



Presbyterian Church
of Aotearoa New Zealand

ANNUAL REPORT

FOR THE YEAR ENDED 30 JUNE 2021

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Directory

Council of Assembly

Convenor	Rev Richard McLean
Deputy Convenor	Ms Anne Edgar
Council Members	Rev A J Harrex Rev Charissa DuRose Nicol Mr Craig Donaldson Mrs Honey Thrupp Rev Jaco Reyneke Mr Winston Timaloa Rev Mo Morgan Rev Ryhan Prasad Ms Diana Baird (<i>resigned August 2020</i>) Rev Rod Watts (<i>resigned September 2020</i>) Rev Wayne Ogden (<i>retired October 2020</i>) Rev Dr Darryl Temprow (<i>resigned November 2020</i>) Rev Tukua Tuwairua (<i>deceased April 2021</i>)

Registered Office

Level 1, Core Logic House
275 Cuba Street
Wellington 6141

Nature of Business

Making Jesus Christ known in the Community

Charities Commission Registration Number

CC33597

Presbyterian Church of Aotearoa New Zealand
Consolidated Statement of Comprehensive Revenue and Expenses
For the year ended 30 June 2021

	Note	Group June 2021 \$	Group June 2020 \$	Parent June 2021 \$	Parent June 2020 \$
Revenue	3.4				
Revenue from exchange transactions					
Administration Fees		480,474	468,097	5,761	5,855
Assembly Assessment		2,352,540	2,224,214	2,352,540	2,224,214
Cooperating Parish Contributions		-	-	-	-
Intern Contribution Received		190,447	233,347	190,447	233,347
Investment Income		1,337,955	778,389	1,329,526	769,282
Mission Enterprise Fund		-	42,143	-	42,143
Property Income		120,200	116,000	120,200	116,000
Registrations		64,636	84,981	64,636	84,981
Sundry Income		156,281	188,397	20,039	38,224
Total Revenue from exchange transactions		4,702,533	4,135,568	4,083,149	3,514,046
Revenue from non-exchange transactions					
Donations Received	5.1	322,587	617,814	322,587	617,814
Grants Received	5.2	703,105	655,634	703,105	655,634
Total Revenue from non-exchange transactions		1,025,692	1,273,448	1,025,692	1,273,448
Total Revenue		5,728,225	5,409,016	5,108,841	4,787,494
Less Operating Expenses					
Administration		795,424	819,428	685,722	686,167
Depreciation and amortisation		46,975	47,880	40,599	41,385
Donations Paid	6.2	142,288	126,660	142,288	126,660
Events		70,245	95,766	63,109	89,133
Loss on investments		-	174,863	-	174,863
Grants Paid	6.1	555,718	473,838	555,718	473,838
Mission Enterprise Fund's Grants Paid		526,108	94,054	526,108	94,054
Mission Expenses		53,298	40,258	53,298	40,258
Property Costs		213,743	190,371	168,689	153,039
Publications		3,610	33,037	274	29,623
Salaries and Stipends		2,094,020	2,330,736	1,807,094	1,997,437
Staff Costs		30,490	10,253	29,242	9,775
Student Training		313,154	328,864	313,154	328,864
Travel and Accommodation		130,449	172,385	115,226	158,772
Total Operating Expenses		4,975,522	4,938,393	4,500,521	4,403,868
Total surplus for the year		752,703	470,623	608,319	383,626
Total comprehensive revenue and expense for the year		752,703	470,623	608,319	383,626



Presbyterian Church of Aotearoa New Zealand
Consolidated Statement of Change in Net Assets
For the year ended 30 June 2021

Consolidated	Note	Retained Earnings \$	Capital Expenditure \$	General Funds \$	Capital Trusts \$	Total Equity \$	
June 2020	7						
Balance 1 July 2019		2,730,924	(8,579)	10,192,584	13,740,375	26,655,304	
Total surplus and comprehensive revenue and expense for the year		470,623	-		-	470,623	
Funds Transferred		(837,881)	41,419	645,251	151,211	-	
Balance 30 June 2020		2,363,666	32,840	10,837,835	13,891,586	27,125,927	
June 2021							
Balance 1 July 2020		2,363,666	32,840	10,837,835	13,891,586	27,125,927	
Total surplus and comprehensive revenue and expense for the year		752,703	-		-	752,703	
Funds Transferred		(771,128)	94,998	739,633	(63,503)	-	
Balance 30 June 2021		2,345,241	127,838	11,577,468	13,828,083	27,878,630	
Parent		Retained Earnings \$	Capital Expenditure \$	General Funds \$	Capital Trusts \$	Total Equity \$	
June 2020							
Balance 1 July 2019		2,576,785	-	8,579	9,900,159	13,740,375	26,208,740
Total surplus and comprehensive revenue and expense for the year		383,626	-	-	-	383,626	
Funds Transferred		(627,348)	41,419	434,719	151,211	-	
Balance 30 June 2020		2,333,063	32,840	10,334,878	13,891,586	26,592,366	
June 2021							
Balance 1 July 2020		2,333,063	32,840	10,334,878	13,891,586	26,592,366	
Total surplus and comprehensive revenue and expense for the year		608,319	-	-	-	608,319	
Funds Transferred		(648,308)	94,998	616,813	(63,503)	-	
Balance 30 June 2021		2,293,074	127,838	10,951,690	13,828,083	27,200,685	

Presbyterian Church of Aotearoa New Zealand
Consolidated Statement of Financial Position
For the year ended 30 June 2021

	Note	Group June 2021 \$	Group June 2020 \$	Parent June 2021 \$	Parent June 2020 \$
Assets					
Current Assets					
Cash and cash equivalents		43,260	110,170	24,844	87,976
Accounts Receivable from Exchange Transactions		82,424	71,093	8,416	23,942
Accrued Income and Prepayments		296,235	41,224	291,241	36,847
Investments - Christian Savings	8	1,900,000	1,900,000	1,900,000	1,900,000
Investments - Presbyterian Investment Fund	8	15,323,254	14,090,914	14,697,476	14,090,914
Total Current Assets		17,645,173	16,213,401	16,921,977	16,139,679
Non Current Assets					
Investments - Presbyterian Investment Fund	8	8,182,298	8,738,506	8,182,298	8,235,550
Investment Property	13	1,875,000	1,875,000	1,875,000	1,875,000
Shares held		650,000	650,000	650,000	650,000
Fixed Assets	11	35,326	48,024	31,648	37,971
Intangible Assets	12	43,937	46,132	43,937	46,132
Unsecured Advances		-	71,779	-	71,779
Total Non Current Assets		10,786,561	11,429,441	10,782,883	10,916,432
Total Assets		28,431,734	27,642,842	27,704,860	27,056,110
Liabilities					
Current Liabilities					
Accounts Payable		140,109	119,100	113,928	81,894
Accrued Expenses		351,865	350,421	329,117	334,456
Deferred Income		61,130	47,394	61,130	47,394
Total Current Liabilities		553,104	516,915	504,175	463,744
Net Assets		27,878,630	27,125,927	27,200,685	26,592,366
Equity					
Reserves					
Capital Trusts	8	13,828,083	13,891,586	13,828,083	13,891,586
General Funds		11,577,468	10,837,835	10,951,690	10,334,878
Capital Expenditure Reserve		127,838	32,840	127,838	32,840
Total Reserves		25,533,389	24,762,261	24,907,611	24,259,303
Retained Earnings	9	2,345,241	2,363,666	2,293,074	2,333,063
Total Equity		27,878,630	27,125,927	27,200,685	26,592,366

Signed for and on behalf of the Council of Assembly who authorised the issue of these financial statements.



Richard McLean - Convenor
Date: 6 September 2021



Anne Edgar - Deputy Convenor
Date: 6 September 2021

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Presbyterian Church of Aotearoa New Zealand

Consolidated Cash Flow Statement

For the year ended 30 June 2021

	Note	Group June 2021 \$	Group June 2020 \$	Parent June 2021 \$	Parent June 2020 \$
Cash Flows from Operating Activities					
Cash was provided from:					
Receipts from Parishes		2,558,513	2,498,473	2,558,513	2,498,473
Interest Received		500,375	137,464	491,947	162,366
Property Income		120,200	116,000	120,200	116,000
Grants and Donations		1,035,692	1,273,448	1,035,692	1,273,448
Other Income		681,068	770,731	94,172	158,316
		4,895,848	4,796,116	4,300,524	4,208,603
Cash was Disbursed for:					
Payments to Suppliers and Employees		(4,213,931)	(3,807,289)	(3,737,651)	(3,440,615)
Grants and Donations Paid		(698,006)	(600,498)	(698,006)	(600,498)
		(4,911,937)	(4,407,787)	(4,435,657)	(4,041,113)
Net Cash inflow/(outflow) from operating activities		(16,089)	388,329	(135,133)	167,490
Cash Flows from Investing Activities					
Cash was Provided from:					
Net Investments proceeds / (payments)		(89,497)	(330,502)	33,325	(129,080)
Unsecured Advances Proceeds		71,779	12,000	71,779	12,000
		(17,718)	(318,502)	105,104	(117,080)
Cash was Disbursed for:					
Purchase of Fixed Assets		(33,103)	(46,600)	(33,103)	(36,142)
Purchase of Shares		-	-	-	-
		(33,103)	(46,600)	(33,103)	(36,142)
Net cash inflow/(outflow) from Investing Activities		(50,821)	(365,102)	72,001	(153,222)
Increase/ (decrease) in Bank					
Bank Balance 1 July		110,170	86,943	87,976	73,708
Cash and Bank 30 June		43,260	110,170	24,844	87,976

Presbyterian Church of Aotearoa New Zealand

Consolidated Notes to the Financial Statements

For the year ended 30 June 2021

1. Reporting Entity

The reporting entity is the Presbyterian Church of Aotearoa New Zealand (the Church), consolidated with the operations of the Presbyterian Church Property Trustees (the Trustees). Reference to the "parent" in this report means reference to the Church and reference to the "Group" means reference to the Church consolidated with the Trustees. As part of its powers the church appoints Trustees who hold their property as Custodian on behalf of the individual member parishes, presbyteries and the church as a whole.

The Group records the exercise of the power of the Assembly to raise money from, receive money on behalf of, or spend money on account of, the individual parishes that comprise the body of, the Church. Any residual assets or liabilities arising from the exercise of this power are included in the results of the reporting entity.

The Church is a beneficiary of funds whose financial performance is reported separately by the Trustees to the General Assembly. The Funds are for commercial activities gifted to the Church for the purpose of providing financial and material assistance to the Church and its Ministers. Payments to the Church from these Funds are recognised as income as and when received. These commercial activities are not included in the Church accounts.

These Group financial statements and the accompanying notes summarise the financial results of activities carried out by the Group. The Group provides support for Presbyterian Churches and cooperating churches under Presbyterian oversight to enable the promotion and teachings of Jesus Christ in the New Zealand area. All entities within the Group are charitable organisations registered under the Charitable Trusts Act 1957 and the Charities Act 2005.

The Church is domiciled in New Zealand and is a charitable organisation registered under the Charities Act 2005.

These consolidated financial statements have been approved and were authorised for issue by the Council of Assembly on 6 September 2021.

2. Statement of Compliance

The Group financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP"). They comply with PBE Standards Reduced Disclosure Regime ("PBE Standards RDR") and disclosure concessions have been applied. For the purposes of complying with NZ GAAP, the Group is a not-for-profit public benefit entity and is eligible to apply PBE Standards RDR on the basis that it does not have public accountability and it is not defined as large.

3.1 Basis of measurement

These consolidated financial statements have been prepared on the basis of historical cost, except for non-derivative financial instruments and investment property, which are measured at fair value.

3.2 Functional and presentational currency

The consolidated financial statements are presented in New Zealand dollars (\$), which is the Group's functional currency.

Presbyterian Church of Aotearoa New Zealand

Consolidated Notes to the Financial Statements

For the year ended 30 June 2021

3.3 Basis of consolidation

The consolidated financial statements comprise the financial statements of the Presbyterian Church of Aotearoa New Zealand and its controlled entities (the Group) as at 30 June 2021. Controlled entities are all those entities over which the Council (the controlling entity) has the power to govern the financial and operating policies so as to obtain benefits from their activities.

The Church has the power to appoint Trustees, but affirms the Trustees independence in governance, management and influence over financial and operating policies of the Church Property Trustees operations.

In preparing the consolidated financial statements, all inter entity balances and transactions, unrealised gains and losses arising within the consolidated entity are eliminated in full. The accounting policies of the controlled entities are consistent with the policies adopted by the Group.

3.4 Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Group and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

Revenue from non-exchange transactions

Donation Revenue

Donations are recognised as revenue upon receipt and include donations from the general public, donations received for specific purposes or services or donations in-kind.

Grant Revenue

Grant revenue includes grants given by other charitable organisations, philanthropic organisations and businesses. Grant revenue is recognised as revenue when it is receipted, unless there are conditions, including a return obligation, attached to the grant. If such conditions exist, then the grant amount is recognised initially as a deferred revenue liability, and revenue is recognised as the conditions are fulfilled.

Revenue from exchange transactions

Receipts from parishes

Receipts from parishes includes levies charged to Presbyterian parishes, receipts from cooperating churches and receipts from churches hosting ministry interns. Levies are charged and recognised evenly throughout the accounting period. Contributions from cooperating churches and church contributions to ministry interns are recognised as receipted.

Investment income

Investment income relates to interest income and is recognised using the effective interest method and is accrued monthly. Interest is reinvested quarterly for funds held in the Presbyterian Investment Fund, and is receipted for investments held with Christian Savings.

Presbyterian Church of Aotearoa New Zealand

Consolidated Notes to the Financial Statements

For the year ended 30 June 2021

3.5 Financial Instruments

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instrument

Financial Assets

All financial assets are initially recognised at fair value plus, in the case of financial assets not recorded at fair value through surplus or deficit, transaction costs that are attributable to the acquisition of the financial asset. The Group's financial assets are classified as loans and receivables or financial assets at fair value through surplus or deficit.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, these are measured at amortised cost using the effective interest rate method, less any allowance for impairment. Loan agreements are for repayment of capital only and are interest free. The effective interest rate amortisation is included in finance income in the statement of financial performance. The Group classifies the following financial assets as loans and receivables: cash and cash equivalents, accounts receivable from exchange transactions and investments in Christian Savings and the Presbyterian Investment Fund.

Financial assets at fair value through surplus or deficit

Financial assets at fair value through surplus or deficit are subsequently measured at fair value through surplus or deficit. The Group classifies shares held at fair value through surplus or deficit.

Impairment of assets

Assets are impaired when there is any objective evidence that a financial asset or group of financial assets is impaired.

Derecognition

The Group derecognises a financial asset or, where applicable, a part of a financial asset or part of a group of similar financial assets when the rights to receive cash flows from the asset have expired or are waived, or the Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party; and either:

- The Group has transferred substantially all the risks and rewards of the asset; or
- The Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Financial liabilities

The Group's financial liabilities include accounts payable. All financial liabilities are initially recognised at fair value plus transaction costs and are measured subsequently at amortised cost.

3.6 Cash and cash equivalents

Cash and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

3.7 Investments

Current Investments

Current investments comprise deposits in which capital and income is accessible, and the term of the deposit is less than one year.

Non Current Investments

Non current investments comprise deposits in which income only is accessible, or the use of capital is restricted to specific purposes under the terms of the Trust deed. These investments are not expected to be realised in the next 12 months.

Presbyterian Church of Aotearoa New Zealand

Consolidated Notes to the Financial Statements

For the year ended 30 June 2021

3.7 Investments cont.

Shares held

Carried at Fair Value through surplus or deficit. Fair Value is determined based on evidence of arms length transactions that occurred discounted in consideration of the lack of liquidity in the trading of the shares.

3.8 Investment Property

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the cost of replacing part of an existing investment property at the time that cost is incurred if the recognition criteria is met, and excludes the cost of day-to-day maintenance of an investment property.

Subsequent to initial recognition, investment properties are measured at fair value, which is based on active market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset at the reporting date. Gain or loss arising from changes in the fair values of investment properties are recognised in surplus or deficit in the year in which they arise.

3.9 Plant and Equipment

Property, plant and equipment is measured initially at cost. Cost includes expenditure that is directly attributable to the acquisition of the items. Plant and equipment are measured at cost, net of accumulated depreciation and impairment losses, if any. Depreciation is charged on a straight line basis over the useful life of the asset. Depreciation is charged at rates calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

3.10 Intangible Assets

Intangible assets are measured at cost and are carried at cost less any accumulated amortisation and accumulated impairment losses. Intangible assets are amortised over their useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired.

3.11 Employee benefits

Liabilities for wages and salaries, annual leave and study leave are recognised in surplus or deficit during the period in which the employee provided the related services. Liabilities for the associated benefits are measured at the amounts expected to be paid when the liabilities are settled.

3.12 Income Tax

Due to its charitable status, the Group is exempt from income tax.

3.13 Equity

Equity is measured as the difference between total assets and total liabilities. Equity is made up of the Group accumulated comprehensive revenue and expense, adjusted for transfers to/from specific reserves. Equity is categorised as general funds, capital trusts, capital expenditure and retained earnings adjusted for net operating surplus/(deficit) for the year (as defined in the Consolidated Statement of changes in Net Assets/Equity).

Presbyterian Church of Aotearoa New Zealand

Consolidated Notes to the Financial Statements

For the year ended 30 June 2021

3.13 Equity cont.

Equity is categorised into sections:

- Funds available for Knox Centre for Ministry and Leadership activities
- Funds available for Global Mission activities
- Funds available for General Assembly operations
- Funds available for Presbyterian Foundation grants
- Funds available for Press Go grants and expenses
- Funds available for Mission Enterprise grants
- Church Property Trustees working capital
- Retained earnings. Accumulated earnings retained by the group and not represented by Capital Trusts or General Funds.

Each section of equity has funds reserved for Working Capital (capital and income available for use in that section), and funds reserved for specific purposes as defined by Trust deeds or bequest requirements. When specific purpose funds are accessed the terms of the Trust Deeds or bequests (the purpose of funds and where applicable the access of income only) must be met.

Please refer to note 8 for an explanation of how the above sections are split between "general funds" and "capital trusts" reserves.

Capital Expenditure Reserve

The Capital Expenditure Reserve is a specific reserve established to manage the expenditure on capital items.

3.14 Comparatives

Certain prior year comparatives have been reclassified to align with current year disclosures.

4. Significant accounting judgements, estimates and assumptions

The preparation of the Group's consolidated financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

In the process of applying the Group's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the consolidated financial statements.

Grants and donation expenditure

Grants and Donation expense decisions are at the discretion of the appropriate functional manager (or Board in the case of Press Go, Mission Enterprise and Presbyterian Foundation grants). Grants and donations are within appropriate budget parameters and where necessary, comply with appropriate trust deed specifications.

Investment Property

Assumptions for valuation of investment property include

- Movement in market indicators
- That the property is free from further caveats and financial liens
- That there are no restrictions or impediments that may affect the valuation
- A discount rate of 6.5% has been allowed for (2020: 6.5%)

Presbyterian Church of Aotearoa New Zealand

Consolidated Notes to the Financial Statements

For the year ended 30 June 2021

4. Significant accounting judgements, estimates and assumptions cont.

Shares held

The shares held represent a minority equity holding in Christian Savings Limited. The valuation of shares is based on recent sales and a liquidity assessment.

Study Leave

A provision of 59% of study leave owing has been provided for. This is based on the percentage of study leave taken over the previous 6 years.

5 Revenue from non exchange transactions

Revenue from non-exchange transactions received during each reporting period:

5.1 Donations Received

	Group June 2021	Group June 2020	Parent June 2021	Parent June 2020
	\$	\$	\$	\$
Global Mission	197,047	160,237	197,047	160,237
Press Go	4,396	5,701	4,396	5,701
KCML	3,340	5,787	3,340	5,787
Youth Ministry	9,500	17,000	9,500	17,000
Local Mission	1,388	415,362	1,388	415,362
Research Centre	10,000	12,500	10,000	12,500
Turakina Nga Hara	96,917	-	96,917	-
White Ribbon Campaign	-	1,181	-	1,181
Untagged	-	46	-	46
	322,587	617,814	322,587	617,814

5.2 Grants Received

	Group June 2021	Group June 2020	Parent June 2021	Parent June 2020
	\$	\$	\$	\$
Synod Otago and Southland - Knox Centre	187,500	233,333	187,500	233,333
Synod Otago and Southland - Research Centre	124,083	120,500	124,083	120,500
Clarke Estate	350,000	175,000	350,000	175,000
PDS Grant - Lighthouse	5,798	62,567	5,798	62,567
John C England Bequest	-	40,000	-	40,000
Council for World Mission	-	10,000	-	10,000
Otago Foundation Trust Board	35,723	6,000	35,723	6,000
N Howell Estate Bequest	-	5,000	-	5,000
Alpha	-	400	-	400
Laidlaw College	-	2,334	-	2,334
Scripture Union	-	500	-	500
	703,105	655,634	703,105	655,634

Presbyterian Church of Aotearoa New Zealand
Consolidated Notes to the Financial Statements
For the year ended 30 June 2021

6 Grants and Donations Paid

6.1 Grants Paid	Group June 2021 \$	Group June 2020 \$	Parent June 2021 \$	Parent June 2020 \$
Bill Best Travel Grants	1,276	9,313	1,276	9,313
Alpine Presbytery New Mission Seeding Grant	11,198	-	11,198	-
Global Mission Grants	38,378	40,000	38,378	40,000
Knox Centre Minister Study Grants	50,787	29,029	50,787	29,029
KCML Staff Parish Grants	81,562	22,797	81,562	22,797
Moderator's Parish	73,186	82,200	73,186	82,200
Kiwi Church - Convenor costs	3,562	2,036	3,562	2,036
Presbyterian Foundations Grants	40,000	20,180	40,000	20,180
Press Go (Excluding Mission Enterprise Fund)	-	(29)	-	(29)
Pacific Presbytery	73,917	70,000	73,917	70,000
White Ribbon	-	2,500	-	2,500
UCANZ	41,850	55,812	41,850	55,812
Te Aka Puaho Partnership Grant	140,000	140,000	140,000	140,000
	555,718	473,838	555,718	473,838

6.2 Donations Paid	Group June 2021 \$	Group June 2020 \$	Parent June 2021 \$	Parent June 2020 \$
Global Mission	142,288	125,260	142,288	125,260
Other donations paid	-	1,400	-	1,400
	142,288	126,660	142,288	126,660

Presbyterian Church of Aotearoa New Zealand
Consolidated Notes to the Financial Statements
For the year ended 30 June 2021

7 Reserves

	Balance 1 July 20	Transactions In	Transactions Out	Balance 30 June 21
	\$	\$	\$	\$
General Assembly Reserves				
General Purpose Reserves				
Presbyterian Investment Fund	4,455,649	2,426,102	(1,999,193)	4,882,558
Christian Savings	500,000	-	-	500,000
	4,955,649	2,426,102	(1,999,193)	5,382,558
Specific Purpose Reserves				
Children and Families	32,782	480	(4,500)	28,762
Presbyterian Archives Reserve	143,398	124,630	(58,151)	209,877
Margaret & Bill Best Memorial Fund	283,162	7,049	(3,899)	286,312
Estate of Mary McLeish	6,071	95	-	6,166
Home Mission Trust	279,013	4,387	-	283,400
Turakina Nga Hara	-	98,517	(290)	98,227
FJ Borrie Trust	39	1	-	40
MA Borrie Trust	25,513	2,659	-	28,171
J E Long Memorial	56,457	5,888	-	62,345
Outfields Mission	62,455	6,516	-	68,971
T W Pairman Trust	9,655	1,005	-	10,660
M & E Thompson Bequest	35,718	3,723	-	39,442
Est: A Cowie Estate	218,830	77,094	(60,000)	235,924
	1,153,091	332,045	(126,841)	1,358,296
Total General Assembly Reserves	6,108,741	2,758,147	(2,126,034)	6,740,854
Knox Centre for Ministry and Leadership Reserves				
General Purpose Reserves				
Presbyterian Investment Fund	2,054,055	580,175	(609,236)	2,024,994
Christian Savings	1,000,000	-	-	1,000,000
	3,054,055	580,175	(609,236)	3,024,994

Presbyterian Church of Aotearoa New Zealand
Consolidated Notes to the Financial Statements
For the year ended 30 June 2021

7 Reserves cont.

Knox Centre for Ministry and Leadership Reserves cont.	Balance 1 July 20	Transactions In	Transactions Out	Balance 30 June 21
	\$	\$	\$	\$
Specific Purpose Reserves				
School of Ministry Property #1	1,487,014	74,484	(23,341)	1,538,157
School of Ministry Property #2	2,033,586	109,520	(31,597)	2,111,509
School of Ministry Property #3	1,313,551	55,392	(21,058)	1,347,885
Frustrated Trust	27,938	439	-	28,377
Lay & Recognised Ministry Training	82,484	2,242	-	84,727
Post Graduate Scholarships	387,246	9,179	(3,091)	393,334
CPE Scholarships	119,197	1,874	-	121,071
Book Prizes Account	100,902	2,382	(1,049)	102,235
Ministers Study Grants	579,523	19,934	(25,308)	574,149
Hewitson Library	15,665	246	-	15,912
Pastoral Contingencies Fund	161,064	2,514	(9,732)	153,847
Begg Dickie Scholarship Fund	263,460	6,411	(2,269)	267,602
Vanuatu Training	20,561	591	(268)	20,884
Cuming Travel Scholarship	21,261	516	(182)	21,595
Sanderson Stewart McKay Trust	80,803	2,206	(935)	82,073
DM Phillips Gift	14,149	222	-	14,371
Knox Center Intern Reserve	177,933	3,261	(9,114)	172,080
Carrick Crombie Scholarship	140,363	4,810	(34,324)	110,850
Harrison Bequest	309,791	6,504	(1,633)	314,661
McMullen Trust - Ordained Ministry Trainee			(2,538)	
Book Purchase Fund	103,470	3,102		104,034
	7,439,964	305,828	(166,439)	7,579,352
Total Knox Centre Reserves	10,494,018	886,003	(775,676)	10,604,346
Global Mission Reserves				
General Purpose Reserves				
Presbyterian Investment Fund	1,725,846	351,335	(166,909)	1,910,271
	1,725,846	351,335	(166,909)	1,910,271

Presbyterian Church of Aotearoa New Zealand
Consolidated Notes to the Financial Statements
For the year ended 30 June 2021

7 Reserves cont.

	Balance 1 July 20	Transactions In	Transactions Out	Balance 30 June 21
	\$	\$	\$	\$
Global Mission Reserves cont.				
Specific Purpose Reserves				
DI Langmuir Estate	696,578	42,173	-	738,751
Estate A J M Campbell	9,042	141	-	9,183
W & B Pullar Vanuatu Fund	105,681	1,661	-	107,343
Onesua Presbyterian College	36,821	578	-	37,399
Shirley Gray Memorial scholarship	21,600	340	-	21,940
Vanuatu	62,607	984	-	63,591
Doreen Riddell - Scholarship Fund	30,260	475	-	30,734
Friends of Jagadhri	86,952	3,716	-	90,667
Ricebowl Mission	20,924	38,471	-	59,395
Total Specific Reserves	1,070,463	88,539	-	1,159,002
Total Global Mission Reserves	2,796,309	439,873	(166,909)	3,069,273

	Balance 1 July 20	Transactions In	Transactions Out	Balance 30 June 21
	\$	\$	\$	\$
Press Go Reserves				
General Purpose Reserves				
Christian Savings	400,000	-	-	400,000
	400,000	-	-	400,000
Specific Purpose Reserves				
Press Go	371,708	528,562	(680,003)	220,267
Total Specific Reserves	371,708	528,562	(680,003)	220,267
Total Press Go Reserves	771,708	528,562	(680,003)	620,267

	Balance 1 July 20	Transactions In	Transactions Out	Balance 30 June 21
	\$	\$	\$	\$
Presbyterian Foundation				
Specific Purpose Reserves				
Presbyterian Investment Fund - Capital	2,813,528	167,179	(20,894)	2,959,813
Presbyterian Investment Fund - Income	199,328	81,411	(46,871)	233,868
Total Specific Reserves	3,012,856	248,590	(67,765)	3,193,681
Total Presbyterian Foundation Reserves	3,012,856	248,590	(67,765)	3,193,681

Presbyterian Church of Aotearoa New Zealand
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For the year ended 30 June 2021

7 Reserves cont.

	Balance 1 July 20	Transactions In	Transactions Out	Balance 30 June 21
	\$	\$	\$	\$
Mission Enterprise Fund				
Specific Purpose Reserve				
Presbyterian Investment Fund	1,042,832	14,629	(506,108)	551,352
Total specific Reserves	1,042,832	14,629	(506,108)	551,352
Total Mission Enterprise Reserves	1,042,832	14,629	(506,108)	551,352
Church Property Trustees Reserves				
	Balance 1 July 20	Transactions In	Transactions Out	Balance 30 June 21
	\$	\$	\$	\$
General Purpose Reserves				
Presbyterian Investment Fund	502,958	240,628	(117,808)	625,778
	502,958	240,628	(117,808)	625,778

8 Summary of Group Reserves

	Balance 1 July 20	Transactions In	Transactions Out	Balance 30 June 21
	\$	\$	\$	\$
Reserves by Function				
Global Mision	2,796,309	439,873	(166,909)	3,069,273
Knox Centre	10,494,018	886,003	(775,676)	10,604,346
General Assembly	6,108,741	2,758,147	(2,126,034)	6,740,854
Press Go	771,708	528,562	(680,003)	620,267
Presbyterian Foundation	3,012,856	248,590	(67,765)	3,193,681
Mission Enterprise Fund	1,042,832	14,629	(506,108)	551,352
Capital Expenditure Reserve	32,840	105,160	(10,162)	127,838
Church Property Trustees	502,958	240,628	(117,808)	625,778
	24,762,261	5,221,593	(4,450,465)	25,533,389

Presbyterian Church of Aotearoa New Zealand

Consolidated Notes to the Financial Statements

For the year ended 30 June 2021

8 Summary of Group Reserves cont.

	Balance 1 July 20 \$	Transactions In \$	Transactions Out \$	Balance 30 June 21 \$
Reserves by Investment Partner				
Presbyterian Investment Fund	22,829,421	5,116,433	(4,440,304)	23,505,551
Christian Savings	1,900,000	-	-	1,900,000
Capital Expenditure Reserve	32,840	105,160	(10,162)	127,838
	24,762,261	5,221,593	(4,450,465)	25,533,389

The Group's investment in the Presbyterian Investment Fund is apportioned between an on-call component of \$15,323,254 and a long-term component of \$8,182,298. The on-call component is invested in underlying deposits and fixed term securities. The Group earned interest income of \$241,447 on its on-call investment during the period (2020: \$447,017). The long-term component is invested in an underlying Mercer Socially Responsible Investment Fund. The Group earned interest income of \$1,030,353 on its long-term investment during this period (2020: \$193,818).

The Group's investment in Christian Savings represents three deposit balances as follows:

- \$500,000 with an interest rate of 3.03% maturing on 18 October 2021
- \$400,000 with an interest rate of 1.35% maturing on 19 October 2021
- \$1,000,000 with an interest rate of 1.35% maturing on 12 July 2022

The group earned interest income from Christian Savings deposits of \$43,404 during the period (2020: \$65,054)

	Balance 1 July 20 \$	Transactions In \$	Transactions Out \$	Balance 30 June 21 \$
Reserves by Type				
Capital Trusts	13,891,586	1,436,781	(1,500,285)	13,828,083
General Funds	10,837,835	3,679,652	(2,940,019)	11,577,468
Capital Expenditure Reserve	32,840	105,160	(10,162)	127,838
	24,762,261	5,221,593	(4,450,465)	25,533,389

	Balance 1 July 20 \$	Transactions In \$	Transactions Out \$	Balance 30 June 21 \$
Reserves by Parent / Group				
The Church	24,259,303	4,980,965	(4,332,657)	24,907,611
The Trustees	502,958	240,628	(117,808)	625,778
Group	24,762,261	5,221,593	(4,450,465)	25,533,389

Unless stated otherwise, funds held in Specific Reserves are held in the Presbyterian Investment Fund.

Presbyterian Church of Aotearoa New Zealand
Consolidated Notes to the Financial Statements
For the year ended 30 June 2021

9 Changes in Assets and Equity

	Knox Centre	General Assembly	Global Mission	Press Go	Presbyterian Foundation	Mission Enterprise Fund	Total Parent	Church Property Trustees	Total Group
Capital Trusts									
Balance 1 July 2020	7,439,964	1,153,091	1,070,463	371,708	2,813,528	1,042,832	13,891,586	-	13,891,586
Deposits and Income	305,828	332,045	88,539	528,562	167,179	14,629	1,436,782	-	1,436,782
Withdrawals and Transfers	(166,439)	(126,841)	-	(680,003)	(20,894)	(506,108)	(1,500,285)	-	(1,500,285)
Balance 30 June 2021	7,579,352	1,358,296	1,159,002	220,267	2,959,813	551,352	13,828,083	-	13,828,083
General Funds									
Balance 1 July 2020	3,054,055	4,955,649	1,725,846	400,000	199,328	-	10,334,878	502,958	10,837,836
Deposits and Income	580,175	2,426,102	351,335	-	81,411	-	3,439,023	240,628	3,679,652
Withdrawals and Transfers	(609,236)	(1,999,193)	(166,909)	-	(46,871)	-	(2,822,212)	(117,808)	(2,940,020)
Balance 30 June 2021	3,024,994	5,382,558	1,910,271	400,000	233,868	-	10,951,690	625,778	11,577,468
Capital Expenditure Reserve									
Balance 1 July 2020	-	-	-	-	-	-	32,840	-	32,840
Deposits and Income	-	-	-	-	-	-	105,160	-	105,160
Withdrawals and Transfers	-	-	-	-	-	-	(10,162)	-	(10,162)
Balance 30 June 2021	-	-	-	-	-	-	127,838	-	127,838
Total Reserves	10,604,346	6,740,853	3,069,273	620,267	3,193,681	551,352	24,907,611	625,778	25,533,389
Retained Earnings									
Balance 1 July 2020	-	-	-	-	-	-	2,333,063	30,603	2,363,666
Net Surplus	-	-	-	-	-	-	608,319	144,384	752,703
Transfers	-	-	-	-	-	-	(648,308)	(122,820)	(771,128)
Balance at 30 June 2021	-	-	-	-	-	-	2,293,074	52,167	2,345,241
Total Equity									
Balance at 1 July 2020	10,494,019	6,108,740	2,796,309	771,708	3,012,856	1,042,832	26,592,366	533,561	27,125,927
Net Movements	110,328	632,113	272,964	(151,441)	180,825	(491,479)	608,319	144,384	752,703
Balance at 30 June 2021	10,604,346	6,740,853	3,069,273	620,267	3,193,681	551,352	27,200,685	677,945	27,878,630

Presbyterian Church of Aotearoa New Zealand
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For the year ended 30 June 2021

10 Auditors Remuneration

Ernst and Young provides audit services to the Group. The audit fee for the financial statement audit was \$38,535 (2020: \$32,500). Ernst and Young provided additional assurance services of \$85,000 in relation to providing an assessment of the preparedness of the group to undertake a consolidation that could be prepared and audited and in relation to other technical accounting advice in support of the group consolidation activity undertaken during the period. (2020: \$85,000)

11 Fixed Assets

	Group June 2021	Group June 2020	Parent June 2021	Parent June 2020
Computer Equipment				
<i>Cost</i>				
Opening Cost	160,514	154,209	137,506	141,653
Additions	11,603	19,225	11,603	8,773
Disposals	(33,995)	(12,920)	(33,820)	(12,920)
<i>Closing Cost</i>	<u>138,122</u>	<u>160,514</u>	<u>115,289</u>	<u>137,506</u>
<i>Depreciation and Impairment</i>				
Opening Accumulated Depreciation	116,083	100,559	100,860	88,567
Depreciation charge for year	25,272	26,634	20,045	23,403
Disposals	(32,799)	(11,110)	(32,799)	(11,110)
<i>Closing Accumulated Depreciation</i>	<u>108,556</u>	<u>116,083</u>	<u>88,106</u>	<u>100,860</u>
Computer Equipment Net Book Value	<u>29,566</u>	<u>44,431</u>	<u>27,183</u>	<u>36,646</u>
Office Equipment				
<i>Cost</i>				
Opening Cost	26,107	41,850	23,835	39,578
Additions	1,999	-	1,999	-
Disposals	(15,710)	(15,743)	(15,743)	(15,743)
<i>Closing Cost</i>	<u>12,396</u>	<u>26,107</u>	<u>10,091</u>	<u>23,835</u>
<i>Depreciation and Impairment</i>				
Opening Accumulated Depreciation	24,292	38,996	22,510	37,578
Depreciation charge for year	1,022	1,026	659	662
Disposals	(15,743)	(15,730)	(15,743)	(15,730)
<i>Closing Accumulated Depreciation</i>	<u>9,571</u>	<u>24,292</u>	<u>7,426</u>	<u>22,510</u>
Office Equipment Net Book Value	<u>2,825</u>	<u>1,815</u>	<u>2,665</u>	<u>1,325</u>
Office Furniture				
<i>Cost</i>				
Opening Cost	230,701	231,546	220,859	221,704
Additions	2,000	-	2,000	-
Disposals	(703)	(845)	(845)	(845)
<i>Closing Cost</i>	<u>231,998</u>	<u>230,701</u>	<u>222,014</u>	<u>220,859</u>
<i>Depreciation and Impairment</i>				
Opening Accumulated Depreciation	228,923	226,868	220,859	221,704
Depreciation charge for year	985	2,900	200	-
Disposals	(845)	(845)	(845)	(845)
<i>Closing Accumulated Depreciation</i>	<u>229,063</u>	<u>228,923</u>	<u>220,214</u>	<u>220,859</u>
Office Furniture Net Book Value	<u>2,935</u>	<u>1,778</u>	<u>1,800</u>	<u>-</u>
Total Net Book Value	<u>35,326</u>	<u>48,024</u>	<u>31,648</u>	<u>37,971</u>

Presbyterian Church of Aotearoa New Zealand
Consolidated Notes to the Financial Statements
For the year ended 30 June 2021

12 Intangible Assets

	Group June 2021	Group June 2020	Parent June 2021	Parent June 2020
Computer Software				
<i>Cost</i>				
Opening Cost	241,891	213,982	241,891	213,982
Additions	17,500	29,300	17,500	29,300
Disposals	(1,391)	(1,391)	(1,391)	(1,391)
<i>Closing Cost</i>	258,000	241,891	258,000	241,891
<i>Depreciation and Impairment</i>				
Opening Accumulated Depreciation	195,759	179,831	195,759	179,831
Depreciation charge for year	19,695	17,319	19,695	17,319
Disposals	(1,391)	(1,391)	(1,391)	(1,391)
<i>Closing Accumulated Depreciation</i>	214,063	195,759	214,063	195,759
Net Book Value	43,937	46,132	43,937	46,132

13 Investment Property

The property value was based on a rental valuation review undertaken by Lance Collings, independent registered valuer of the firm Savills (NZ) Limited on 1 April 2021. Savills is a member of the New Zealand Institute of Valuers (Inc). The Valuation of the property has not changed since the last valuation undertaken as at 30 June 2020.

14 Lease Commitments

The General Assembly lease of Core Logic House was renewed in December 2020 for a period of two years. The expiry date of the lease is February 2023.

The lease of the office of the Church Property Trustees was renewed in December 2020 for a term of 2 years to February 2023.

	Group June 2021 \$	Group June 2020 \$	Parent June 2021 \$	Parent June 2020 \$
Lease of Corelogic House, Including Carparks				
Up to one year	104,727	68,052	83,537	55,691
One to two years	68,052	-	55,691	-
Two to five years	-	-	-	-
Sharp Corporation of NZ (Photocopier Lease)				
Up to one year	3,021	2,307	-	-
One to two years	3,021	2,307	-	-
Two to five years	-	-	-	-
Fuji Xerox NZ Limited (Photocopier Lease)				
Up to one year	3,012	-	3,012	-
One to two years	6,023	-	6,023	-
Two to five years	3,764	-	3,764	-

Presbyterian Church of Aotearoa New Zealand

Consolidated Notes to the Financial Statements

For the year ended 30 June 2021

15 Capital Commitments

There are no capital commitments at reporting date. (2020: nil)

16 Contingent assets and liabilities

There are no contingent assets or liabilities as at 30 June 2021 (2020: nil)

17 Related Party Transactions

Grants to Presbyterian Churches

The key management personnel, as defined in PBE IPSAS 20 Related Party Disclosures, are the members of the Presbyterian Church of Aotearoa New Zealand Council of Assembly and the Resource and Leadership subcommittees. Remuneration is paid to some members of these groups, either personally or to their churches in recognition of their contribution to church management:

	Group June 2021 \$	Group June 2020 \$	Parent June 2021 \$	Parent June 2020 \$
Payments to Council of Assembly Convenors or their parish	12,706	12,445	12,706	12,445
Convenor of KCML Review Taskgroup	-	-	-	-
Payments to Convenors of the Leadership Sub Committee and Resource Sub Committee	6,062	12,228	6,062	12,228
Payments to the Moderator's parish	73,186	66,700	73,186	66,700
	<u>91,954</u>	<u>91,373</u>	<u>91,954</u>	<u>91,373</u>

Presbyterian Investment Fund

Investments held in the Presbyterian Investment Fund are under the management of the Presbyterian Church Property Trustees.

18 COVID 19

The community and investment markets have been impacted to varying degrees by the COVID-19 pandemic through the course of the year and subsequent to balance date. The Church has monitored the impact on its operation and financial interests and taken risks into consideration in the preparation of these financial statements.

19 Events after balance date

The Council of Assembly and management are not aware of any other matters or circumstances since the end of the reporting period, not otherwise dealt with in these financial statements that have significantly or may significantly affect the operations of the General Assembly.