



Presbyterian Church of Aotearoa New Zealand

FINANCE NEWSLETTER 177

TO: Parish Treasurers, Presbytery and Parish clerks
FROM: Brendan Sweeney, Manager, Financial Services
DATE: 23 October 2015

1.	PCANZ Annual Accounts to 30 June 2015
2.	Motor Vehicle reimbursement mileage rates update
3.	Reminder of Christian Supply Chain product discount offer

1. **PCANZ Annual Accounts to 30 June 2015**

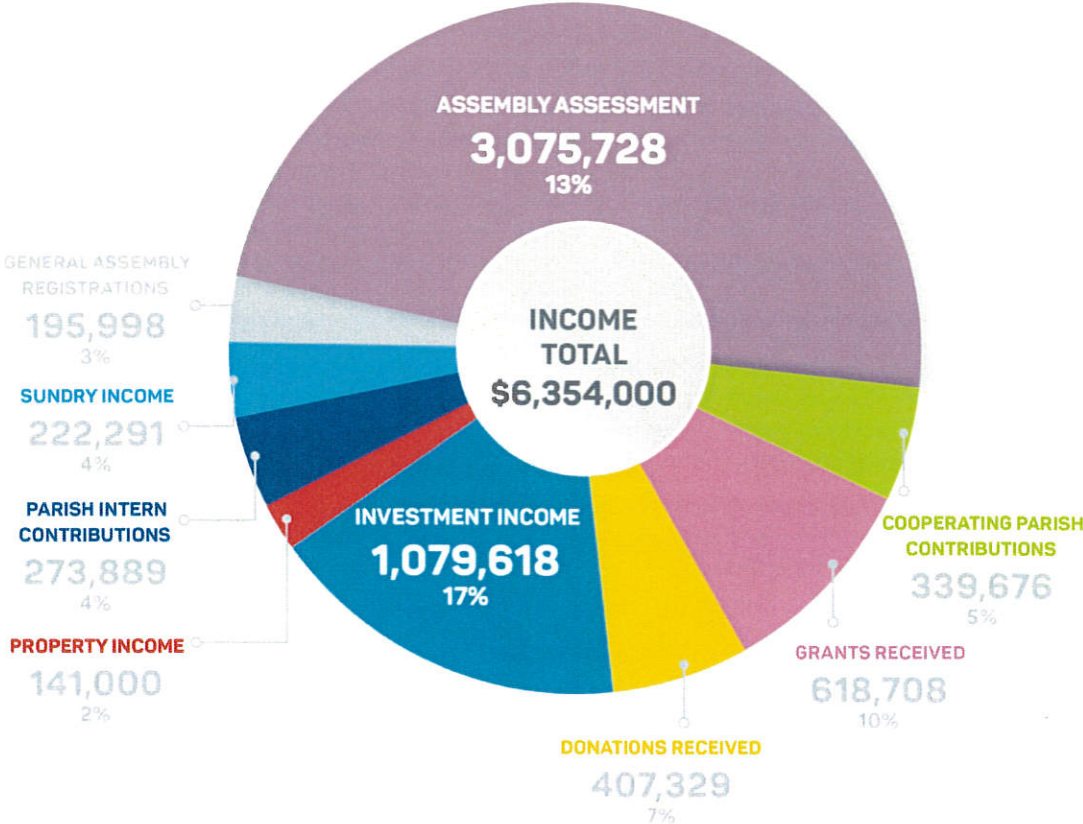
The audited financial report for General Assembly has been signed off by Council of Assembly and is posted on the Church website:

http://www.presbyterian.org.nz/sites/public_files/finance/2015_Assembly_Accounts_to_June_15.pdf

The accounts are summarized, along with an overview of activities and an explanation of the use of Assembly Assessment. A table of income and expenditure by function with budget comparisons is displayed in the appendix. Please contact me if you require further detail.

Summary: General Assembly Financial Accounts

Operating Income for the year to 30 June 2015.



Assembly Assessment is set by the Resource Sub - committee of the Council of Assembly at the beginning of each financial year and is calculated on the reported income and membership of each church. The levy is currently set at 6.8% of the total income of all Presbyterian churches. When adjusted for the Ministers beneficiary fund component of AA expenditure, that proportion is reduced to 4.1%.

Throughout 2014-15, the average church was levied about \$11,400 by Assembly Office (\$3,075,000 / 270 contributing churches). About 96% of billings had been collected by year-end.

Assembly Assessment does not directly contribute to all Assembly functions. For example Global Mission, donations paid and the operation of the Knox Centre are largely funded by, grants and donations received, interest on investments, and fees charged to parishes and schools. Presbyterian Foundation grants and expenditure relating to Press Go activities are almost entirely funded from interest income and the accessing of reserves.

On the other hand the Parish contribution to the Ministers Beneficiary Fund of \$1.3m is funded entirely by Assembly Assessment, and about \$1.8m of operating shortfalls for administration and local mission is funded by AA and Cooperating parish contributions.

Assembly Assessment is utilised as follows:

Ministers Beneficiary Fund	41%
Local Mission	26%
Administration	25%
Overseas Mission	3%
Governance	3%
Knox Centre	2%
	100%

Cooperating Parish Contributions. This amount is set by Uniting Churches of Aotearoa New Zealand and is based on a proportion allocated to the Presbyterian Church from cooperating parish contributions to UCANZ. On a per-member basis the fees received from cooperating churches is similar to that collected by Assembly Assessment from Presbyterian parishes (adjusted for the Ministers Beneficiary Fund portion of AA. Cooperating parishes pay the church contribution directly to the Beneficiary Fund)

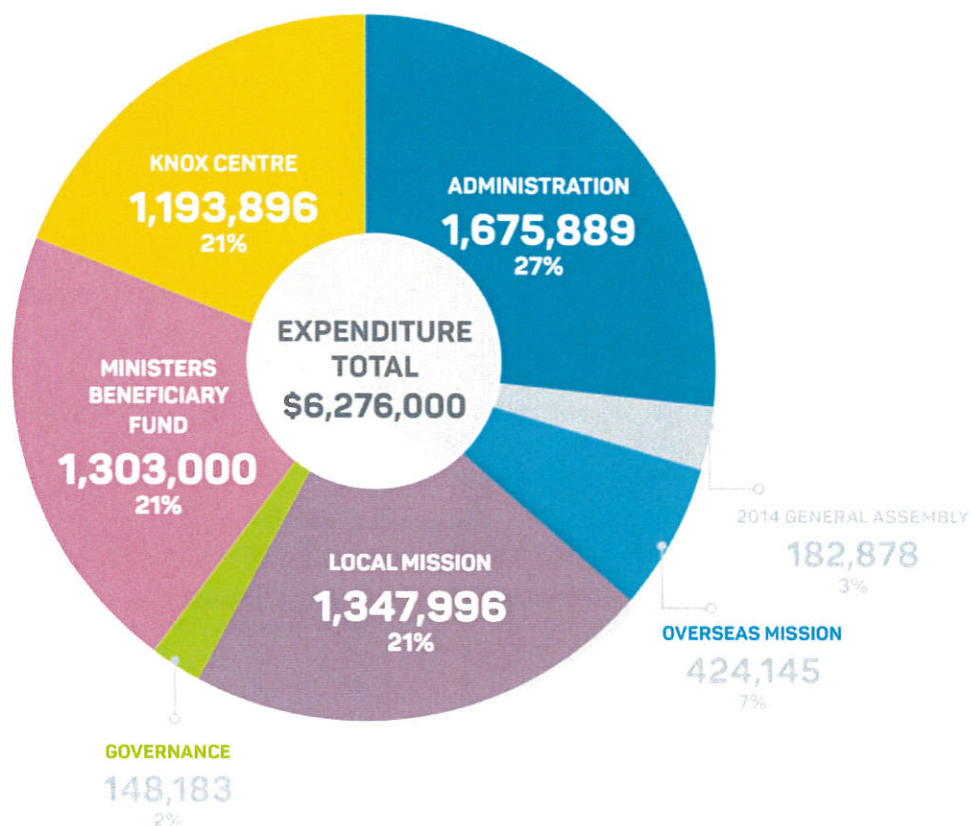
Grants and donations received. Total grants received were \$618,000. PCANZ continues to benefit from grants from the Synod of Otago and Southland for the Knox Centre and Presbyterian Research Centre operations, as well as grants received from Council of World Mission for Global Mission and Pacific Island Synod operations, and dividends from a farm managed by the Church Property Trustees. In addition donations received from church members and the public was \$377,000, mainly for Global Mission and the moderators appeal for disaster relief in Vanuatu.

Interest Income. This is interest earned on about \$22m in investments held in the Presbyterian Investment Fund and Baptist Savings. About 55% of this interest can be used as operating income and the remainder is allocated for specific mission and ministry purposes.

Property Income. PCANZ owns an investment property in Christchurch which generates rental income from a commercial operation. A June 2015 revaluation reported an increase of \$25,000.

Sundry Income. This includes sales and advertising in Spanz, registration income for General Assembly in October 2014, fees charged by Knox Centre for resourcing Presbyterian Schools, and administration fees earned by the Financial Services Department. In addition there was an insurance settlement that recovered some legal fees incurred in the prior year.

Operating Expenditure for the year to 30 June 2015.



The **Ministers' Beneficiary Fund** provides income for ministers' retirement. It is calculated at 9.7% of the basic stipend and supplements contributions made by each minister out of their stipend. This expense is funded entirely from parish contributions incorporated in Assembly Assessment.

Overseas Mission.

(<http://www.presbyterian.org.nz/national-ministries/global-mission>)

The Global Mission function of PCANZ supports partner churches, primarily in :

- Vanuatu, where PCANZ sponsors a missionary couple located in Talua
- Myanmar, through a collaboration with St Columba in Botany Downs (the Rice Bowl Fund)
- North India. PCANZ supports a hospital and schools, partly with funds that have been transferred from the Friends of Jagadhri support group.

In addition the Moderators appeal for disaster relief in Vanuatu generated about \$160,000 in donations. By the end of June, \$43,000 of this fund been used.

Governance covers the operations of the Council of Assembly and associated committee's primarily the Resource and Leadership sub-committees and the National Assessment workgroup. In addition there are Council led activities regarding Book of Order advice, complaints process, the personnel workgroup and ministry review process.

Local Mission expense for the year was \$1,347,996 or 26% of total expenditure:

Presbyteriaian Youth Mission	223,023
Press Go	222,412
Kids Friendly	152,432
Te Aka Puaho	120,000
Moderator	113,277
Presbyterian Foundation grants	105,000
Asian Mission	93,445
Pacific Island Synod grant	78,385
Presbytery grants	65,000
Turakina Maori Girls College	60,000
Church Schools Resource Office	54,754
Uniting Congregations	48,000
Sundry/Contingency	12,269
	<hr/>
	1,347,996

Administration Expense in the year to June 2015 totalled \$1,675,889:

Presbyterian Research Centre	422,380
Financial Services	352,995
Communications	285,886
Central Office Services	248,600
Assembly Executive Secretary	191,480
Legal Expenses	117,996
Employment Advisor	30,296
Sundry Administration Expense	26,257
	<hr/>
	1,675,889

Knox Centre for Ministry and Leadership

(Text extracted from Knox Centre website: <http://knoxcentre.ac.nz/>)

The Knox Centre for Ministry and Leadership forms ministers and leaders for services in the Presbyterian Church. We work in partnership with a variety of groups and networks including Te Aka Puaho, the Pacific Island Synod, Asian Mission and congregations.

In addition to training people for National Ordained Ministry, Knox Centre also provides training for Local Ordained Ministers, Local Ministry Teams and other recognised ministries in the Church. We support presbyteries and congregations in their leadership development, and help resource continuing ministry formation among the Presbyterian Church's ministers and elders.

2. Mileage Rates Update

I have been advised by the Inter Church Bureau that vehicle mileage reimbursement rates for 2015-16 have been confirmed and are as follows:

- Up to 14,000 km annual running for all purposes - reimburse work running at 71 cents (71 cents).
- Up to 20,000 km annual running for all purposes - reimburse at 58 cents (58 cents).
- Up to 26,000 km annual running for all purposes - reimburse at 51 cents (51 cents).
- For mileage beyond chosen band range - reimburse at 28 cents (28 cents).

Please advise if you require a copy of the ICB communication.

3. Reminder of Christian Supply Chain product discount offer

This is a reminder that all churches and Presbyterian parishioners are entitled to discounts on products and services offered through Christian Supply Chain Buying Group (CSC). You do not have to sign up but you will need a CSC Presbyterian membership discount card to access discounts. Please refer to the i advertising material and image of Presbyterian membership discount card, which are available on request from this office:



 Present card in store
& quote AllChurches


 Acc No 127612
TRADE STORES ONLY

 MUST BOOK AT besthotel
deals.co.nz/AllChurches
Promocode: CSC

 Commercial Customer
CSCBG AllChurches

 Acc No 2088678

 Acc No CSCB4

 Acc No 9999 ... -0051

 CDP ID 7298615067

Powered by CSC Buying Group
www.csc.org.nz





CSC BUYING GROUP
NEW ZEALAND

CSC BUYING GROUP

PRESBYTERIAN CHURCH OF AOTEAROA NZ MEMBER BENEFIT DISCOUNT CARD

Below is information regarding the CSC Buying Group suppliers and their products as shown on the above member benefit discount card. Your card gives you access to discounted pricing. This information is confidential and is not to be given to anyone under any circumstances without written permission from CSC Buying Group.

Simply present your Presbyterian Church member benefit discount card at point of sale to receive the contracted pricing.

Beaurepaires	Tyres	Discount: Website:	Up to 15% off Dunlop & Goodyear tyres www.beaurepaires.co.nz
Dulux	Paint	Discount: Website:	Excellent rate off paint www.dulux.co.nz Purchase from DULUX TRADE STORES only – open the Dulux website and click Trade – a “Find a Dulux Trade Outlet” link is at the bottom of the page. Helpline 0800 800 424
Millennium & Copthorne Hotels NZ	Excellent hotel accommodation throughout NZ.	Discount: Website:	20% off daily room rate www.besthoteldeals.co.nz/AllChurches Type CSC in the promo code area & click “show me rates”
Noel Leeming	Appliances & technology	Discount: Website:	Cost plus 13% FLYBUYS Excellent discounts available www.noelleeming.co.nz Discount does not apply to Apple products
OfficeMax	Office stationery, computer consumables, technology, furniture, safety gear & much more!	Discount: Website:	Up to 20% www.officemax.co.nz Use your card at any OfficeMax store
PlaceMakers	Building supplies & equipment	Discount: Website:	Varies with each product www.placemakers.co.nz
Repco	Automotive & marine supplies & accessories	Discount: Website:	10% off most items www.repco.co.nz
Thrifty NZ	Vehicle rental	Discount: Website:	Up to 35% off standard rate www.thrifty.co.nz

www.csc.org.nz POWERED BY CSC BUYING GROUP

In addition churches (not individuals) are entitled to discounts from a range of other suppliers on accounts. Please go to the CSC website (csc.org.nz) or contact me for further details.

Appendix 1:

Presbyterian Church of Aotearoa New Zealand.

Income and Expenditure by Function for the period to 30 June 2015

	<u>Income</u>		<u>Expenditure</u>		<u>Operating Surplus/Loss</u>	
	<u>Actual</u>	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>
Governance						
Council of Assembly	-	-	38,397	62,000	(38,397)	(62,000)
Council Task Groups	-	-	66,055	47,000	(66,055)	(47,000)
	-	-	104,452	109,000	(104,452)	(109,000)
Administration						
Assembly Executive Secretary	-	-	191,480	231,000	(191,480)	(231,000)
Central Office Services	-	-	248,600	260,000	(248,600)	(260,000)
Presbyterian Research Centre	190,848	146,000	422,380	378,000	(231,532)	(232,000)
Legal	-	-	117,996	150,000	(117,996)	(150,000)
Property	141,000	116,000	-	-	141,000	116,000
Employment Advisor	-	-	30,296	43,000	(30,296)	(43,000)
Sundry Administration Expense	498,126	514,000	26,257	10,000	471,869	504,000
Communications	20,172	30,000	285,886	326,000	(265,714)	(296,000)
Financial Services	33,535	15,000	352,995	312,000	(319,460)	(297,000)
	883,680	821,000	1,675,889	1,710,000	(792,209)	(889,000)
Mission						
Global Mission	315,993	311,000	424,145	448,000	(108,152)	(137,000)
Presbyterian Youth Mission	61,426	67,000	223,023	231,000	(161,597)	(164,000)
Press Go	14,169	30,000	222,412	241,000	(208,243)	(211,000)
Kids Friendly	13,256	18,000	152,432	170,000	(139,176)	(152,000)
Te Aka Puaho	-	-	120,000	120,000	(120,000)	(120,000)
Moderator	-	-	113,277	114,000	(113,277)	(114,000)
Presbyterian Foundation	-	-	105,000	120,000	(105,000)	(120,000)
Asian Mission	39,578	43,000	93,445	97,000	(53,867)	(54,000)
PI Synod	-	-	78,385	78,000	(78,385)	(78,000)
Presbytery Grants	-	-	65,000	65,000	(65,000)	(65,000)
Turakina Maori Girls College	-	-	60,000	-	(60,000)	-
Church Schools Resource Office	22,380	59,000	54,754	54,000	(32,374)	5,000
Uniting Congregations	-	-	48,000	57,000	(48,000)	(57,000)
Disaster Relief (Vanuatu)	43,731	-	43,731	-	-	-
Sundry/Contingency	51,533	51,000	12,269	95,000	39,264	(44,000)
	562,065	579,000	1,815,873	1,890,000	(1,253,807)	(1,311,000)
Ministry						
Ministers Beneficiary Fund	-	-	1,303,000	1,303,000	-1,303,000	-1,303,000
Knox Centre	1,267,090	1,199,000	1,193,896	1,256,000	73,194	(57,000)
	1,267,090	1,199,000	2,496,896	2,559,000	(1,229,806)	(1,360,000)
General Assembly 2014	225,998	260,000	182,878	260,000	43,120	0
Parish Contributions						
Assembly Assessment (excl BF)	3,075,728	3,107,000	-	-	3,075,728	3,107,000
CV Contributions	339,676	316,000	-	-	339,676	316,000
	3,415,404	3,423,000	0	0	3,415,404	3,423,000
Total	6,354,238	6,282,000	6,275,988	6,528,000	78,250	(246,000)