| Parish Stipends Payment Received in Advance | 196,981 | 198,918 |
| Sundry Creditors | 9,364 | 9,159 |
| Superannuation Liabilities | 43,283 | 48,469 |
| | 3,524,489 | 3,421,535 |

NOTE 7. Lease Liabilities

| | | |
|-------------|--------|---------|
| Current | 18,000 | 14,835 |
| Non-current | 67,321 | 85,320 |
| | 85,321 | 100,155 |

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | 2022 \$ | 2021 \$ |
|--|--------------------|--------------------|
| NOTE 8. Provisions | | |
| Long Service Leave Liabilities | 69,155 | 49,782 |
| Long Service Leave - Registry Staff | 2,521 | 2,521 |
| | 71,676 | 52,303 |
| NOTE 9. Capital Funds | | |
| Anglican Development Fund | 140,992 | 140,992 |
| Diocesan Capital Funds | 845,801 | 845,801 |
| Other Diocesan Capital Funds | 651,748 | 651,748 |
| The Abbey | 217,209 | 217,209 |
| | 1,855,750 | 1,855,750 |
| NOTE 10. Trust Funds | | |
| Diocesan Trust Fund Capital | 2,600,067 | 2,339,205 |
| Gippsland Ministry Foundation | 839,542 | 818,835 |
| Parish Trust Fund Capital | 6,536,598 | 6,220,427 |
| | 9,976,207 | 9,378,467 |
| NOTE 11. Other Reserves | | |
| Asset Revaluation Reserve | 22,545,400 | 22,545,400 |
| Bishop's Election Reserve | 3,000 | 3,000 |
| General Synod Reserve - Accommodation & other expenses | 10,482 | 10,482 |
| Lambeth Conference | 8,144 | 12,500 |
| | 22,567,026 | 22,571,382 |
| NOTE 12. General Reserve | | |
| Surplus Brought Forward | (1,692,037) | (2,342,126) |
| Prior Year Adjustment | (120) | - |
| Add/(Less) Surplus for Current Year | (2,224,022) | 650,089 |
| Total Surplus & Reserves | (3,916,179) | (1,692,037) |

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

NOTE 13. Contingent Liabilities

These contingent liabilities consist of loans made by Bishop-In-Council, the Trusts Corporation and the Anglican Development Fund to parishes, clergy and other parties that may become uncollectible. All such loan receivable balances have therefore been included in contingent liabilities to account for this possibility.

| | Percentage of Liability | 2022 \$ | 2021 \$ |
|--|-------------------------|------------------|------------------|
| Trusts Corporation | | | |
| Clergy Car Loans | 3.69% | 47,489 | 90,703 |
| | | 47,489 | 90,703 |
| Anglican Development Fund - Loans to Parishes | | | |
| The Abbey - Numby Numby Fit-out | 2.17% | 27,931 | 30,615 |
| Bass/Phillip Island - Cowes Building | 17.16% | 220,779 | 212,068 |
| Bunyip - High Street | 2.79% | 35,878 | 61,473 |
| Diocese - Insurance Premium Loan | 25.02% | 321,819 | 115,983 |
| Maffra - Op Shop Building (Loan redraw for a storage shed during the year) | 0.00% | - | 3,117 |
| Neerim South - Op Shop Sale | 8.23% | 105,811 | 117,150 |
| - Consolidated Development Loan | 0.00% | - | 32,007 |
| Traralgon | | | |
| - Op Shop Fitout - Facilities Upgrade | 8.67% | 111,557 | 7,385 |
| - Shed | 9.28% | 119,333 | 112,413 |
| Warragul Building Loan | 0.85% | 10,913 | 36,544 |
| Chapter House Refurbishment | 22.15% | 284,891 | 293,745 |
| | | 1,238,912 | 1,022,500 |
| Total Contingent Liabilities | 100% | 1,286,401 | 1,113,203 |

Since 2004 a number of claims have been received under Professional Standards arrangements put in place by the Diocese. All known claims have been settled.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | 2022 \$ | <i>2021 \$</i> |
|--|--------------------|--------------------|
| NOTE 14. Cash Flow Information | | |
| (a) Reconciliation of Cash and Cash Equivalents | | |
| Cash at the end of the financial year as shown in the Cash Flow Statement is reconciled to these items in the balance sheet: | | |
| Cash in bank | 1,776,738 | <i>1,526,628</i> |
| Cash on hand | 200 | <i>200</i> |
| | 1,776,938 | <i>1,526,828</i> |
| (b) Reconciliation of Cash Flows from Operations with Net Profit/(Loss) from Ordinary Activities: | | |
| Net Profit/(Loss) from Ordinary Activities | (2,224,022) | <i>650,089</i> |
| Non-Cash Flows in Profit from Ordinary Activities | | |
| Amortisation | 15,713 | <i>15,713</i> |
| Depreciation | 62,132 | <i>67,438</i> |
| Prior Year Adjustments | (120) | <i>-</i> |
| | 77,725 | <i>83,151</i> |
| Changes in Assets and Liabilities | | |
| (Increase)/decrease in Receivables | (62,295) | <i>167,103</i> |
| (Increase)/decrease in Inventories | (309) | <i>324</i> |
| (Increase)/decrease in Investments | 2,189,871 | <i>(2,187,027)</i> |
| (Increase)/decrease in Right-of-Use Assets | - | <i>-</i> |
| Increase/(decrease) in Trade and Other Payables | 10,713 | <i>123,453</i> |
| Increase/(decrease) in Lease Liabilities | (14,834) | <i>(14,332)</i> |
| Increase/(decrease) in Provisions | 19,373 | <i>2,701</i> |
| | 2,142,519 | <i>(1,907,778)</i> |
| Net Cash Used in Operating Activities | (3,778) | <i>(1,174,538)</i> |

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | 2022 \$ | <i>2021 \$</i> |
|---|-----------------|----------------|
| NOTE 15. Anglican Development Fund Detailed Profit or Loss Statement | | |
| Revenue | | |
| ADF Income | 208,840 | <i>153,760</i> |
| Capital Profit/(Loss) | (51,162) | <i>3,370</i> |
| Interest Received | 327 | <i>1</i> |
| | 158,005 | <i>157,131</i> |
| Expenses | | |
| General Expenditure | 11,143 | <i>9,106</i> |
| Interest Paid | 38,809 | <i>42,023</i> |
| Investment Expenses | 20,694 | <i>19,785</i> |
| | 70,646 | <i>70,914</i> |
| Net Surplus/(Deficit) | 87,359 | <i>86,217</i> |

NOTE 16. The Abbey Detailed Profit or Loss Statement

| | | |
|--------------------------------|----------------|----------------|
| Revenue | | |
| Accommodation | 94,213 | <i>75,760</i> |
| Allowances | 6,869 | <i>6,869</i> |
| Donations | 3,457 | <i>24,241</i> |
| Grants | 13,797 | <i>68,432</i> |
| JobKeeper Payments | - | <i>38,687</i> |
| Programmes | 14,304 | <i>5,937</i> |
| Sundry Income | 687 | <i>26</i> |
| | 133,327 | <i>219,952</i> |
| Expenses | | |
| Administration Costs | 15,291 | <i>17,371</i> |
| Development Costs | - | <i>40,437</i> |
| Fundraising & Marketing | 6,198 | <i>8,048</i> |
| Hospitality | 27,020 | <i>23,605</i> |
| Land Management & Conservation | 2,524 | <i>14,274</i> |
| Payroll Expenses | 82,539 | <i>71,260</i> |
| Programs | 170 | <i>915</i> |

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | 2022 \$ | 2021 \$ |
|---|-----------------|----------------|
| NOTE 16. The Abbey Detailed Profit or Loss Statement (Continued) | | |
| Expenses | | |
| Site Management & Maintenance | 7,839 | 11,268 |
| Spirituality | 291 | 76 |
| Utilities & Rates | 10,221 | 9,943 |
| | 152,093 | 197,197 |
| | (18,766) | 22,755 |

NOTE 17. Church Bookroom Detailed Profit or Loss Statement

| | | |
|--------------------|--------------|--------------|
| Revenue | | |
| Sales | 7,922 | 6,869 |
| | 7,922 | 6,869 |
| Expenses | | |
| Cost of Goods Sold | 6,879 | 5,210 |
| Postage | 534 | 122 |
| Sundry Expenses | 20 | - |
| | 7,433 | 5,332 |
| | 489 | 1,537 |

NOTE 18. Anglican Retirement Living Detailed Profit or Loss Statement

| | | |
|------------------------------------|--------|--------|
| Revenue | | |
| ATO Cashflow Boost | - | 14,135 |
| Deferred Management Fees | 54,596 | - |
| Fees & Charges | 10,782 | 2,308 |
| Grants Received | 10,870 | 2,530 |
| Guest Suite Fees | 11,780 | 8,045 |
| Hall, Lounge, Common Facility Hire | 269 | 106 |
| ILU Expenses - Recoverable | 10,849 | 25,422 |
| Interest | 22,157 | 25,023 |
| JobKeeper Payments | - | 23,550 |

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | 2022 \$ | 2021 \$ |
|--|----------------|----------------|
| NOTE 18. Anglican Retirement Living Detailed Profit or Loss Statement (Continued) | | |
| Revenue | | |
| Maintenance Charges | 521,098 | 496,716 |
| Rental Income | 242,227 | 179,219 |
| Sale of Goods | 2,199 | 7,464 |
| Sinking Fund | 14,352 | - |
| Sundry Income | - | 1,707 |
| Trust Donations | 1,190 | 23,880 |
| | 902,369 | 810,105 |
| Expenses | | |
| Administration Fees | 2,200 | 37,400 |
| Advertising & Promotion | 4,052 | 6,153 |
| Agent Management Fees | 3,273 | 2,525 |
| Bank Charges | 1,934 | 1,711 |
| Board & Governance Expenses | 2,216 | 41,025 |
| Cleaning | 9,796 | 7,055 |
| Computer Expenses | 8,443 | 9,094 |
| Depreciation | 34,212 | 35,108 |
| Guest Suite Expenses | 4,068 | 3,004 |
| Health, Fire & Safety | 4,004 | 4,475 |
| ILU Expenses | 15,555 | 15,637 |
| ILU Repairs & Maintenance | 16,364 | 46,246 |
| Insurance | 28,363 | 29,970 |
| Legal Fees | 11,127 | 2,961 |
| Light, Power & Gas | 5,471 | 6,772 |
| Motor Vehicle Expenses | 6,294 | 2,578 |
| Postage, Freight & Courier | 72 | 77 |
| Printing & Stationery | 2,016 | 1,954 |
| Rates | 97,753 | 87,725 |
| Repairs & Maintenance | 128,224 | 145,120 |
| Residents Welfare | 3,284 | 3,307 |
| Salaries & Wages | 191,762 | 141,447 |
| Security | 1,264 | 1,130 |
| Small Plant and Equipment | 9,748 | 961 |

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | 2022 \$ | 2021 \$ |
|--|----------------|----------------|
| NOTE 18. Anglican Retirement Living Detailed Profit or Loss Statement (Continued) | | |
| Expenses | | |
| Staff Amenities | 352 | - |
| Staff Training & Development | 62 | - |
| Superannuation | 18,707 | 13,077 |
| Telephone | 3,394 | 3,871 |
| Waste Disposal | 16,573 | 19,511 |
| WorkCover | - | 932 |
| | 630,583 | 670,826 |
| | 630,583 | 670,826 |
| Net Surplus | 271,786 | 139,279 |
| | 271,786 | 139,279 |

NOTE 19. Administration Detailed Profit or Loss Statement

| | | |
|---------------------------|----------|-----------|
| Revenue | | |
| Bank Interest | 6 | 18 |
| | 6 | 18 |
| | 6 | 18 |
| Expenses | | |
| Administration Assistance | 5,678 | 8,001 |
| Clearance Officer | 26,080 | 25,535 |
| Clinical Supervision | 439 | 420 |
| Computer Expenses | 2,049 | - |
| Consultant Fees | 49,711 | 65,570 |
| Counselling Costs | 1,205 | 5,075 |
| Deputy Director PSC | 17,100 | 2,861 |
| General Expenses | 597 | 234 |
| Investigations | - | 10,623 |
| Legal Expenses | - | 7,696 |
| Miscellaneous | 1,847 | - |
| Office Supplies | 439 | 1,501 |
| Pastoral Supervision | 2,205 | 2,100 |

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | 2022 \$ | 2021 \$ |
|--|------------------|------------------|
| NOTE 19. Administration Detailed Profit or Loss Statement (Continued) | | |
| Expenses | | |
| Postage | 182 | 226 |
| Professional Standards | 2,405 | 1,608 |
| Redress Expenses | - | (437) |
| Safe Ministry | 27,089 | 13,858 |
| Service Fees | 1,000 | - |
| Spiritual Direction | 270 | 1,125 |
| Stationery | 60 | 134 |
| Superannuation | 7,920 | 12,960 |
| Telephone | 149 | - |
| WorkCover | 30,561 | - |
| | 176,986 | 159,090 |
| Net Deficit | (176,980) | (159,072) |

NOTE 20. Gippsland Anglican Detailed Profit or Loss Statement

| | | |
|------------------------------------|-----------------|-----------------|
| Revenue | | |
| Advertising | 10,120 | 16,810 |
| Sales | 20,057 | 22,929 |
| | 30,177 | 39,739 |
| Expenses | | |
| Consultant Costs (Editor & Design) | 36,300 | 36,130 |
| Melbourne Anglican | 10,899 | 12,350 |
| Postage & Telephone | 753 | 753 |
| Production & Delivery | 16,011 | 17,615 |
| Subscriptions & Conferences | 220 | 220 |
| Travelling | 721 | 219 |
| | 64,904 | 67,287 |
| Net Deficit | (34,727) | (27,548) |

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | 2022 \$ | 2021 \$ |
|---|-----------------|-----------------|
| NOTE 21. Gippsland Ministry Foundation Detailed Profit or Loss Statement | | |
| Revenue | | |
| Donations - Clergy Training | 3,046 | 1,041 |
| | 3,046 | 1,041 |
| Expenses | | |
| A'Beckett Park | 6,869 | 6,869 |
| Clergy Training | 547 | 2,929 |
| Parish Assistance Bunyip | 10,400 | 10,400 |
| Vocational Assessment | 2,900 | - |
| | 20,716 | 20,198 |
| Net Deficit | (17,670) | (19,157) |

NOTE 22. Going Concern

The consolidated financial report has been prepared on the going concern basis which contemplates the continuity of the normal business activity and the realisation of assets and settlement of liabilities on the ordinary course of business.

The Diocese incurred a consolidated loss for the year of \$2,224,022 (2021: Profit of \$650,089). As at 30 September 2022 the Synod had a net working capital deficiency of \$107,580. Current liabilities include Car Replacement Deposits of \$372,379, ADF Gippsland Depositors of \$2,450,682, and ADF Registry Relocation Loan of \$284,891 that will not be recalled to repay in the next 12 months.

NOTE 23. Key Management Personnel Compensation

The totals of remuneration paid to key management personnel (KMP) of the Group during the year are as follows:

| | 2022 \$ | 2021 \$ |
|---------------------------------------|----------------|----------------|
| Key management personnel compensation | 76,718 | 100,945 |

NOTE 24. Capital Commitments

No capital commitments have been approved since the end of the reporting period.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

NOTE 25. Events After the Reporting Period

The Bishop in Council is not aware of any significant events since the end of the reporting period.

NOTE 26. Related Party Transactions

The Group's main related parties are as follows:

a. Key management personnel

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly, including any Bishop in Council members (whether executive or otherwise) of that Group, is considered key management personnel.

b. Other related parties

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel, individually or collectively with their close family members.

Transactions with Related Parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

NOTE 27. Auditor's Remuneration

The auditor of the Group for the year ended 30 September 2022 is AMW Audit (30 September 2021 - AMW Audit).

| | | |
|-----------------------------------|---------------|---------------|
| Financial statement audit service | <u>18,200</u> | <u>17,250</u> |
|-----------------------------------|---------------|---------------|

NOTE 28. Group's Information

The Company is domiciled and incorporated in Australia.

The registered office of the Group is:

PO Box 928

SALE VIC 3850

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND
ITS CONTROLLED ENTITIES**

**BISHOP IN COUNCIL DECLARATION
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

The Bishop in Council of the Anglican Trusts Corporation of the Diocese of Gippsland and its controlled entities declares that in its opinion:

1. there are reasonable grounds to believe that the Anglican Trusts Corporation of the Diocese of Gippsland is able to pay all of its debts, as and when they become due and payable; and
2. the financial statements and notes satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profit Commission Regulation 2013.



Name: Meg Knight
Position: Chair, Finance Committee

Date: 21 March 2023



Name: Richard Connelly
Position: Diocesan Registrar & Secretary of the Trusts Corporation

Date: 21 March 2023

AUDITOR'S INDEPENDENCE DECLARATION TO THE SYNOD OF THE ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS CONTROLLED ENTITIES

In accordance with Subdivision 60-C of the *Australian Charities and Not-for-profits Commission Act 2012*, I am pleased to provide the following declaration of independence to the Synod of Anglican Trusts Corporation of the Diocese of Gippsland and its controlled entities. As the lead auditor for the audit of the financial report of Anglican Trusts Corporation of the Diocese of Gippsland and its controlled entities for the year ended 30 September 2022, I declare that, to the best of my knowledge and belief, during the year ended 30 September 2022 there have been no contraventions of:

- the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- any applicable code of professional conduct in relation to the audit.

AMW Audit

AMW AUDIT
Chartered Accountants



BILLY-JOE THOMAS
Director

Dated at Perth, Western Australia this 23rd day of March 2023.

**INDEPENDENT AUDITORS' REPORT TO THE SYNOD OF THE ANGLICAN TRUSTS
CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS CONTROLLED ENTITIES**

Opinion

We have audited the accompanying financial report of Anglican Trusts Corporation of the Diocese of Gippsland and its controlled entities ("the Diocese") which comprises of the consolidated balance sheet as at 30 September 2022, the consolidated income and expenditure statement and cash flow statement for the year then ended on that date, and notes comprising of significant accounting policies and other explanatory notes and Bishop in Council's declaration.

In our opinion, the accompanying financial report of the Diocese has been prepared in accordance with the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Diocese's financial position as at 30 September 2022 and of its financial performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1 and *Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free of material misstatement. Our responsibilities under those standards are further described in the *Auditor's responsibility* section of our report. We are independent of the Diocese in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by *Division 60 of the Australian Charities and Not-for-profits Commission Act 2012*, which has been given to Bishop in Council, would be in the same terms if given as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report has been prepared for the distribution to the Synod for the purpose of fulfilling the Diocese's financial reporting obligations. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect to this matter.

Emphasis of Matter – Going Concern

Without qualifying our opinion in respect of the following, we draw attention to Note 22 in the financial statements that states that as of balance date, the Diocese's current liabilities exceeded its current assets by \$ 107,580 (2021: \$ 314,175). In addition, the Diocese incurred a consolidated loss for the year of \$2,224,022 (2021: Profit of \$650,089). This indicates the existence of uncertainty as to whether the Diocese will be able to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amount stated in the financial statements. However, we note that the Diocese does have on-going support from related parties and member Parishes.

Information Other than the Financial Report and Auditor's Report Thereon

The Bishop in Council is responsible for the other information. The other information comprises the information included in the Diocese's annual report for the year ended 30 September 2022 but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, 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.

Responsibilities of the Bishop in Council for the financial report

The Bishop in Council of the Diocese is responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Australian Charities and Not-for-Profits Commission*. The Bishop in Council's responsibility also includes such internal control as it determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole 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 Australian 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 this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial 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 Institute's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Bishop in Council.
- Conclude on the appropriateness of the Bishop in Councils' 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 Institute'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 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 Institute to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the Institute or business activities within the Institute to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with the Bishop in Council regarding, amongst 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.

AMW Audit

AMW AUDIT

Chartered Accountants



BILLY-JOE THOMAS

Director

Dated at Perth, Western Australia this 23rd day of March 2023.

23 March 2023

The Chair – Finance Committee
Anglican Trusts Corporation of the Diocese of Gippsland
PO Box 928
SALE VIC 3850

Dear Meg,

MANAGEMENT LETTER

We advise that we have recently completed the audit of Anglican Trusts Corporation of the Diocese of Gippsland and its controlled entities (the Diocese) for the year ended 30 September 2022.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report and the evaluation of significant accounting estimates. While our procedures are designed to identify any material weaknesses and detect misstatements from fraud and error, there is an unavoidable risk that even some material misstatements may remain undiscovered. This unavoidable risk is due to the test nature and other inherent limitations of an audit, together with the inherent limitations of any accounting and internal control system.

During our audit, we found the following matters which we believe need to be brought to your attention.

Going Concern

We noted that the Diocesan's current liabilities exceeded its current assets by \$107,580 (2021: \$314,175). In addition, the Diocese incurred a consolidated loss for the year of \$2,224,022 (2021: Profit of \$650,089). This event and condition may have a significant impact on the Diocese's ability to continue as a going concern and whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amount stated in the financial statements. Consequently, we were notified that the 2022 current liabilities included Car Replacement Deposits of \$372,379, ADF Gippsland Depositors of \$2,450,682, and ADF Registry Relocation Loan of \$284,891 that will not be recalled repaying in the next 12 months.

In view of the above, we recommend that the Management and the Synod should, on a monthly basis monitor and analyse its working capital position, cash flow projections, sources and availability of finance and where necessary reassess its plans to mitigate any events and conditions that may cast doubt on the Diocese's ability to continue as a going concern.

BAS not lodged with the Australian Taxation Office

During our audit, we noted that the Trust's March 2022 quarter's BAS was not completed and lodged with the Australian Taxation Office (ATO). We were informed by the accountant that during this period a property was sold using margin scheme and that the BAS is currently being finalised.

We recommend that the March 2022 quarter's BAS for the Trust is lodged as soon as possible and going forward all BAS's are lodged within the ATO's prescribed time frame. Failure to lodge BAS's on time have penalties as determined by the ATO.

Payroll

During our review of the employment contract for {redacted employee name}, we found that the contract on file was from a long time ago and since then there was no increment letters issued to confirm the pay rates but only percentage increases which were not in order.

We therefore were unable to trace the current rate of pay for {redacted employee name} to the personnel records and consequently our audit testing remained incomplete.

We have since discussed this matter with the Finance Office and recommended that all personnel files be reviewed to ensure there is a more recent salary increment letter on file and a copy is also sent to the employee/Parish.

In addition, we noted that {redacted employee name}'s employment contract had no mention of additional super (4.5%) being paid by the Diocese, however, the Diocese continues to pay additional super each pay run.

We recommend that the Diocese confirm whether additional super is to be paid to {redacted employee name} and if paid, then a letter to this effect is filed in {redacted employee name}'s personnel file to ensure there remains a support for any additions and/or deductions in an employee's pay slip. We also recommend reviewing the master employment contract to ensure that a clause for additional superannuation is included within the employment terms and conditions and where applicable to the Diocesan Staff and Parish.

We would like to take this opportunity to thank Richard Connelly and his team for their assistance provided during the course of our audit.

Yours faithfully
AMW AUDIT
Chartered Accountants



BILLY-JOE THOMAS
Director

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**CONSOLIDATED PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022 \$ | 2021 \$ |
|---------------------------------------|-------|------------------|------------------|
| INCOME | | | |
| Aboriginal Ministry Funds Received | | 42,500 | 111,108 |
| Realised Gain/(Losses) on Investments | | 9,818 | 161,014 |
| Dividends & Interest | | 332,816 | 228,103 |
| Parish Contributions | | 365,271 | 365,271 |
| Property Income | | 241,804 | 249,968 |
| Sundry Income | | 14,446 | 32,388 |
| Anglican Development Fund Revenue | 15 | 158,005 | 157,131 |
| The Abbey Revenue | 16 | 133,327 | 219,952 |
| Church Bookroom Revenue | 17 | 7,922 | 6,869 |
| Anglican Retirement Living Revenue | 18 | 902,369 | 810,105 |
| Administration Revenue | 19 | 6 | 18 |
| Gippsland Anglican Revenue | 20 | 30,177 | 39,739 |
| Gippsland Ministry Foundation Revenue | 21 | 3,046 | 1,041 |
| TOTAL INCOME | | <u>2,241,507</u> | <u>2,382,707</u> |
| Less Income Applicable to: | | | |
| Diocesan Trusts | | - | 160,745 |
| | | - | 160,745 |
| NET INCOME | | <u>2,241,507</u> | <u>2,221,962</u> |
| EXPENDITURE | | | |
| Administration | | 291,000 | 348,435 |
| Allocations | | 247,885 | 235,958 |
| Data Services | | 15,730 | 14,676 |
| Miscellaneous Expenses | | 250,220 | 81,970 |
| Property & Investment Expenses | | 145,650 | 126,787 |
| Redress Expense | | 160,000 | 72,000 |
| Staffing | | 463,426 | 348,580 |
| Anglican Development Fund Expenses | 15 | 70,646 | 70,914 |
| The Abbey Expenses | 16 | 152,093 | 197,197 |
| Church Bookroom Expenses | 17 | 7,433 | 5,332 |

The accompanying notes form part of these financial statements.

**ANGLICAN TRUSTS CORPORATION OF THE DIOCESE OF GIPPSLAND AND ITS
CONTROLLED ENTITIES**

**CONSOLIDATED PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022 \$ | 2021 \$ |
|--|-------|--------------------|------------------|
| Anglican Retirement Living Expenses | 18 | 630,583 | 670,826 |
| Administration Expenses | 19 | 176,986 | 159,090 |
| Gippsland Anglican Expenses | 20 | 64,904 | 67,287 |
| Gippsland Ministry Foundation Expenses | 21 | 20,716 | 20,198 |
| TOTAL EXPENDITURE | | <u>2,697,272</u> | <u>2,419,250</u> |
| OPERATING SURPLUS/(DEFICIT) | | <u>(455,765)</u> | <u>(197,288)</u> |
| Unrealised (Losses)/Gains on Trust Corporation Investments | | (1,768,257) | 847,377 |
| NET OPERATING SURPLUS/(DEFICIT) | | <u>(2,224,022)</u> | <u>650,089</u> |

**BISHOP IN COUNCIL
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022/21 | 2021/20 |
|---|-----------|-------------------------|-------------------------|
| INCOME | | | |
| Aboriginal Ministry Funds Received | | 42,500 | 71,508 |
| Interest from Investments | | 141 | 55 |
| Management Fees Received | | 55,200 | 39,600 |
| Parish Contributions | | 365,271 | 365,271 |
| Rental Income | | 30,116 | 29,603 |
| Sundry Income | | 14,446 | 32,388 |
| Trust Grant | | 340,000 | 340,000 |
| Trust Management Fee | | 130,000 | 130,000 |
| TOTAL INCOME | N1 | <u>977,674</u> | <u>1,008,425</u> |
| EXPENDITURE | | | |
| Administration | | 491,000 | 607,075 |
| Allocations | | 247,885 | 235,958 |
| Staffing | | 463,426 | 348,580 |
| TOTAL EXPENDITURE | N1 | <u>1,202,311</u> | <u>1,191,613</u> |
| OPERATING SURPLUS/(DEFICIT) | | (224,637) | (183,188) |
| Less: Gippsland Anglican Deficit | | (34,727) | (27,548) |
| Less: Gippsland Ministry Foundation Deficit | | (17,670) | (19,157) |
| TOTAL SURPLUS/(DEFICIT) | | <u>(277,034)</u> | <u>(229,893)</u> |

**BISHOP IN COUNCIL
BALANCE SHEET
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022/21 | 2021/20 |
|---|-------|------------------|------------------|
| ASSETS | | | |
| Bank Account | | 23,643 | 85,024 |
| Receivables | 1 | 463,140 | 435,667 |
| Right of Use Assets | 2 | 81,184 | 96,897 |
| Property, Plant & Equipment | 3 | 3,298,187 | 3,323,203 |
| TOTAL ASSETS | | <u>3,866,154</u> | <u>3,940,791</u> |
| LIABILITIES | | | |
| Creditors & Borrowings | 4 | 1,165,265 | 958,512 |
| Provisions | 5 | 2,521 | 2,521 |
| TOTAL LIABILITIES | | <u>1,167,786</u> | <u>961,033</u> |
| NET ASSETS | | <u>2,698,368</u> | <u>2,979,758</u> |
| DIOCESAN CAPITAL & TRUST FUNDS | | | |
| Capital Funds | 6 | 1,478,344 | 1,478,344 |
| General Reserve | 8 | (1,318,819) | (1,041,785) |
| Other Reserves | 7 | 2,538,843 | 2,543,199 |
| TOTAL DIOCESAN CAPITAL & TRUST FUNDS | | <u>2,698,368</u> | <u>2,979,758</u> |

TRUSTS CORPORATION
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022

| | Notes | 2022/21 | 2021/20 |
|--|-----------|--------------------|------------------|
| INCOME | | | |
| Capital Profits/(Loss) | | 9,818 | 161,014 |
| Dividends & Interest | 8 | 332,675 | 228,048 |
| Property Income | | 211,688 | 220,365 |
| GROSS INCOME | N1 | <u>554,181</u> | <u>609,427</u> |
| Less Income Applicable to: | | | |
| Diocesan Trusts | | - | 160,745 |
| NET INCOME | N1 | <u>554,181</u> | <u>448,682</u> |
| EXPENDITURE | | | |
| Administration | | 160,000 | - |
| Data Services | | 15,730 | 14,676 |
| Grant to Diocese | | 340,000 | 340,000 |
| Investment Expenses | | 48,663 | 51,300 |
| Miscellaneous Expenses | | 250,220 | 81,970 |
| Property Expenses | | 96,987 | 75,487 |
| Trust Management Fee | | 130,000 | 130,000 |
| TOTAL EXPENDITURE | N1 | <u>1,041,600</u> | <u>693,433</u> |
| OPERATING SURPLUS/(DEFICIT) | | <u>(487,419)</u> | <u>(244,751)</u> |
| Plus: Unrealised Gains/(Losses) on Share Trading | N1 | (1,296,448) | 597,941 |
| TOTAL SURPLUS/(DEFICIT) | | <u>(1,783,867)</u> | <u>353,190</u> |

TRUSTS CORPORATION
BALANCE SHEET
FOR THE YEAR ENDED 30 SEPTEMBER 2022

| | Notes | 2022/21 | 2021/20 |
|---|-------|-------------------|-------------------|
| ASSETS | | | |
| Bank Account | | 21,010 | 3,490 |
| Receivables | 1 | 126,006 | 133,837 |
| Investments | 2 | 5,879,071 | 7,002,404 |
| Property | 3 | 19,845,936 | 19,845,936 |
| TOTAL ASSETS | | <u>25,872,023</u> | <u>26,985,667</u> |
| LIABILITIES | | | |
| Creditors & Borrowings | 4 | 378,560 | 306,077 |
| TOTAL LIABILITIES | | <u>378,560</u> | <u>306,077</u> |
| NET ASSETS | | <u>25,493,463</u> | <u>26,679,590</u> |
| DIOCESAN CAPITAL & TRUST FUNDS | | | |
| General Reserve | 7 | (1,051,652) | 732,215 |
| Other Reserves | 6 | 16,568,908 | 16,568,908 |
| Trust Funds | 5 | 9,976,207 | 9,378,467 |
| TOTAL DIOCESAN CAPITAL & TRUST FUNDS | | <u>25,493,463</u> | <u>26,679,590</u> |

ADG ADMINISTRATION Ltd
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022

| | Notes | 2022/21 | 2021/20 |
|------------------------------|-----------|----------------|----------------|
| INCOME | | | |
| Bank Interest | | 6 | 18 |
| General Allocation | | 360,000 | 186,640 |
| Redress | | - | 72,000 |
| TOTAL INCOME | N1 | 360,006 | 258,658 |
| EXPENDITURE | | | |
| Administration Assistance | | 5,678 | 8,001 |
| Clearance Officer | | 26,080 | 25,535 |
| Clinical Supervision | | 439 | 420 |
| Computer Expenses | | 2,049 | - |
| Consultant Fees | | 49,711 | 65,570 |
| Counselling Costs | | 1,205 | 5,075 |
| Deputy Director PSC | | 17,100 | 2,861 |
| General Expenses | | 597 | 234 |
| Investigations | | - | 10,623 |
| Legal Expenses | | - | 7,696 |
| Miscellaneous | | 1,847 | - |
| Office Supplies | | 439 | 1,501 |
| Pastoral Supervision | | 2,205 | 2,100 |
| Postage | | 182 | 226 |
| Professional Standards | | 2,405 | 1,608 |
| Redress Expenses | | 160,000 | 71,563 |
| Safe Ministry | | 27,089 | 13,858 |
| Service Fees | | 1,000 | - |
| Spiritual Direction | | 270 | 1,125 |
| Stationery | | 60 | 134 |
| Superannuation | | 7,920 | 12,960 |
| Telephone | | 149 | - |
| WorkCover | | 30,561 | - |
| TOTAL EXPENDITURE | N1 | 336,986 | 231,090 |
| NET SURPLUS/(DEFICIT) | | 23,020 | 27,568 |

accepted

ADMINISTRATION
BALANCE SHEET
FOR THE YEAR ENDED 30 SEPTEMBER 2022

| | Notes | 2022/21 | 2021/20 |
|-------------------------------|-------|----------------|-----------------|
| ASSETS | | | |
| Bank Account | | 63,328 | 18,963 |
| TOTAL ASSETS | | 63,328 | 18,963 |
| LIABILITIES | | | |
| GST Liabilities | | (3,838) | (25,183) |
| TOTAL LIABILITIES | | (3,838) | (25,183) |
| NET ASSETS | | 67,166 | 44,146 |
| EQUITY | | | |
| Accumulated Surplus/(Deficit) | | 67,166 | 44,146 |
| TOTAL EQUITY | | 67,166 | 44,146 |

**INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022/21 | 2021/20 |
|---|-----------|------------------|----------------|
| INCOME | | | |
| ADF Income | NI | 208,840 | <i>153,760</i> |
| TOTAL INCOME | | 208,840 | <i>153,760</i> |
| EXPENDITURE | | | |
| Interest Received | | (327) | <i>(1)</i> |
| General Expenditure | | 11,143 | <i>9,106</i> |
| Interest Paid | | 38,809 | <i>42,023</i> |
| Investment Expenses | | 20,694 | <i>19,785</i> |
| Capital Profit/(Loss) | | 51,162 | <i>(3,370)</i> |
| TOTAL EXPENDITURE | NI | 121,481 | <i>70,914</i> |
| OPERATING SURPLUS/(DEFICIT) | | 87,359 | <i>82,846</i> |
| Plus: Unrealised Gains/(Losses) on Share Trading | NI | (471,809) | <i>249,436</i> |
| TOTAL SURPLUS/(DEFICIT) | | (384,450) | <i>332,282</i> |

**ANGLICAN DEVELOPMENT FUND
BALANCE SHEET
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022/21 | 2021/20 |
|---------------------------------|-------|------------------|------------------|
| ASSETS | | | |
| Bank Account | | 5,547 | <i>9,358</i> |
| Sundry Debtors | | 303,907 | <i>286,403</i> |
| Accrued Income | | 439 | <i>166</i> |
| Adelaide Funds Float | | 50,942 | <i>34,978</i> |
| Adelaide Funds Security Deposit | | 5,314 | <i>5,287</i> |
| ANZ Online Saver Account | | 128,000 | <i>40,000</i> |
| Investments | | 2,094,435 | <i>2,732,750</i> |
| Macquarie Cash Account | | 168,386 | <i>262,854</i> |
| Macquarie Debtor | | 3,498 | <i>3,287</i> |
| Loans to Parishes | | 1,238,912 | <i>1,022,500</i> |
| TOTAL ASSETS | | 3,999,380 | <i>4,397,583</i> |
| LIABILITIES | | | |
| Accrued Expenses | | 851 | <i>398</i> |
| Sundry Creditor | | 144,995 | <i>144,995</i> |
| GST Payable | | 25,000 | <i>25,000</i> |
| Capital Account | | 133,819 | <i>133,819</i> |
| Deposits with the Fund | | 2,450,682 | <i>2,464,888</i> |
| GCEF Capital | | 7,173 | <i>7,173</i> |
| TOTAL LIABILITIES | | 2,762,520 | <i>2,776,273</i> |
| NET ASSETS | | 1,236,860 | <i>1,621,310</i> |
| EQUITY | | | |
| Accumulated Surplus | | 1,174,710 | <i>1,559,160</i> |
| Asset Revaluation Reserve | | 62,150 | <i>62,150</i> |
| TOTAL EQUITY | | 1,236,860 | <i>1,621,310</i> |

NOTE 1. Franking Credit Refunds

| | | |
|--|---------------|--------------|
| Franking Credit refunds included in ADF Income | 25,931 | <i>8,427</i> |
|--|---------------|--------------|

**ANGLICAN RETIREMENT LIVING
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022/21 | 2021/20 |
|------------------------------------|-----------|----------------|----------------|
| INCOME | | | |
| ATO Cashflow Boost | | - | 14,135 |
| Deferred Management Fees | | 54,596 | - |
| Fees & Charges | | 10,782 | 2,308 |
| Grants Received | | 10,870 | 2,530 |
| Guest Suite Fees | | 11,780 | 8,045 |
| Hall, Lounge, Common Facility Hire | | 269 | 106 |
| ILU Expenses - Recoverable | | 10,849 | 25,422 |
| Interest | | 22,157 | 25,023 |
| JobKeeper Payments | | - | 23,550 |
| Maintenance Charges | | 521,098 | 496,716 |
| Rental Income | | 242,227 | 179,219 |
| Sale of Goods | | 2,199 | 7,464 |
| Sinking Fund | | 14,352 | - |
| Sundry Income | | - | 1,707 |
| Trust Donations | | 1,190 | 23,880 |
| TOTAL INCOME | N1 | 902,369 | 810,105 |
| EXPENDITURE | | | |
| Administration Fees | | 28,600 | 37,400 |
| Advertising & Promotion | | 4,052 | 6,153 |
| Agent Management Fees | | 3,273 | 2,525 |
| Bank Charges | | 1,934 | 1,711 |
| Board & Governance Expenses | | 2,216 | 41,025 |
| Business Planning, Reporting | | 28,800 | - |
| Cleaning | | 9,796 | 7,055 |
| Computer Expenses | | 8,443 | 9,094 |
| Depreciation | | 34,212 | 35,108 |
| Guest Suite Expenses | | 4,068 | 3,004 |
| Health, Fire & Safety | | 4,004 | 4,475 |
| ILU Expenses | | 15,555 | 15,637 |
| ILU Repairs & Maintenance | | 16,364 | 46,246 |
| Insurance | | 28,363 | 29,970 |
| Legal Fees | | 11,127 | 2,961 |
| Light, Power & Gas | | 5,471 | 6,772 |
| Motor Vehicle Expenses | | 6,294 | 2,578 |
| Postage, Freight & Courier | | 72 | 77 |
| Printing & Stationery | | 2,016 | 1,954 |
| Rates | | 97,753 | 87,725 |
| Repairs & Maintenance | | 128,224 | 145,120 |
| Residents Welfare | | 3,284 | 3,307 |
| Salaries & Wages | | 191,762 | 141,447 |
| Security | | 1,264 | 1,130 |
| Small Plant and Equipment | | 9,748 | 961 |
| Staff Amenities | | 352 | - |
| Staff Training & Development | | 62 | - |
| Superannuation | | 18,707 | 13,077 |
| Telephone | | 3,394 | 3,871 |
| Waste Disposal | | 16,573 | 19,511 |
| WorkCover | | - | 932 |
| TOTAL EXPENDITURE | N1 | 685,783 | 670,826 |
| NET SURPLUS/(DEFICIT) | | 216,586 | 139,279 |

**ANGLICAN RETIREMENT LIVING
BALANCE SHEET
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022/21 | 2021/20 |
|--------------------------------|-------|--------------------|--------------------|
| ASSETS | | | |
| Bank Account | 1 | 989,363 | 1,174,200 |
| Receivables | | 24,939 | 14,405 |
| Property, Plant & Equipment | 2 | 570,127 | 267,747 |
| TOTAL ASSETS | | 1,584,429 | 1,456,352 |
| LIABILITIES | | | |
| Creditors | 3 | (29,384) | (33,116) |
| Ingoing Contribution Liability | | 4,407,722 | 4,499,963 |
| TOTAL LIABILITIES | | 4,378,338 | 4,466,847 |
| NET ASSETS | | (2,793,909) | (3,010,495) |
| EQUITY | | | |
| Accumulated Surplus/(Deficit) | | (2,793,909) | (3,010,495) |
| TOTAL EQUITY | | (2,793,909) | (3,010,495) |

THE ABBEY
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022

| | Notes | 2022/21 | 2021/20 |
|--|-----------|-----------------|----------------|
| INCOME | | | |
| Accommodation | | 94,213 | 75,760 |
| Allowances | | 6,869 | 6,869 |
| Donations | | 3,457 | 24,241 |
| Grants | | 13,797 | 68,432 |
| JobKeeper Payments | | - | 38,687 |
| Programmes | | 14,304 | 5,937 |
| Sundry Income | | 687 | 26 |
| TOTAL INCOME | N1 | 133,327 | 219,952 |
| EXPENDITURE | | | |
| Administration Costs | | 15,291 | 17,371 |
| Fundraising & Marketing | | 6,198 | 8,048 |
| Hospitality | | 27,020 | 23,605 |
| Land Management & Conservation | | 2,524 | 14,274 |
| Payroll Expenses | | 82,539 | 71,260 |
| Programs | | 170 | 915 |
| Site Management & Maintenance | | 7,839 | 11,268 |
| Spirituality | | 291 | 76 |
| Utilities & Rates | | 10,221 | 9,943 |
| TOTAL OPERATING EXPENDITURE | N1 | 152,093 | 156,760 |
| TOTAL OPERATING SURPLUS/(DEFICIT) | | (18,766) | 63,192 |
| Development Costs | | - | 40,437 |
| TOTAL SURPLUS/(DEFICIT) | N1 | (18,766) | 22,755 |

THE ABBEY
BALANCE SHEET
FOR THE YEAR ENDED 30 SEPTEMBER 2022

| | Notes | 2022/21 | 2021/20 |
|----------------------------------|-------|------------------|------------------|
| ASSETS | | | |
| ANZ Bank Account | | 1 | 1 |
| Bendigo Bank Account | | 8,781 | 27,437 |
| Bendigo Bank Corporate Debt Card | | 84 | 214 |
| Bendigo Bank Holding Account | | 23,734 | 4,083 |
| Land and Buildings | | 3,620,000 | 3,620,000 |
| TOTAL ASSETS | | 3,652,600 | 3,651,735 |
| LIABILITIES | | | |
| Creditors | | 219 | - |
| ADF Loan | | 27,932 | 31,018 |
| Grants Received in Advance | | 23,700 | 4,082 |
| GST Payable | | 618 | (2,382) |
| TOTAL LIABILITIES | | 52,469 | 32,718 |
| NET ASSETS | | 3,600,131 | 3,619,017 |
| EQUITY | | | |
| Asset Revaluation Reserve | | 3,397,125 | 3,397,125 |
| Capital Account | | 217,209 | 217,209 |
| Prior Year Adjustments | | (120) | - |
| Accumulated Surplus/(Deficit) | | (14,083) | 4,683 |
| TOTAL EQUITY | | 3,600,131 | 3,619,017 |

**CHURCH BOOK ROOM
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022/21 | 2021/20 |
|---------------------------------|-----------|--------------|--------------|
| INCOME | | | |
| Sales | | 7,922 | 6,869 |
| TOTAL INCOME | N1 | 7,922 | 6,869 |
| COST OF GOODS SOLD | | | |
| Purchases | | 6,358 | 5,157 |
| Stock Adjustments | | 521 | 53 |
| TOTAL COST OF GOODS SOLD | N1 | 6,879 | 5,210 |
| GROSS TRADING PROFIT | | 1,043 | 1,659 |
| INDIRECT EXPENDITURE | | | |
| Postage | | 534 | 122 |
| Sundry Expenses | | 20 | - |
| TOTAL EXPENDITURE | N1 | 554 | 122 |
| TOTAL SURPLUS/(DEFICIT) | | 489 | 1,537 |

**CHURCH BOOK ROOM
BALANCE SHEET
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022/21 | 2021/20 |
|--------------------------|-------|---------------|---------------|
| ASSETS | | | |
| Bank Account | | 1,025 | 382 |
| ADF Investment | | 31,793 | 31,793 |
| ANZ Online Saver Account | | 4,000 | 5,000 |
| Cash on Hand | | 150 | 150 |
| Debtors | | 660 | 191 |
| Stock on Hand | | 2,716 | 2,407 |
| TOTAL ASSETS | | 40,344 | 39,923 |
| LIABILITIES | | | |
| GST Payable | | 611 | 679 |
| Capital Account | | 19,205 | 19,205 |
| TOTAL LIABILITIES | | 19,816 | 19,884 |
| NET ASSETS | | 20,528 | 20,039 |
| EQUITY | | | |
| Retained Earnings | | 20,528 | 20,039 |
| TOTAL EQUITY | | 20,528 | 20,039 |

**GIPPSLAND MINISTRY FOUNDATION
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022/21 | 2021/20 |
|--------------------------------|-------|-----------------|-----------------|
| INCOME | | | |
| Donations - Clergy Training | | 3,046 | <i>1,041</i> |
| TOTAL INCOME | | 3,046 | <i>1,041</i> |
| EXPENDITURE | | | |
| A'Beckett Park | | 6,869 | <i>6,869</i> |
| Clergy Training | | 547 | <i>2,929</i> |
| Parish Assistance Bunyip | | 10,400 | <i>10,400</i> |
| Vocational Assessment | | 2,900 | <i>-</i> |
| TOTAL EXPENDITURE | | 20,716 | <i>20,198</i> |
| TOTAL SURPLUS/(DEFICIT) | | (17,670) | <i>(19,157)</i> |
| Capital as at 30 September | | 839,542 | <i>818,835</i> |

**GIPPSLAND ANGLICAN
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

| | Notes | 2022/21 | 2021/20 |
|------------------------------------|-------|-----------------|-----------------|
| INCOME | | | |
| Advertising | | 10,120 | <i>16,810</i> |
| Sales | | 20,057 | <i>22,929</i> |
| TOTAL INCOME | | 30,177 | <i>39,739</i> |
| | | | |
| EXPENDITURE | | | |
| Consultant Costs (Editor & Design) | | 36,300 | <i>36,130</i> |
| Melbourne Anglican | | 10,899 | <i>12,350</i> |
| Postage & Telephone | | 753 | <i>753</i> |
| Production & Delivery | | 16,011 | <i>17,615</i> |
| Subscriptions & Conferences | | 220 | <i>220</i> |
| Travelling | | 721 | <i>219</i> |
| TOTAL EXPENDITURE | | 64,904 | <i>67,287</i> |
| | | | |
| TOTAL SURPLUS/(DEFICIT) | | (34,727) | <i>(27,548)</i> |