



**THE ARCHBISHOP OF SYDNEY'S
ANGLICAN AID**

ABN 28 525 237 517

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2022

THE ARCHBISHOP OF SYDNEY'S
ANGLICAN AID

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2022

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THE ARCHBISHOP OF SYDNEY'S
ANGLICAN AID

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2022

	<u>Notes</u>	<u>2022</u>	<u>2021</u>
		\$	\$
Donations	3	3,429,644	3,666,760
Bequest Income	3(a)	79,618	-
Interest		2,097	2,921
Government Grants	3(b)	90,612	410,325
Other Income		4,732	-
Revenues from Ordinary Activities		3,606,703	4,080,006
Projects Payments	4	(2,502,924)	(3,054,513)
Project Support Costs	5	(279,173)	(278,669)
Other Operating Expenses	5	(424,850)	(641,917)
Total Expenses		(3,206,947)	(3,975,099)
Result from Ordinary Activities		399,756	104,907
Other Comprehensive Income for the year			
Foreign exchange gain/(loss)		541	2,149
Total Comprehensive Income for the year		400,297	107,056

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

THE ARCHBISHOP OF SYDNEY'S
ANGLICAN AID

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022

	<u>Notes</u>	<u>2022</u>	<u>2021</u>
		<u>\$</u>	<u>\$</u>
Current Assets			
Cash and Cash Equivalents	6	1,225,236	1,122,364
Other Receivables	7	465,962	180,130
Total Current Assets		<u>1,691,198</u>	<u>1,302,494</u>
Non Current Assets			
Right-of-use assets	14	2,854	37,108
Office Equipment	15	21,320	-
Intangible Assets	2(j)	25,976	46,510
Total Non Current Assets		<u>50,150</u>	<u>83,618</u>
Total Assets		<u>1,741,348</u>	<u>1,386,112</u>
Current Liabilities			
Other Payables	8	30,260	12,300
Provision for Annual Leave		50,865	44,050
Lease Liabilities	14	3,048	36,147
Supporters Loan	9	100,000	100,000
Total Current Liabilities		<u>184,173</u>	<u>192,497</u>
Non Current Liabilities			
Lease Liabilities	14	-	3,048
Long Service Leave		-	33,689
Total Non Current Liabilities		<u>-</u>	<u>36,737</u>
Total Liabilities		<u>184,173</u>	<u>229,234</u>
Net Assets		<u>1,557,175</u>	<u>1,156,878</u>
Distributable Funds			
Funds Available for Distribution	10	1,556,650	1,156,894
Foreign Exchange Reserve	13	525	(16)
Total Distributable Funds and Reserves		<u>1,557,175</u>	<u>1,156,878</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes

**THE ARCHBISHOP OF SYDNEY'S
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STATEMENT OF CHANGES IN DISTRIBUTABLE FUNDS

FOR THE YEAR ENDED 30 JUNE 2022

	<u>Available Distributable Funds</u> \$	<u>Foreign Exchange Reserve</u> \$	<u>Total</u> \$
At 30 June 2020	<u>1,051,987</u>	<u>- 2,165</u>	<u>1,049,822</u>
Result from Continuing Operations for the year	104,907	-	104,907
Other Comprehensive Income for the year	-	2,149	2,149
At 30 June 2021	<u>1,156,894</u>	<u>(16)</u>	<u>1,156,878</u>
Result from Continuing Operations for the year	399,756	-	399,756
Other Comprehensive Income for the year	-	541	541
At 30 June 2022	<u>1,556,650</u>	<u>525</u>	<u>1,557,175</u>

The above Statement of Changes in Distributable Funds should be read in conjunction with the accompanying notes.

**THE ARCHBISHOP OF SYDNEY'S
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STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2022

	<u>Notes</u>	<u>2022</u>	<u>2021</u>
		\$	\$
Cashflow Statement			
<i>Operating Activities</i>			
Donations received		3,429,644	3,666,760
Interest received		2,097	2,921
Bequests received		79,618	-
Other income received		95,344	410,325
Projects paid		(2,502,924)	(3,054,513)
Payments to suppliers and employees		(940,028)	(1,162,492)
Net Cash Flows from Operating Activities	11(b)	163,751	(136,999)
<i>Investing Activities</i>			
Payments for fixed assets		(24,733)	-
Net Cash Flows from Investing Activities		(24,733)	-
<i>Financing Activities</i>			
Payment of finance lease		(36,146)	(34,159)
Net Cash Flows Financing Activities		(36,146)	(34,159)
Net increase/(decrease) in cash held		102,872	(171,158)
Cash at the beginning of the financial year		1,122,364	1,293,522
Cash at the end of the financial year	11(a)	1,225,236	1,122,364

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

THE ARCHBISHOP OF SYDNEY'S
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

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THE ARCHBISHOP OF SYDNEY'S
ANGLICAN AID

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

1. Reporting Entity

The Archbishop of Sydney's Anglican Aid (the Fund) is a fund domiciled in Australia. The address of the Fund's principal office is Level 2, St Andrew's House, Sydney Square, George Street Sydney. The Fund is a not-for-profit entity and is primarily involved in responding to needs within Australia and within developing countries, including relief from poverty and disaster relief. The Fund's ABN is 28 525 237 517

This fund was established in 1934 by the Archbishop of Sydney as a means of responding to the needs within the community. The Fund was formerly known as the Archbishop of Sydney's Winter Appeal and Emergency Fund and more recently as the Community Care and Development Fund for its local projects and Anglican Aid in respect to its overseas projects.

In 2011 following an Ordinance by the Synod of the Diocese of Sydney under Section 4 (2) of the *Anglican Church of Australia (Bodies Corporate) Act 1928* the unincorporated fund became a body corporate known as The Archbishop of Sydney's Anglican Aid (Anglican Aid). The changes included Anglican Aid assuming responsibility for two trusts - The Archbishop of Sydney's Overseas Ministry Fund and the Archbishop of Sydney's Overseas Relief and Aid Fund. In 2015, the fund started sending funds internationally, following legal changes to the In Australia Rule which limited public Benevolent Institutions from only using funds in Australia

1(a). Basis of Preparation

These consolidated financial statements are general purpose financial statements for distribution to the members and for the purpose of fulfilling the requirements of the Australian Charities and Not-for-profits Commission (ACNC) Act 2012. They have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures made by the Australian Accounting Standards Board.

These financial statements are the first general purpose financial statements prepared in accordance with Australian Accounting Standards - Simplified Disclosures. In the prior year the financial statements were general purpose financial statements prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements. There was no impact on the recognition and measurement of amounts recognised in the statements of financial position, profit and loss and other comprehensive income and cash flows of the Fund as a result of the change in the basis of preparation.

These financial statements were authorised for issue by the Fund's board of directors on 30 August 2022.

2. Summary of Significant Accounting Policies

(a) Basis of measurement

The financial statements have been prepared under the historical cost basis except where stated.

Going concern basis

The financial report has been prepared on going concern basis.

Critical accounting estimates

The preparation of financial statements in conformity with AASB requires the use of certain critical accounting estimates. There were no areas involving a higher degree of judgement or complexity, or where assumptions and estimates are significant to the financial statements requiring separate disclosure.

Functional and presentation currency

These financial statements are presented in Australian Dollars, which is the Fund's functional currency.

(b) Changes in accounting policies

The Fund has initially adopted the following standard from 1 July 2021:

- AASB 1060 *General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities*.

AASB 1060 has been adopted retrospectively in accordance with AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*.

The above standard did not have any impact on the amounts recognised in prior periods and is not expected to significantly affect the current or future periods.

THE ARCHBISHOP OF SYDNEY'S
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

2. Summary of Significant Accounting Policies (cont'd)

(c) Cash & Cash Equivalents

For the purposes of the statement of cash flows, cash and cash equivalents includes cash on hand and deposits on call and on short term deposits with banks or financial institutions.

(d) Revenue Recognition

Income is brought to account on an accruals basis.

Donations and bequests are recognised as revenue when the Fund gains control of the contribution or the right to receive the contribution, it is probable that economic benefits will flow to the Fund and amounts can be measured reliably.

Government grants are recognised at their fair value where there is reasonable assurance that the grant will be received, and all attaching conditions will be complied with.

Interest income is recognised as it accrues, taking into account the interest rates applicable on the financial asset. Income on loans is recognised in accordance with the terms of the relevant agreement.

(e) Administration Expenses

Administration costs, classified as Fund Management Services, are paid to Archbishop of Sydney's Anglican Aid. The Fund Management Services charges have been apportioned equitably to each of the three Anglican Aid Funds (see Note 5).

(f) Income Tax

The Archbishop of Sydney's Anglican Aid is exempt from income tax as it is an income tax exempt charity under section 50-5 of the Income Tax Assessment Act 1997.

(g) 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), it is recognised as part of the cost of acquisition of an asset or as part of an item of expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable.

(h) Financial Instruments

(i) Recognition and initial measurement

The Fund initially recognises Receivables on the date on which they are originated. All other financial assets and financial liabilities are initially recognised when the Fund becomes a party to the contractual provisions of the instrument.

A financial asset or financial liability is measured initially at fair value plus, for an item not at Fair Value Through Profit & Loss(FVTPL), transaction costs that are directly attributable to its acquisition or issue.

THE ARCHBISHOP OF SYDNEY'S

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

2. Summary of Significant Accounting Policies (cont'd)

(ii) *Classification and subsequent measurement*

On initial recognition, a financial asset is classified as measured at: amortised cost; fair value through other comprehensive income (FVOCI) – debt investment; FVOCI – equity investment; or FVTPL.

Financial assets are not reclassified subsequent to their initial recognition unless the Fund changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in the investment's fair value in OCI. This election is made on an investment-by-investment basis.

All financial assets not classified as measured at amortised cost or FVOCI as described above are measured at FVTPL. On initial recognition, the Fund may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial assets – Subsequent measurement and gains and losses

Financial assets at amortised cost.

These assets are subsequently measured at amortised cost using the effective interest rate method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain on loss on derecognition is recognised in profit or loss.

Financial liabilities – classification, subsequent measurement and gains and losses

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for-trading, if it is a derivative or it is designated as such on initial recognition. Financial Liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised on profit or loss. Other financial liabilities are subsequently measured at amortised costs using the effective interest rate method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in profit or loss.

(iii) *Derecognition*

Financial assets

The Fund derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Fund neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

Financial liabilities

The Fund derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire.

(h) Receivables

These amounts represent donation income recorded in the books and records of the Fund prior to the end of the financial period which are not yet received.

(i) Trade and Other Payables

These amounts represent liabilities for goods and services provided to the Fund prior to the end of the financial period which are unpaid. The amounts are unsecured and usually paid within 30 days of recognition.

(j) Client Management System Software

During the year ended 30 June 2018, Anglican Aid entered into a contract to upgrade its Customer Relations Management platform. The total cost of the full implementation of this project was \$85,000. The project was completed and implemented in early 2019.

The software is measured at cost less accumulated depreciation and accumulated impairment losses.

Amortisation is calculated to write off the cost of the software less its estimated residual value using the straight-line method over the software's estimated useful life and is generally recognised in profit or loss. The Board determined to amortise the software over 5 years commencing in the year ended 30 June 2019. As at 30 June 2022, the carrying amount of the software was \$16,876 (note 15).

BCCS App

During the year ended 30 June 2021, Anglican Aid developed BCCS App to upgrade its Bible College Student Sponsorship system. The total cost of the full implementation of this project was \$15,166. The project was completed and implemented in June 2021.

The software is measured at cost less accumulated depreciation and accumulated impairment losses.

Amortisation is calculated to write off the cost of the software less its estimated residual value using the straight-line method over the software's estimated useful life and is generally recognised in profit or loss. The Board determined to amortise the software over 5 years commencing in the year ended 30 June 2021. As at 30 June 2022, the carrying amount of the software was \$9,100 (note 15).

THE ARCHBISHOP OF SYDNEY'S
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

2. Summary of Significant Accounting Policies (cont'd)

(l) Leases

At inception of a contract, the Fund assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Fund uses the definition of a lease in AASB 16.

As a lessee

At commencement or on modification of a contract that contains a lease component, the Fund allocates the consideration in the contract to each lease component on the basis of its relative stand-alone prices. However, for the leases of property the Fund has elected not to separate non-lease components and account for the lease and non-lease components as a single lease component.

The Fund recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and move the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the Fund by the end of the lease term or the cost of the right-of-use asset reflects that the Fund will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rates from various external financing sources and makes certain adjustment to reflect the terms of the lease and type of asset leased.

The Fund determines its incremental borrowing rate by obtaining interest rates from various external financing sources and makes certain adjustments to reflect the terms of the lease and type of asset leased.

Lease payments included in the measurement of the lease liability comprise the following:

- Fixed payments, including in-substance fixed payments
- Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date
- Amounts expected to be payable under a residual value guarantee; and
- The exercise price under a purchase option that the Fund is reasonably certain to exercise, lease payments in an optional renewal period if the Fund is reasonably certain to exercise and extension option, and penalties for early termination of a lease unless the Fund is reasonably certain not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is re-measured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Fund's estimate of the amount expected to be payable under a residual value guarantee, if the Fund changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance fixed lease payment. When the lease liability is re-measured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

3. Donation Summary 2022	Non-Designated Donations	Designated Donations	Total Donations
Long-Term Developments	859,479	386,871	1,246,350
Community Leadership Training	3,840	1,300,725	1,304,565
Community Care Programs	25,281	65,214	90,495
Emergency Programs	16,736	693,173	709,909
General Donations	78,325	-	78,325
Total Donations	983,661	2,445,983	3,429,644

Designated purpose donations are those donations made to a specific program.

Donation Summary 2021	Non-Designated Donations	Designated Donations	Total Donations
Community Care Programs	60,229	228,413	288,642
Aid and Relief Programs	339,262	1,835,974	2,175,236
Benevolent Programs	69,550	252,967	322,517
Emergency Programs	28,052	660,463	688,515
Designated (Short Term) Programs	-	1,500	1,500
General Donations	190,350	-	190,350
Total Donations	687,443	2,979,317	3,666,760

3(a) Bequests	<u>2022</u>	<u>2021</u>
	\$	\$
Bequests	79,618	-

2 bequests were received during the year. The value of each bequest was not above \$50,000 therefore, 100% of the bequests were allocated towards the operation and management of the Fund.

3(b) Government Grants	<u>2022</u>	<u>2021</u>
	\$	\$
Government COVID-19 Support package (including JobKeeper and JobSaver Payments)	90,612	410,325

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

	<u>2022</u>	<u>2021</u>
	\$	\$
4. Project Payments		
Projects Paid - Australian Community Care	142,449	228,413
Projects Paid - Emergency Aid	434,119	660,463
Projects Paid - Long Term Developments	1,268,376	1,835,974
Projects Paid - Education and Training	657,980	329,663
Total Project Payments	<u>2,502,924</u>	<u>3,054,513</u>
5. Operating Expenses and Program Costs		
Personnel Costs	528,377	630,758
Personnel Costs attributable to Project Support	(236,051)	(253,471)
Fundraising Costs	45,752	140,519
Depreciation of right-of-use assets	34,254	34,254
Depreciation on CRM Software Program & BCCS App	9,131	13,757
Depreciation on Office Equipment	3,413	-
Interest expenses on lease liabilities	75	430
Audit Fees	10,587	9,499
Information Technology	10,234	10,759
Insurance	4,360	5,697
Postage, Printing & Stationery	13,080	5,207
Bank Charges	205	21,082
Office Improvements and Equipment	1,433	3,572
Other Expenses	-	19,854
Operating Expenses	<u>424,850</u>	<u>641,917</u>
Projects Support Costs	279,173	278,669
Total Operating Expenses and Program Support Costs	<u>704,023</u>	<u>920,586</u>

Operating expenses are incurred by The Archbishop of Sydney's Anglican Aid (Anglican Aid) on behalf of Anglican Aid, The Archbishop of Sydney's Overseas Relief and Aid Fund (ORAF) and The Archbishop of Sydney's Overseas Ministry Fund (OMF). The above figures are Anglican Aid's portion of those expenses after reimbursement by ORAF having regard to the ratio of expenses to income of the three Funds.

Project Support Costs are costs directly incurred in the support and administration of projects

A portion of superannuation expenses of \$46,982 was paid into employees' defined superannuation funds during the financial year.

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

	<u>2022</u>	<u>2021</u>
	\$	\$
6. Cash and Cash Equivalents		
Deposits at Call	604,137	498,554
Term Deposits	500,000	505,509
Undeposited Funds	121,099	118,301
	1,225,236	1,122,364
	1,225,236	1,122,364
7. Other Receivables		
GST Receivable	-	1,236
ATO BAS Receivables	-	35,410
The Archbishop of Sydney's Overseas Relief and Aid Fund	465,962	67,914
The Archbishop of Sydney's Overseas Ministry Fund	-	75,570
	465,962	180,130
	465,962	180,130
8. Other Payables		
Trade Creditors	17,560	7,179
ATO BAS Payable	639	-
Wages Payables	-	(545)
PAYG Withholding Tax Payables	-	5,666
Superannuation Payable	168	-
The Archbishop of Sydney's Overseas Ministry Fund	11,893	-
	30,260	12,300
	30,260	12,300

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

9. Supporters Loan	<u>2022</u>	<u>2021</u>
	\$	\$
Loan from Supporter - repayable on demand	<u>100,000</u>	<u>100,000</u>
Interest accrues to Anglican Aid		
10. Funds Available for Distribution		
Balance at beginning of period	1,156,894	1,051,987
Result from Continuing Operations	399,756	104,907
Balance at end of period	<u><u>1,556,650</u></u>	<u><u>1,156,894</u></u>

	<u>Designated Purpose</u>	<u>General Purpose</u>	<u>Total 2022</u>	<u>Total 2021</u>
	\$	\$	\$	\$
Balance at beginning of period	863,221	293,675	1,156,896	1,051,987
Donations	2,445,983	983,661	3,429,644	3,666,760
Bequest Income	-	79,618	79,618	-
Interest	-	2,097	2,097	2,919
Other	-	95,344	95,344	410,325
Total Income	<u>2,445,983</u>	<u>1,160,720</u>	<u>3,606,703</u>	<u>4,080,004</u>
Less:				
Project Expense	-	-	-	(278,669)
Projects Paid	(2,346,357)	(156,567)	(2,502,924)	(3,054,513)
Expenses	-	(704,025)	(704,025)	(641,915)
Transfers from General Funds	(408,215)	408,215	-	-
Overhead Contribution	(178,021)	178,021	-	-
Total Outgoing	<u>(2,932,593)</u>	<u>(274,356)</u>	<u>(3,206,949)</u>	<u>(3,975,097)</u>
Balance at end of period	<u><u>376,611</u></u>	<u><u>1,180,039</u></u>	<u><u>1,556,650</u></u>	<u><u>1,156,894</u></u>

General purpose funds are available for the use of operation and management of the Fund

THE ARCHBISHOP OF SYDNEY'S
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

	<u>2022</u>	<u>2021</u>
	<u>\$</u>	<u>\$</u>
11. Cash Flow Information		
(a) Reconciliation of Cash and Cash Equivalents		
Cash at the end of the financial period as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:		
Cash at Bank and on Hand	604,137	498,554
Term Deposits	500,000	505,509
Undeposited funds	121,099	118,301
Cash and Cash Equivalents	1,225,236	1,122,364
(b) Continuing Operations		
Result from Continuing Operations	399,756	104,907
Adjustments for:		
Depreciation	58,200	54,787
Operating profit before changes in working capital and provisions	457,956	159,694
(Increase)/Decrease in trade and other receivables	(285,831)	(188,876)
Increase/(Decrease) in trade and other payables	17,959	(98,524)
Increase/(Decrease) in provisions and employee benefits	(26,874)	(11,442)
Increase/(Decrease) in foreign currency translation reserve	541	2,149
Net Cash from Operating Activities	163,751	(136,999)

12. Events After the Balance Sheet Date

No significant events have occurred between the reporting date and the time the financial statements are authorised for issue

13. Foreign Exchange Reserve

The Foreign Exchange Reserve represents the difference in value of foreign currency held in trust on behalf of Anglican Aid from time to time against the cost of those funds. As at 30 June 2022, the difference in value of such funds was \$525

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FOR THE YEAR ENDED 30 JUNE 2022

14. Leases

Anglican Aid has a lease with the Sydney Diocesan Secretariat of the Anglican Church with respect to the office space Anglican Aid occupies at St Andrew's House. The lease was renewed in September 2018 and terminated on 29 July 2022, with a 5% annual increase starting from 1 September 2019 and no option to renew. Anglican Aid currently pays \$2,906 each month pursuant to the lease. The new lease was under negotiation during the preparation of financial statements for the year ended 30 June 2022.

Information about leases in which the Fund is a lessee is presented below:

(i) Right-of-use assets	<u>2022</u>	<u>2021</u>
	\$	\$
Opening balance	37,108	71,362
Depreciation charge for the year	(34,254)	(34,254)
Closing Balance	<u>2,854</u>	<u>37,108</u>

(ii) Lease liabilities

The lease liability representing minimum future lease payments is broken down into a current and non-current portion. The current portion represents payments due within 12 months of the balance date and the non-current portion represents payments due more than 12 months after the balance date. The incremental borrowing rate applied is 2.29%.

At 30 June 2022, lease liabilities are payable as follows:

	<u>2022</u>	<u>2021</u>
	\$	\$
Less than one year	3,048	36,147
Between one and five years	-	3,048
	<u>3,048</u>	<u>39,195</u>

15. Property, Plant and Equipment

Tangible and intangible assets costing more than \$300 are depreciated over the life of the assets.

(a)Computers	<u>2022</u>	<u>2021</u>
	\$	\$
Opening balance	-	-
Added to fixed Assets during the year	24,733	-
Depreciation charge for the year	(3,413)	-
Closing Balance	<u>21,320</u>	<u>-</u>
 (b)BCSS App		
Opening balance	12,133	-
Added to fixed Assets during the year	-	15,166
Depreciation charge for the year	(3,033)	(3,033)
Closing Balance	<u>9,100</u>	<u>12,133</u>
 (c)CRM System		
Opening balance	34,376	51,876
Depreciation charge for the year	(17,500)	(17,500)
Closing Balance	<u>16,876</u>	<u>34,376</u>

THE ARCHBISHOP OF SYDNEY'S
ANGLICAN AID

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

16. Related Parties

Anglican Aid is governed by a Board comprising 9 members. 3 members are appointed by the Archbishop of Sydney and 6 members are elected by the Synod of the Sydney Diocese of the Anglican Church.

The Archbishop of Sydney's Anglican Aid acts as Trustee of the Archbishop of Sydney's Overseas Relief and Aid Fund and the Archbishop of Sydney's Overseas Ministry Fund. It also acts as the service provider for those two Funds which reimburse The Archbishop of Sydney's Anglican Aid for expenses incurred at an agreed percentage of overall general costs.

The Sydney Diocese of the Anglican Church provides office space and internet facilities to Anglican Aid. These services are provided at arms length commercial rates.

Anglican Aid has a lease with the Sydney Diocesan Secretariat of the Anglican Church with respect to the office space Anglican Aid occupies at St Andrew's House. The lease was renewed in September 2018 and terminated on 1 July 2022. Anglican Aid was paying \$2,906 each month pursuant to the lease. The new lease was under negotiation during the preparation of financial statements for the year ended 30 June 2022.

Anglican Aid has a 50% interest in Grace Upon Grace, which is a company limited by guarantee. Its purpose is to manage a trust established by a donor.

During the 12 months to 30 June 2022, the following were members of the Board of Anglican Aid:

The Rev Canon Malcolm Richards	The Rev Luther Symons
Ms Karen Andersen	The Rev Peter Sholl
Mrs Sally Bathgate	Dr Keith Walker
The Rev John Menear	Mr David Dennis
Mrs Michelle Chase	

Key Management Personnel Remuneration

The key management personnel were transferred to the Archbishop of Sydney's Overseas Ministry Fund from the start of the financial year. Therefore no compensation was paid by Anglican Aid for the year ended 30 June 2022.

THE ARCHBISHOP OF SYDNEY'S
ANGLICAN AID

MEMBERS' DECLARATION

FOR THE YEAR ENDED 30 JUNE 2022

In the opinion of the Members of the Archbishop of Sydney's Anglican Aid:

- (a) the financial statements and notes that are set out on pages 3 to 19 are in accordance with the Australian Charities and Not For Profit Commission Act 2012, including:
- (i) giving a true and fair view of the Entity's financial position as at 30 June 2022 and of its performance, for the financial year ended on that date; and
 - (ii) complying with Australian Accounting Standards - Simplified Disclosure Requirements and the Australian Charities and Not for profit Commission Regulations 2013, and
- (b) there are reasonable grounds to believe that the Entity will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Members

Dated at Sydney 30th August 2022



Member

KAREN ANDERSEN



Member

MALCOLM RICHARDS



Independent Auditor's Report

To the Synod of Anglican Church Diocese of Sydney

Report on the audit of the Financial Report

Opinion

We have audited the **Financial Report**, of the Archbishop of Sydney's Anglican Aid (the Fund).

In our opinion, the accompanying Financial Report of the Fund is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission (ACNC) Act 2012*, including:

- i. giving a true and fair view of the Fund's financial position as at 30 June 2022, and of its financial performance and its cash flows for the year ended on that date; and
- ii. complying with *Australian Accounting Standards – Simplified Disclosures Framework* and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013 (ACNCR)*.

The **Financial Report** comprises:

- i. Statement of financial position as at 30 June 2022.
- ii. Statement of profit or loss and other comprehensive income, Statement of changes in equity, and Statement of cash flows for the year then ended.
- iii. Notes including a summary of significant accounting policies.
- iv. Declaration by the Members of the Fund

Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 Fund in accordance with the auditor independence requirements of the *ACNC Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)*



(the Code) that are relevant to our audit of the Financial Report in Australia. We have fulfilled our other ethical responsibilities in accordance with these requirements.

Other information

Other Information is financial and non-financial information in the Archbishop of Sydney's Anglican Aid's annual reporting which is provided in addition to the Financial Report and the Auditor's Report. The Members are responsible for the Other Information.

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. In doing so, we 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.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

Responsibilities of the Members of the Fund for the Financial Report

The Members are responsible for:

- i. Preparing the Financial Report that gives a true and fair view in accordance with Australian Accounting Standards - Simplified Disclosures Framework and the ACNC and ACNCR.
- ii. Implementing necessary internal control to enable the preparation of a Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.
- iii. Assessing the Fund's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- i. to obtain reasonable assurance about whether the Financial Report as a whole is free from material misstatement, whether due to fraud or error; and
- ii. 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. They 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 *Australian Auditing Standards*, we exercise professional judgement and maintain professional scepticism throughout the audit.

We also:

- i. 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.
- ii. 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 registered Fund's internal control.
- iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Members.
- iv. Conclude on the appropriateness of the Members' 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 registered Fund'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 registered Fund to cease to continue as a going concern.
- v. 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 Members of the registered Fund regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

KPMG

KPMG

Warwick Shanks

Partner

Sydney

30 August 2022