

# **Uniting Church Presbytery of Tasmania**

## **Financial Report**

**For the Year Ended 31 December 2018**

# Uniting Church Presbytery of Tasmania

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For the Year Ended 31 December 2018

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# Uniting Church Presbytery of Tasmania

## Committees' Report

31 December 2018

Your Committee members submit the financial report of the organisation for the financial year ended 31 December 2018.

### 1. General information

#### Principal Activities

The principal activities of the Presbytery during the financial year was to have oversight of the life and mission of the Uniting Church in Tasmania.

#### Significant Changes

No significant change in the nature of these activities occurred during the year.

### 2. Business review

#### Operating result

The net surplus/(deficit) of the organisation for the financial year amounted to \$ 238,878 (2017: \$ 76,718).

### 3. Other items

#### Significant Changes in State of Affairs

There have been no significant changes in the state of affairs of the organisation during the year.

Signed in accordance with a resolution of the Members of the Committee:

Chairperson: .....

*Ann Perrin* *Ann Perrin*

Secretary  
Treasurer: .....

*David Law*

Dated this

*29th*

day of

*the July*

2019.

*AP.*

# Uniting Church Presbytery of Tasmania

## Committees' Declaration - per section 60.15 of the Australian Charities and Not-for-profits Commission Regulation 2013

The Committee has determined that the organisation is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The Committee declare that in the Committees' opinion:

- (a) There are reasonable grounds to believe that the Uniting Church Presbytery of Tasmania is able to pay all of its debts, as and when they become due and payable, and
- (b) the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)*.

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

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

Chairperson ..... 

Secretary .....   
Treasurer .....

Dated this 29th day of July 2019.

# Uniting Church Presbytery of Tasmania

## Statement of Comprehensive Income

For the Year Ended 31 December 2018

	2018	2017
	\$	\$
<b>Income</b>		
Interest income	118,539	133,450
Synod Grants	59,902	88,669
Midlands Patrol	34,663	55,361
Other income	156,354	37,537
<b>Total Income</b>	<b>369,458</b>	<b>315,017</b>
<b>Less: Expenses</b>		
Accounting & audit fees	4,201	8,420
Camping programs	(1,090)	1,407
Chaplaincy funds costs	(63)	4,440
Childrens ministry	(11,904)	7,600
Depreciation	13,469	6,493
Donations	6,766	14,361
Electricity	1,027	3,118
Grants to congregations	12,000	10,000
Heritage fund costs	7,150	54,333
Honorariums and committee expenses	5,817	32,601
King and Flinders Island travel	526	251
Maintenance and repairs	7,816	8,389
Manse rates	2,744	3,430
Ministry - Patrol Ministry	1,646	1,005
Miscellaneous expenses	927	1,968
PMs costs	5,449	7,165
Postage	1,124	1,204
Presbytery meetings & Flat expenses	430	1,622
Property costs	917	-
Resources	1,411	978
Rural Presbytery Fund grants	4,802	5,000
Salaries	44,958	43,291
Sundry expenses	18,368	20,051
Synod expense reimbursements	70	(4,865)
Telephone	104	3,120
Vehicle costs	1,224	861
Workshop expenses	691	2,056
<b>Total Expenses</b>	<b>130,580</b>	<b>238,299</b>
<b>Net surplus/(deficit) for the year</b>	<b>238,878</b>	<b>76,718</b>
<b>Other Comprehensive Income</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>	<b>238,878</b>	<b>76,718</b>

The accompanying notes form part of these financial statements.

# Uniting Church Presbytery of Tasmania

## Statement of Financial Position

As At 31 December 2018

	Note	2018 \$	2017 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	2	2,873,005	2,660,424
Trade and other receivables	3	201,335	197,599
<b>TOTAL CURRENT ASSETS</b>		<u>3,074,340</u>	<u>2,858,023</u>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	4	51,754	34,190
<b>TOTAL NON-CURRENT ASSETS</b>		<u>51,754</u>	<u>34,190</u>
<b>TOTAL ASSETS</b>		<u>3,126,094</u>	<u>2,892,213</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	5	3,579	8,576
<b>TOTAL CURRENT LIABILITIES</b>		<u>3,579</u>	<u>8,576</u>
<b>TOTAL LIABILITIES</b>		<u>3,579</u>	<u>8,576</u>
<b>NET ASSETS</b>		<u>3,122,515</u>	<u>2,883,637</u>
<b>EQUITY</b>			
General reserves	6	2,669,017	2,489,508
Accumulated surpluses		453,498	394,129
<b>TOTAL EQUITY</b>		<u>3,122,515</u>	<u>2,883,637</u>

The accompanying notes form part of these financial statements.

# Uniting Church Presbytery of Tasmania

## Statement of Changes in Equity

For the Year Ended 31 December 2018

2018

	<b>Accumulated Surpluses</b>	<b>General Reserves</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 January 2018</b>	394,129	2,489,508	2,883,637
Transfer to/(from) reserves	(179,509)	179,509	-
Net surplus/(deficit) for the year	238,878	-	238,878
<b>Balance at 31 December 2018</b>	<b>453,498</b>	<b>2,669,017</b>	<b>3,122,515</b>

2017

	<b>Accumulated Surpluses</b>	<b>General Reserves</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 January 2017</b>	280,939	2,525,980	2,806,919
Transfer to/(from) reserves	36,472	(36,472)	-
Net surplus/(deficit) for the year	76,718	-	76,718
<b>Balance at 31 December 2017</b>	<b>394,129</b>	<b>2,489,508</b>	<b>2,883,637</b>

The accompanying notes form part of these financial statements.

# Uniting Church Presbytery of Tasmania

## Statement of Cash Flows

For the Year Ended 31 December 2018

	2018	2017
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	251,997	162,555
Interest received	118,539	25,019
Payment to suppliers & employees	(126,921)	(242,270)
Net cash provided by/(used in) operating activities	8(b) <u>243,615</u>	<u>(54,696)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment	(32,942)	(4,956)
Proceeds from sale of property, plant and equipment	1,908	-
Net cash used by investing activities	<u>(31,034)</u>	<u>(4,956)</u>
Net increase/(decrease) in cash and cash equivalents held	212,581	(59,652)
Cash and cash equivalents at beginning of year	<u>2,660,424</u>	<u>2,720,076</u>
Cash and cash equivalents at end of financial year	8(a) <u><u>2,873,005</u></u>	<u><u>2,660,424</u></u>

The accompanying notes form part of these financial statements.

# Uniting Church Presbytery of Tasmania

## Notes to the Financial Statements

For the Year Ended 31 December 2018

### 1 Summary of Significant Accounting Policies

This financial report is for Uniting Church Presbytery of Tasmania, (the Presbytery), as an individual unincorporated entity. Whilst the Presbytery operates under the ABN of The Uniting Church In Australia Property Trust (Tas), this financial report only reflects the activities of the Presbytery, not the Tasmanian Property Trust. The Presbytery operates the Presbytery office and supports congregations and ministry activities in Tasmania. These financial statements include the cost of supporting the activities of presbytery ministers in Tasmania but do not include their actual stipends as presbytery ministers are employed by Synod.

#### (a) Basis of Preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Synod By-Laws and the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)*. The Committee has determined that the organisation is not a reporting entity. The organisation is a not for profit entity for financial reporting purposes.

The financial report, except for the cash flow information, has been prepared on an accruals basis and is based on historic costs which does not take into account changing money values or, except where specifically stated, current valuations of non-current assets. The amounts presented within the financial statements have been rounded to the nearest dollar.

The financial report has been prepared in accordance with the following Accounting Standards:

- AASB101 Presentation of Financial Statements
- AASB107 Statement of Cash Flows
- AASB108 Accounting Policies and Changes in Accounting Estimates and Errors
- AASB1048 Interpretation of Standards; and
- AASB1054 Australian Additional Disclosures

No other Accounting Standards have been intentionally applied in the compilation of this financial report.

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

#### (b) Comparative Figures

Where appropriate, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

#### (c) 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. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

# Uniting Church Presbytery of Tasmania

## Notes to the Financial Statements

For the Year Ended 31 December 2018

### 1 Summary of Significant Accounting Policies

#### (d) Trade and Other Receivables

The organisation considers accounts receivable to be fully collectible, accordingly no allowance for doubtful accounts is required.

#### (e) Property, Plant and Equipment

Property, plant and equipment are carried at cost, independent, or Committee's valuation less, where applicable, any accumulated depreciation.

##### Depreciation

The depreciable amount of motor vehicles is depreciated on a straight-line basis over the asset's useful life to the organisation commencing from the time the asset is held ready for use.

##### Depreciation Rates

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

##### Class of Fixed Asset

Furniture and Fixtures	0%
Motor Vehicles	17%
Office Equipment	5% - 33%

#### (f) Critical Accounting Estimates and Judgments

The Committee members evaluate estimates and judgments 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 organisation. These estimates and judgements are based on the best information at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the statements.

#### (g) Trade and other Payables

Trade and other payables are stated at cost, which approximates fair value due to the short term nature of these liabilities.

#### (h) Provisions

Provisions are recognised when the organisation 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.

# Uniting Church Presbytery of Tasmania

## Notes to the Financial Statements

For the Year Ended 31 December 2018

### 1 Summary of Significant Accounting Policies

#### (i) Income Tax

No provision for income tax has been raised as the organisation is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### (j) 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 Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

#### (k) Revenue and Other Income

Interest revenue is recognised over the period for which the funds are invested.

Rental income is recognised in the period to which the rent relates.

Grant and donation income is recognised when the organisation obtains control over the funds which is generally at the time of receipt.

All revenue is stated net of the amount of goods and services tax (GST).

### 2 Cash and Cash Equivalents

	2018	2017
	\$	\$
Cash on hand	100	100
Bank balances	17,838	30,289
UCA investment funds	2,855,067	2,630,035
	<u>2,873,005</u>	<u>2,660,424</u>

### 3 Trade and other receivables

	2018	2017
	\$	\$
Trade receivables	2,106	2,412
Sundry accruals	6,558	2,909
Midlands patrol surplus	97,625	98,443
GST receivable/(payable)	4,488	7,766
Interest receivable	71,059	66,570
South Riana loan	7,116	7,116
Bicheno loan	10,412	10,412
Claremont loan	1,971	1,971
	<u>201,335</u>	<u>197,599</u>

# Uniting Church Presbytery of Tasmania

## Notes to the Financial Statements

For the Year Ended 31 December 2018

### 4 Property, Plant and Equipment

	2018	2017
	\$	\$
PLANT AND EQUIPMENT		
Furniture and fixtures		
At cost	9,134	9,134
Accumulated depreciation	-	-
Total furniture and fixtures	<u>9,134</u>	<u>9,134</u>
Motor vehicles		
At cost	59,318	38,195
Accumulated depreciation	(20,663)	(18,095)
Total motor vehicles	<u>38,655</u>	<u>20,100</u>
Office equipment		
At cost	41,991	41,991
Accumulated depreciation	(38,026)	(37,035)
Total office equipment	<u>3,965</u>	<u>4,956</u>
Total property, plant and equipment	<u><u>51,754</u></u>	<u><u>34,190</u></u>

### 5 Trade and Other Payables

	2018	2017
	\$	\$
Sundry creditors	3,579	8,576
	<u>3,579</u>	<u>8,576</u>

# Uniting Church Presbytery of Tasmania

## Notes to the Financial Statements

For the Year Ended 31 December 2018

### 6 Reserves

	2018	2017
	\$	\$
<b>Funds held in reserve reconciliation</b>		
Designated funds	29,660	29,328
Trust fund capital	1,011,869	1,006,343
Trust fund income	130,654	121,888
Bequests and other funds	543,337	497,911
Special Purpose funds	953,497	834,038
	<u>2,669,017</u>	<u>2,489,508</u>

#### Designated Funds

Chapel Fund	5,019	4,894
RHH chaplaincy	8,260	8,053
UCAF	1,276	1,276
Midlands patrol	15,105	15,105
	<u>29,660</u>	<u>29,328</u>

Designated funds held are owned by the Uniting Church Presbytery of Tasmania, but are not for general purpose use. These funds are set aside for listed projects.

#### Trust Fund Capital

Camps and conferences funds - capital	765,284	760,430
Fraser bequest - capital	119,735	119,735
Knight scholarship - capital	100,000	100,000
UC investment	26,850	26,178
	<u>1,011,869</u>	<u>1,006,343</u>

Trust Fund Capital is owned by the Uniting Church Presbytery of Tasmania, whereby capital cannot be used for general operations. Such funds typically arise from bequests.

#### Trust Fund Income

Fraser bequest - income	68,702	63,988
Knight scholarship - income	61,952	57,900
	<u>130,654</u>	<u>121,888</u>

Trust Fund Income accounts are the interest earned from Trust Fund Capital to be used for specific purposes.

# Uniting Church Presbytery of Tasmania

## Notes to the Financial Statements

For the Year Ended 31 December 2018

	2018	2017
	\$	\$
<b>Bequests and Other Funds</b>		
Garrett bequest	24,195	23,589
Whitfield annuity	30,503	30,503
Mollie Chick bequest	122,143	119,087
Weir bequest	333,064	324,732
Parsons bequest	33,432	-
	<u>543,337</u>	<u>497,911</u>

Bequests and Other Funds are bequests which have been received for specific purposes.

	2018	2017
	\$	\$
<b>Special Purpose Funds</b>		
Administrative reserve	40,618	40,618
Camps and conference fund - interest	94,273	60,603
Disadvantaged camper funds	23,228	23,228
Education and training fund	18,012	18,012
Heritage fund	256,500	183,662
Rachel Millen fund	42,474	42,474
Interest Only Mission Fund (IOMF)	80,666	70,922
Davey Street Fellowship	368,352	365,145
Tunnack PSP	10,701	10,701
Gala Kirk Cranbrook	7,761	7,761
Sandy Bay Patrol funds	10,912	10,912
	<u>953,497</u>	<u>834,038</u>

Special Purpose Funds are owned by the Uniting Church Presbytery of Tasmania for particular projects.

# Uniting Church Presbytery of Tasmania

## Notes to the Financial Statements

For the Year Ended 31 December 2018

### 7 Auditors' Remuneration

	2018	2017
	\$	\$
Remuneration of the auditor of the organisation, Crowe Horwath Tasmania, for:		
- auditing and compiling the financial statements	4,800	4,635
- other services	-	-

### 8 Cash Flow Information

#### (a) Reconciliation of cash

	2018	2017
	\$	\$
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:		
Cash and cash equivalents	2,873,005	2,660,424

#### (b) Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2018	2017
	\$	\$
Net surplus/(deficit) for the year	238,878	76,718
Non-cash flows in surplus/(deficit):		
- depreciation	13,469	6,493
Changes in assets and liabilities		
- (increase)/decrease in trade and other receivables	(3,736)	(114,092)
- increase/(decrease) in trade and other payables	(4,996)	(23,815)
Cashflow from operations	243,615	(54,696)

### 9 Capital and Leasing Commitments

There are no capital or leasing commitments as at reporting date to be disclosed.

### 10 Contingent Liabilities and Contingent Assets

There are no contingent liabilities or contingent assets at reporting date to be disclosed.

### 11 Events After Balance Date

There are no events after balance date affecting these financial statements to be disclosed.

# **Uniting Church Presbytery of Tasmania**

**Notes to the Financial Statements**

**For the Year Ended 31 December 2018**

## **12 Organisation Details**

The office of the organisation is:  
Uniting Church Presbytery of Tasmania  
1/36 Paterson Street  
LAUNCESTON TAS 7250

## Uniting Church Presbytery of Tasmania

### Auditors Independence Declaration under Section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)*

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2018, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

  
Crowe Horwath Tasmania

  
Alison Flakemore  
Senior Partner

Dated this 24<sup>th</sup> day of June, 2019.

Hobart, Tasmania.

## Uniting Church Presbytery of Tasmania

### Independent Audit Report to the members of Uniting Church Presbytery of Tasmania

#### Opinion

We have audited the financial report of Uniting Church Presbytery of Tasmania (the Association), which comprises the statement of financial position as at 31 December 2018, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the Committee's Declaration.

In our opinion, the accompanying financial report of the Association has been prepared in accordance with the Synod By-Laws and Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)*, including:

- giving a true and fair view of the Association's financial position as at 31 December 2018 and of its financial performance and cash flows for the year then ended; and
- complying with Australian Accounting Standards to the extent described in Note 1 to the financial statements, and Division 60 the *Australian Charities and Not-for-profits Commission Regulation 2013*.

#### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Organisation 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 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 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist the Association to meet the requirements of the Synod By-Laws and the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

#### Other Information

The Committee are responsible for the other information. The other information comprises the Committee's Report the year ended 31 December 2018, 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.

## Uniting Church Presbytery of Tasmania

### **Independent Audit Report to the members of Uniting Church Presbytery of Tasmania**

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 Committee for the Financial Report**

The Committee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the applicable legislation and for such internal control as the Committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Committee either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Association's financial reporting process.

The Committee are responsible for overseeing the Association's financial reporting process.

### **Auditor's Responsibilities 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 the 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 Association's internal control.

## Uniting Church Presbytery of Tasmania

### Independent Audit Report to the members of Uniting Church Presbytery of Tasmania

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee.
- Conclude on the appropriateness of the Committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association'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 Association 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.

We communicate with the Committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during the audit.

  
**Crowe Horwath Tasmania**

  
Alison Flakemore  
Senior Partner

Dated this 30<sup>th</sup> day of July 2019.

Hobart, Tasmania.