

Dunedin City Elim Church Trust

Performance Report

For the year ended 31 December 2021

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Dunedin City Elim Church Trust

Entity Information

For the year ended 31 December 2021



Legal Name of Entity:	Dunedin City Elim Church Trust
Other Name of Entity (if any):	Dunedin Elim
Type of Entity and Legal Basis (if any):	Church
Registration Number:	CC24430
Registration Date:	15 May 2008
Entity's Purpose or Mission:	To enable more people to become more like Jesus.
Entity Structure:	The church is one of 39 churches affiliated to the Elim Church of New Zealand, however the church is an autonomous trust and governance is the responsibility of the local church.
Main Sources of the Entity's Cash and Resources:	Donations and offerings; lease Income, Income from services and activities.
Main Methods Used by the Entity to Raise Funds:	Donations and offerings, fundraising
Entity's Reliance on Volunteers and Donated Goods or Services:	The church relies on volunteer's time and expertise to fulfil its operational and mission activities. These activities which require volunteers include children, youth and student ministries volunteers, general Sunday services volunteers such as hospitality, welcome and music teams, mid week life group volunteers, and community outreach volunteers.
Additional Information if helpful:	
Contact details	
Physical Address:	67 Harrow Street Dunedin Central, Dunedin 9016
Postal Address:	PO Box 5390 Moray Place, Dunedin 9058
Email:	office@elimdunedin.com
Web Site:	http://www.elimdunedin.com
Phone Number:	03 4775533
Accountants	
Auditor	Charity Integrity Audit Limited
Solicitor	
Trustees	Euan Rodgers Lesley Gill Peter John Sara Hon Chew Then Gabriel Chan

Dunedin City Elim Church Trust

Statement of Service Performance

For the year ended 31 December 2021



Description of the Entity's Outcomes:			
<p>As reported in the Entity Information sections, the mission of the Dunedin City Elim Church Trust is more people becoming more like Jesus. This means to equip our congregation members to become more Christlike, which will lead to a positive impact on others in the wider Dunedin community, nationally and internationally. In order to achieve this, the church offers weekly services to the congregation and public, facilitates life groups, and provides resources for congregation members who volunteer their time in the Dunedin community and beyond.</p>			
Description and Quantification (to the extent practicable) of the Entity's Outputs:	Actual*		Actual*
	This Year		Last Year
Adult Weekly attendance	415		419
Children and Youth weekly attendance	86		74
Number of weekly life group held	26		28
Number of paid employees	17		15
Weekly volunteers	84		140
Additional Output Measures:			
Additional Information:			

Dunedin City Elim Church Trust



Statement of Cash Flows For the year ended 31 December 2021

	Actual This Year [TY] \$	Actual Last Year [LY] \$
<u>Cash Flows from Operating Activities</u>		
Cash was received from:		
Donations, fundraising, and other similar cash income	\$ 738,900	\$ 716,273
Cash Revenue from Member Services		
Receipts from providing goods or services	\$ 39,300	\$ 72,491
Interest, dividends and other investment receipts	\$ 0	\$ 0
Net GST (refund) / paid	(-\$4,550)	(-\$150)
Cash was applied to:		
Payments to suppliers and employees	(-\$684,569)	(-\$567,654)
Donations or grants paid	(-\$53,983)	(-\$52,621)
Net Cash Flows from Operating Activities	\$ 35,098	\$ 168,339
<u>Cash flows in & out of Non-Current Items</u>		
Cash was received from:		
Receipts from the sale of fixed assets		
Proceeds of pre-allocated donation (income in advance)	40,000	
Opening equity unidentified error	-	9
Cash was applied to:		
Payments to acquire fixed assets	(-\$48,774)	\$ 0
Repayments of loans borrowed from other parties	(-\$1,121)	\$ 0
Net Cash Flows from Non-current Activities	(-\$9,904)	\$ 0
Net Increase / (Decrease) in Cash	\$ 25,194	\$ 168,339
Opening Cash	\$ 145,415	(-\$22,924)
Closing Cash	\$ 170,609	\$ 145,415
As stated in the Financial Position:		
Bank Accounts and Cash	\$ 170,609	\$ 145,415

Dunedin City Elim Church Trust

Statement of Financial Performance

For the year ended 31 December 2021



	This Year	Last Year
<u>INCOME</u>		
Tithes & Offerings	693,914	651,471
Legacy Offering - Loan	-	-
Ministry Departments	11,537	1,712
Fundraising	5,425	-
Missions	4,295	1,605
Donations - Other	18,985	56,486
Total Donations, Fundraising, and Grants	<u>734,156</u>	<u>711,274</u>
Car Park Hire	38,958	35,417
Youth Centre	5,400	4,586
Business Income	527	187
Other Income	4,744	27,845
Income from Sales & Services	<u>49,629</u>	<u>68,035</u>
Interest, dividends and other investment revenue	<u>0</u>	<u>-</u>
Total Income	<u><u>783,785</u></u>	<u><u>779,309</u></u>
<u>EXPENDITURE</u>		
Missions Giving	<u>53,983</u>	<u>52,621</u>
Grants and Donations Made	53,983	52,621
Audit fees	4,248	3,690
Advertising & marketing	2,296	494
Bank fees	484	707
Caterings & food	7,780	9,922
Computer expenses	5,373	3,146
Eftpos charges	1,168	1,150
General expenses	159	21
Housekeeping supplies	4,309	3,959
Insurance	12,780	12,691
Interest	-	151
Membership & Subscriptions	5,424	5,754
Ministry expenses	39,473	26,166
Office supplies & consumables	3,228	2,602
Photocopier usage	1,304	1,671
Property	32,435	22,935
Repairs and maintenance	12,037	20,830
Special event expenses	47,189	30,691
Telephone & tolls	3,555	4,848
Trustee expenses	1,835	999
Visiting speakers	11,199	5,879
Total Other Expenses	<u>196,277</u>	<u>158,308</u>
Salaries and wages	472,136	400,564
Volunteers	1,348	1,607
Staff expense - other	15,486	9,007
Employees & Volunteers	<u>488,970</u>	<u>411,178</u>
Total Expenditure	<u>739,229</u>	<u>622,107</u>
Operating Net Surplus (-Deficit) before depreciation	<u>\$ 44,556</u>	<u>\$ 157,202</u>
Depreciation	<u>\$ 41,560</u>	<u>\$ 31,183</u>
Operating Net Surplus (-Deficit) after depreciation	<u><u>\$ 2,996</u></u>	<u><u>\$ 126,019</u></u>

Dunedin City Elim Church Trust



Statement of Movements in Equity Funds

For the year ended 31 December 2021

<u>Accumulated Funds</u>	This Year	Last Year
<u>General Funds</u> Opening Balance	\$ 1,867,351	\$ 1,741,332
Operating Net Surplus (-Deficit) after depreciation	<u>\$ 2,996</u>	<u>\$ 126,019</u>
Total Accumulated Member / Trust Funds	<u>\$ 1,870,347</u>	<u>\$ 1,867,351</u>

Statement of Financial Position

As at the 31 December 2021

<u>ACCUMULATED FUNDS</u>	This Year	Last Year
Total Accumulated Member / Trust Funds	<u>\$ 1,870,347</u>	<u>\$ 1,867,351</u>

This is represented by :-

<u>CURRENT ASSETS</u>		
Note 2	Bank accounts and cash	170,609
	Debtors and prepayments	11,795
	GST Refundable	<u>10,587</u>
	Total Current Assets	<u>192,990</u>
<u>CURRENT LIABILITIES</u>		
	Creditors	17,417
	Annual Leave	21,143
	Payroll Liabilities	12,408
	Donation for Christmas Touch	3,879
	Funds Received in Advance	<u>40,000</u>
	Total Current Liabilities	<u>94,847</u>
	<i>Working Capital</i>	98,144
	Total Net Assets	<u>\$ 1,870,337</u>
<u>NON CURRENT ASSETS</u>		
Note 1	As per Schedule	<u>1,772,193</u>
	Total Net Assets	<u>\$ 1,867,351</u>

Chairperson _____
Gabriel Chan

Dated 21/09/2022

Treasurer _____
HON CHEW THEN

Dated 21/9/2022

HON CHEW THEN

Dunedin City Elim Church Trust

Notes to the Accounts & Accounting Policies

For the year ended 31 December 2021



This year

Note 1	Depn	Depreciation Schedule	Opening	Additions /	Deprec.	Closing
Cost	Rate	Categories	Book Value	(Disposals)		Book Value
\$ 2,051,243	0-13%	Land and Buildings	\$ 1,709,674		\$ 20,776	\$ 1,688,898
\$ 194,705	11-67%	Furniture and Equipment	\$ 51,827	\$ 38,641	\$ 17,154	\$ 73,314
\$ 9,348	30%	Vehicles	\$ 1,571		\$ 471	\$ 1,100
\$ 14,119	20-50%	Office Equipment	\$ 1,907	\$ 10,133	\$ 3,159	\$ 8,881
\$ 2,269,415			\$ 1,764,980	\$ 48,774	\$ 41,560	\$ 1,772,193

Last year

\$ 2,059,193	0-13%	Land and Buildings	\$ 1,727,697	\$ -	\$ 18,023	\$ 1,709,674
\$ 293,494	11-67%	Furniture and Equipment	\$ 68,465	\$ -	\$ 13,160	\$ 55,305
\$ 2,352,687			\$ 1,796,163	\$ -	\$ 31,183	\$ 1,764,980

For the 2021 year a comprehensive review of the fixed asset schedule spreadsheet was undertaken. As a result the fixed asset schedule was aligned to the trial balance and historical accounting book value errors were identified.

The following adjustments were made:

- 1 Historical errors in the book value of Land and Buildings and Furniture & Equipment has resulted in an overall opening book value adjustment of \$56,166 (debit). This is reflected above in the difference in the closing book value last year (\$1,708,814), to opening value this year (\$1,764,980).
- 2 Two new categories of fixed assets have been created - Motor Vehicles and Office Equipment. Opening balances for these categories have been recognised as they were re-allocated from the other categories.

Note 2 Bank Account Overdraft Facility

The trust has a \$350,000 overdraft facility secured against the trust property.

Statement of Accounting Policies

The Dunedin City Elim Church Trust is an incorporated charitable trust under the Charitable Trust Act 1957.

General Accounting Policies

Dunedin City Elim Church Trust has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses of equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Particular Accounting Policies

The following particular accounting policies which materially affect the measurement of earnings and the financial position have been applied.

Bank Accounts and Cash

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

Fixed Assets

Fixed assets are recorded at cost less accumulated depreciation.

Dunedin City Elim Church Trust

Notes to the Accounts & Accounting Policies CONTINUED

For the year ended 31 December 2021



Depreciation

Depreciation has been calculated on a diminishing value basis over the estimated useful life of the assets. The rates of depreciation are shown in the depreciation schedule.

Debtors

Debtors have been recorded at their net realisable value.

Going Concern

The nature of the organisation is that it is reliant on the continued support of its members and funding bodies. The management is confident of receiving this ongoing support, and accordingly has adopted the going concern assumption, in the preparation of these financial statements.

Revenue Recognition

Income is recognised when invoiced, or receipted, except where income is received in advance. Income in Advance is stated as a current liability where the funds have not yet been expended, according to the authorised purpose, and those funds would be required to be repaid to the funder.

Income Tax Exemption

Section CW41 & 42 of the Income Tax Act 2007 exempt income tax, on an organisation registered with the Charities Commission, and applying income to it's charitable purposes. The Trust has Income Tax Exemption and Charitable status through it's registration with the Charities Commission on the 15th May 2008 [CC24430].

Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on a basis consistent with those used in the previous years.

GST Exclusive

The entity is registered in terms of the Goods & Services Tax Act 1985. These statements have been prepared on a GST Exclusive basis of accounting, and the Statement of Financial Position reflects any GST owing or due at balance date.

Operating Commitments [Rent / Leases]

The entity has no material operating commitments. [Last year \$nil]

Capital Commitments and Contingent Liabilities

The entity has no material Capital commitments or Contingent liabilities as at balance date. [Last year \$nil]

Related Party Disclosures

Other than the senior pastor being a trustee employee the trustees are not aware of any related party transactions requiring disclosure.

Subsequent Events Disclosures

The trustees are not aware of any events subsequent to the balance date and prior to adopting these statements that requires disclosure.

Significant Grants and Donations with Conditions which have not been Recorded as a Liability			
Original Amt	Description*	Not Fulfilled Amt	Purpose and Nature of the Condition(s)
	None noted		
Goods or Services Provided to the Entity in Kind			
Description			Amount
None Noted			

INDEPENDENT AUDITOR'S REPORT

To the governance and management of the Dunedin City Elim Church Trust for the year ended 31 December 2021

Report on the Performance Report

Opinion

We have audited the performance report of the Dunedin City Elim Church Trust on pages 2 to 8, which comprise the entity information and statement of financial position as at 31 December 2021, the statements of service performance, financial performance, and cash flows for the year ended, the statement of accounting policies and other explanatory information.

In our opinion:

- a) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- b) the performance report on pages 2 to 8 presents fairly, in all material respects:
 - the financial position of the Dunedin City Elim Church Trust as at 31 December 2021 and of its financial performance and cash flows;
 - the entity information and the service performance, for the year ended,

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) [PBE-SFR-A-NFP] issued in New Zealand (NZ) by the NZ Accounting Standards Board.

Basis for an Unqualified Opinion

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

City Elim Church Trust in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the NZ Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

Other than in our capacity as auditor we have no other relationship with, or interests in, the Dunedin City Elim Church Trust.

Restriction on responsibility

This report is made solely to the management, as the governance, in accordance with section 42F of the Charities Act 2005, and the constitution of the entity. Our audit work has been undertaken so that we might state to the governance those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the governance as a body, for our audit work, for this report, or for the opinions we have formed.

Governance Responsibility for the Performance Report

The governance is responsible for:

- a) identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
 - b) the preparation and fair presentation of the performance report which comprises:
 - the entity information;
 - the statement of service performance; and
 - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report
- in accordance with PBE-SFR-A-NFP issued in NZ by the NZ Accounting Standards Board, and

- (c) for such internal control as the governance determines is necessary to enable the preparation of a performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the governance is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the governance either intends to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Performance Report

Our objectives are to obtain reasonable assurance about whether the performance report is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this performance report.

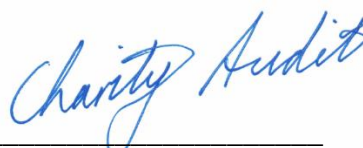
As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised), we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the performance report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the

circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the governance and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the performance report, including the disclosures, and whether the performance report represents the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures to obtain evidence about and evaluate whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

We communicate with the governance 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.



Charity Integrity Audit Ltd

Director: Peter Conaglen

Chartered Accountants - South Auckland

21st September 2022