



St Peter's Cathedral, Adelaide

Financial Report
for the Year Ended 31 December 2017

St. Peter's Cathedral, Adelaide

Income & Expenditure Statement for the Year Ended 31 December 2017

	<u>Note</u>	<u>2017</u>	<u>2016</u>
		\$	\$
<u>Income</u>			
Planned Giving		222,666	219,232
Open Plate Collections		87,969	80,866
Donations for Property Costs		18,531	19,746
Music Foundation Grants: Music Dept		30,000	30,000
Other Donations, Fundraising and other income		30,237	39,583
Fees for Services		31,560	30,761
Investment Income	2	85,641	84,949
Property Income		128,628	124,242
Cathedral and Hall Use		44,678	40,602
Cathedral Shop		23,351	25,140
Mission Offerings		6,649	4,718
		<u>709,910</u>	<u>699,840</u>
<u>Expenditure</u>			
Ministry		191,598	185,665
Worship, Music and Organ		90,578	99,263
Office Support		178,402	181,793
Synodal Assessments		49,702	48,016
Insurance		24,528	21,253
AFSA Loan Interest		5,276	7,225
Property Costs and Depreciation	1b, 3, 7	60,516	52,984
Cathedral Conservation Works		39,400	
Council Rates & Utilities		31,065	34,272
Missions	4	16,473	14,492
		<u>687,538</u>	<u>644,962</u>
Operating Surplus/(Deficit) from regular activities		22,372	54,878
<i>Organ Project</i>			
Music Foundation Grants: Organ Project	1j	244,612	52,190
Other Income: Organ Project		13,966	-
Organ Restoration Costs	1j	(255,375)	(52,190)
General Bequests	1k	82,905	277,513
Restricted Bequests (ex Dean and Chapter)	1k	-	24,293
<i>Other activities</i>			
Memorial Garden Income	1e, 9	12,968	2,182
Memorial Garden expenditure		(1,080)	(500)
Restoration Fund Income	1f, 10	-	23,766
Restoration Fund Expenditure		-	(73,436)
Green Cathedral Project expenditure	1g, 11	-	-
Net Surplus/(Deficit) from all activities		120,368	308,697
<i>Transfers between funds</i>			
Transfer (to)/from Memorial Garden Reserve	1e, 9	(11,888)	(1,682)
Transfer (to)/from Restoration Project Reserve	1f, 10	-	49,669
Transfer (to)/from Green Cathedral Project Reserve	1g, 11	-	-
Accumulated General Fund at beginning of year		2,164,458	1,807,774
Accumulated General Fund at end of year		2,272,938	2,164,458

The accompanying notes form part of this financial report

St. Peter's Cathedral, Adelaide
Balance Sheet as at 31 December 2017

	<u>Note</u>	<u>2017</u>	<u>2016</u>
<u>Current Assets</u>			
Cash at BankWest		84,548	107,162
Cash at Anglican Funds SA		1	1
Restoration Fund: National Trust SA	1f, 10	11	11
Sundry Debtors and accrued income		80,564	72,103
Lakeman Bequest Fund accrued income	12	1,022	971
Total Current Assets		166,146	180,248
<u>Non-Current Assets</u>			
Diocesan Green Shoots int.free Term Deposit		-	25,000
Anglican Funds SA Endowment Fund: Unrestricted	5a	1,675,479	1,524,421
Anglican Funds SA Endowment Fund: Restricted	5b	27,476	26,304
Lakeman Bequest Fund investments	12	41,132	37,415
Freehold Property	6	14,825,000	14,825,000
Plant & Equipment	7	5,631	8,984
Total Non-Current Assets		16,574,718	16,447,124
TOTAL ASSETS		16,740,864	16,627,372
<u>Current Liabilities</u>			
AFSA Loan		41,053	40,853
Sundry Creditors		25,834	71,385
Other Specific Project provisions		648	1,033
Provision for Staff Benefits		46,028	43,834
Provision - Ministry Accounts		767	2,352
Total Current Liabilities		114,330	159,457
<u>Non-Current Liabilities</u>			
AFSA Loan		73,359	109,201
TOTAL LIABILITIES		187,689	268,659
NET ASSETS		16,553,175	16,358,713
<u>Member Funds</u>			
General Fund Accumulated Surplus		2,272,938	2,164,458
Investments Revaluation Reserve	5	358,304	287,979
Freehold Revaluation Reserve	8	13,765,976	13,765,976
Memorial Garden Fund	1e, 9	68,363	56,475
Restoration Fund	1f, 10	42,665	42,665
Green Cathedral Project	1g, 11	2,775	2,775
Lakeman Bequest Fund	1h, 12	42,154	38,386
TOTAL MEMBER FUNDS		16,553,175	16,358,713

The accompanying notes form part of this financial report

St Peter's Cathedral, Adelaide

Notes to the Financial Report for the Year Ended 31 December 2017

Note 1 Statement of significant accounting policies

This financial report is a special purpose financial report, which has been prepared specifically for Members of the Cathedral Council and the Synod of the Diocese of Adelaide of the Anglican Church of Australia Incorporated in accordance with the Cathedral Ordinance 2013 and related Ordinances. The Council has determined that the association is not a reporting entity.

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

AASB 1031: Materiality

AASB 110: Events occurring after the Balance Sheet Date

No other applicable accounting standards, Urgent Issues Group Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

It has been prepared on the basis of historical cost and does not take into account changing money values or except where stated current valuation of non current assets.

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

(a) Employee Entitlements

Provision for employee entitlements has been made for all employees in accordance with the relevant industrial agreements and contracts utilising costs which prevailed at the end of the year.

(b) Depreciation

No provision is made for the depreciation of buildings. Plant and equipment is generally depreciated over its useful life on a prime cost basis.

(c) Freehold Property

The Freehold Property is owned by the Synod and held on behalf of St Peter's Cathedral. Freehold Property was revalued to the State Government Valuation 2016 in accordance with the policy of the Synod of the Diocese of Adelaide to revalue property every three years.

(d) Investments

All equity investments are now held in Units of the Endowment Fund of Anglican Funds South Australia, and are shown at market value.

(e) Memorial Garden Fund

Fees received for Licences for a Memorial Garden Plot and the provision of a Memorial Paving Stone are recorded as a distinct fund. Costs in establishing and maintaining the Memorial Garden are charged against this fund; transactions are set out in note 9.

(f) Cathedral Restoration Fund

The National Trust of South Australia Inc. holds the invested funds arising from tax deductible donations and interest received, less amounts expended, for the purposes of the Cathedral Restoration Projects. Transactions are set out in note 10.

(g) The Green Cathedral Project

Fundraising and grant income and project expenditure for the Green Cathedral Project are reported in this separate fund; transactions are set out in note 11.

(h) The Lakeman Bequest Fund

The fund was established by a bequest from the late Frederick Allen Lakeman for the purpose of maintaining the Cathedral bells. Transactions of the Lakeman Bequest Fund are set out in Note 12.

(i) Goods and Services Tax

Income, expenditure and assets are recognised net of the amount of GST, except where the GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the Balance Sheet are shown inclusive of GST.

(j) Organ Restoration Project

The Council has entered into a contract with Harrison & Harrison of Durham, UK to restore the Cathedral Organ at a cost of £599,768. To date, \$309,073.31 has been spent on the project, supported by grants totalling \$296,803 from St Peter's Cathedral Music Foundation Inc which is supporting an appeal to raise the funds required.

(k) Bequests

Bequests for the general purposes of the Cathedral were received during the year. In accordance with Diocesan Policy, the capital has been invested in Anglican Funds SA Endowment Units, with the income available for the Cathedral Council's use.

St Peter's Cathedral, Adelaide

Notes to the Financial Report for the Year Ended 31 December 2017

	<u>2017</u>	<u>2016</u>
	\$	\$
Note 2 Investment Income and Bank Interest		
Anglican Funds SA Endowment Fund - Note 5		
Profit on redemption of units	-	-
Cathedral fund (adjusted by debtors)	83,269	79,869
Formerly Dean and Chapter	1,366	4,583
Endowment Income	<u>84,635</u>	<u>84,452</u>
Interest Received and Profit Share		
Anglican Funds SA - Profit Share	-	-
BankWest	1,006	497
Total Interest and Profit Share	<u>1,006</u>	<u>497</u>
Total Investment Income and Bank Interest	<u><u>85,641</u></u>	<u><u>84,949</u></u>
Note 3 Property Costs		
Cathedral Lodge repairs, painting etc	3,110	5,505
Other Property Costs	93,454	44,127
Total Other Property Costs	<u>96,564</u>	<u>49,632</u>
Note 4 Mission donations and Grants paid		
ABM: Art Show	5,000	5,000
ABM: Other donations	4,767	3,864
The Magdalene Centre	5,000	5,000
The Christmas Bowl Appeal	-	127
Anglicare	300	500
Other Missions	1,406	-
	<u>16,473</u>	<u>14,492</u>
Note 5 Investments in Anglican Funds SA Endowment Units		
5a Cathedral General Account :-		
Balance at beginning of year at book cost	1,238,453	960,940
Cash invested in AFSA units at cost	81,905	277,513
Half-yearly distributions reinvested in AFSA units	-	-
Less Cost of units redeemed	-	-
Balance at end of year - at cost	<u>1,320,358</u>	<u>1,238,453</u>
<u>Movement between cost and market value</u>		
Investments where market value exceeds cost: Revaluation Reserve - Balance Sheet	355,121	285,968
Shortfall of Investment Value over Cost: Impairment - Income & Expenditure Statement	-	-
Value of AFSA Units at Year End - at market value	<u>1,675,479</u>	<u>1,524,421</u>
5b Restricted Accounts (formerly held by the Dean & Chapter Inc) :-		
Balance at beginning of year at book cost	24,293	-
AFSA units transferred at cost (July 2016)	-	24,293
Balance at end of year - at cost	<u>24,293</u>	<u>24,293</u>
<u>Movement between cost and market value</u>		
Investments where market value exceeds cost: Revaluation Reserve - Balance Sheet	3,183	2,011
Shortfall of Investment Value over Cost: Impairment - Income & Expenditure Statement	-	-
Value of AFSA Units at Year End - at market value	<u>27,476</u>	<u>26,304</u>

St Peter's Cathedral, Adelaide

Notes to the Financial Report for the Year Ended 31 December 2017

	<u>2017</u>	<u>2016</u>
	\$	\$
Note 6 Freehold Property (see note 1c)		
Cathedral - State Valuation	8,800,000	8,800,000
Cathedral Office and Halls - State Valuation	2,800,000	2,800,000
Deanery - State Valuation	1,375,000	1,375,000
Cathedral Lodge - State Valuation	1,850,000	1,850,000
	<u>14,825,000</u>	<u>14,825,000</u>
Note 7 Plant & Equipment		
Balance at beginning of year - at cost	158,031	158,031
Balance at end of year - at cost	158,031	158,031
Accumulated depreciation	(152,400)	(149,048)
Written down value	<u>5,631</u>	<u>8,984</u>
Note 8 Freehold Revaluation Reserve		
Accumulated balances at beginning of the year	13,765,976	12,040,976
Revaluation increments arising from Updated Valuation	-	1,725,000
	<u>13,765,976</u>	<u>13,765,976</u>
Note 9 Memorial Garden Fund		
Balance at beginning of year	56,475	54,793
Licence fees received for Memorial Plots	12,968	2,182
Memorial Garden payments	(1,080)	(500)
Fund balance at end of the year	<u>68,363</u>	<u>56,475</u>
Note 10 Cathedral Restoration Fund		
Balance at beginning of year	42,665	92,334
Interest	-	666
Donations and Grants	-	23,100
Restoration Project Expenditure	-	(73,436)
Fees and Charges	-	-
Fund balance at end of the year	<u>42,665</u>	<u>42,665</u>
Funds held in National Trust SA bank account	11	11
Funds held in Cathedral BankWest account	42,654	42,654
	<u>42,665</u>	<u>42,665</u>
Note 11 The Green Cathedral Project		
Opening Reserve	2,775	2,775
Fundraising	-	-
Other project costs	-	-
Future expenditure provision at 31 December	<u>2,775</u>	<u>2,775</u>
Note 12 The Lakeman Bequest Fund		
Assets of the Fund:		
Units in Anglican Development Fund - at book cost	31,901	29,933
Unrealised gain/(loss) in units value over cost	9,231	7,481
Investment value of Units at year end	41,132	37,415
Add: Income accrued at year end	1,022	971
	<u>42,154</u>	<u>38,386</u>
Fund Balance		
Accumulated balance at beginning of the year	38,386	36,869
Fund income from distributions - reinvested in units	2,019	1,918
Increase/(decrease) in unrealised value of units	1,749	(400)
	42,154	38,386
Less: Units redeemed to pay for maintenance of the bells:		
Proceeds from sale of units	-	-
Value realised greater than cost of the units	-	-
Accumulated balance at end of the year	<u>42,154</u>	<u>38,386</u>

St. Peter's Cathedral, Adelaide
Financial Report for the Year Ended 31 December 2017
Statement by Members of the Cathedral Council

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

In the opinion of the Council the accompanying income & expenditure statement, balance sheet and notes:

- (a) present fairly the financial position of St Peter's Cathedral as at 31 December 2017 and its performance for the year ended on that date; and
- (b) at the date of this statement there are reasonable grounds to believe that the Cathedral will be able to pay its debts as and when they fall due.

Signed in accordance with a resolution of the Cathedral Council

Place: North Adelaide

Date: 15 March 2018



Dean



Treasurer