



**ANGLICAN CHURCH OF SOUTHERN AFRICA - DIOCESE OF
JOHANNESBURG
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

**ECOVIS ARB Auditors Inc.
Chartered Accountants (S.A.)
Registered Auditors**

Anglican Church of Southern Africa - Diocese of Johannesburg
Annual Financial Statements for the year ended 31 December 2014

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The reports and statements set out below comprise the annual financial statements presented to the Trustees:

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Level of assurance

The annual financial statements are audited.

Published

31 May 2016

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Trustees' Responsibilities and Approval

The Trustees are responsible for the maintenance of adequate accounting records and the preparation and integrity of the annual financial statements and related information. The Trustees are responsible for determining that the annual financial statements are in agreement with the Canons and Constitution of the Anglican Church of Southern Africa and the Rules of the Diocese of Johannesburg.

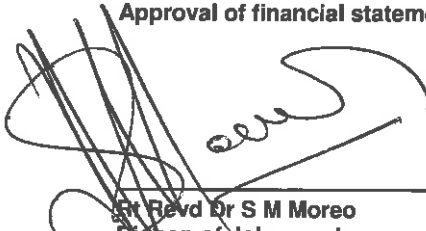
The Trustees are also responsible for the Diocese's system of internal financial control. These are designed to provide reasonable, but not absolute, assurance as to the reliability of the annual financial statements, and to adequately safeguard, verify and maintain accountability of assets, and to prevent and detect misstatement and loss. Nothing has come to the attention of the Trustees to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the year under review.

The annual financial statements have been prepared on the going concern basis, since the Trustees have every reason to believe that the Diocese has adequate resources in place to continue in operation for the foreseeable future.

The Trustees of the Diocese confirm that as at 31 December 2014, the assets of the Diocese exceeded its liabilities.

The annual financial statements set out on page 5 - 20, were approved by the Trustees on 31 May 2016 and have been signed by:

Approval of financial statements on behalf of the Diocesan Trustees



Rt Revd Dr S M Moreo
Bishop of Johannesburg



Trustee

Independent Auditor's Report

To the Trustees of the Anglican Church of Southern Africa - Diocese of Johannesburg

Report on the Financial Statements

We have audited the annual financial statements of the Anglican Church of Southern Africa - Diocese of Johannesburg as set out on pages 7 to 20, which comprise the statement of financial position as at 31 December 2014, and the statement of comprehensive income and statement of changes in equity for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

Trustees' Responsibility for the Annual Financial Statements

The Diocesan Trustees are responsible for the preparation of the annual financial statements in accordance with the basis of accounting as set out in Note 1 to the financial statements, the requirements of the Canons and Constitution of the Anglican Church of Southern Africa, and the Rules of the Diocese of Johannesburg, and for such internal controls as the Trustees determine are necessary to enable the preparation of annual financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these annual financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the annual financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the annual financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Diocese's preparation and fair presentation of the annual financial statements 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 Diocese's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the annual financial statements.

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

Opinion

In our opinion, the annual financial statements of the Anglican Church of Southern Africa - Diocese of Johannesburg for the year ended 31 December 2014 are prepared, in all material respects, in accordance with the basis of accounting described in Note 1 to the annual financial statements, and the requirements of the Canons and Constitution of the Anglican Church of Southern Africa and the Rules of the Diocese of Johannesburg.

Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention to Note 1 to the annual financial statements, which describes the basis of preparation. The annual financial statements are prepared to provide financial information to the members of the Diocese and to meet the requirements of the Canons and Constitution of the Anglican Church of Southern Africa and the Rules of the Diocese of Johannesburg. As a result, the annual financial statements may not be suitable for another purpose. Our report is intended solely for the Trustees, Members and the Diocese of Johannesburg's legal filing requirements.


Other reports

As part of our audit of the annual financial statements for the year ended 31 December 2014, we have read the Bursar's report for the purpose of identifying whether there are material inconsistencies between that report and the audited annual financial statements. The Bursar's report is the responsibility of the Trustees. Based on reading that report we have not identified material inconsistencies between it and the audited annual financial statements. However, we have not audited the Bursar's report and accordingly do not express an opinion thereon.

Independent Auditor's Report

Report on Other Legal and Regulatory Requirements

In terms of the IRBA Rule published in Government Gazette Number 39475 dated 04 December 2015, we report that ECOVIS ARB Auditors Inc. has been the auditor of the Anglican Church of Southern Africa - Diocese of Johannesburg for 3 years.


ECOVIS ARB Auditors Inc.
Per: Albert Daniel Pienaar
Director
Chartered Accountants (S.A.)
Registered Auditors

Johannesburg
31 May 2016

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Bursar's Report

The deputy bursar has pleasure in presenting his report for the year ended 31 December 2014.

1. Incorporation

The Diocese of Johannesburg is not an incorporated entity and operates as an unincorporated association not for gain.

2. State of Affairs of the Trustees and the Diocesan Finance Board

Main business and operations

The Diocesan Finance Board is responsible for the oversight of the financial and administrative affairs of the Diocese to ensure that the Diocese is managed on a sound financial footing. In terms of the provisions of Article XVIII of the Constitution of the Anglican Church of Southern Africa, it operates under authority delegated to it by the Diocesan Trustees.

3. General review of operations

The Diocese continues to struggle to raise income at a level necessary to cover its costs and once again ended the year with a deficit. The results of the activities of the Diocesan Finance Board for the year show a significant improvement over the previous year with revenue up by 7,8%. Expenses (after eliminating the effect of the prior year adjustment in the previous year of R721 178) show no increase over the previous year. The majority of the loss is attributable to the ongoing cost of funding medical aid for retired clergy.

The Trustees showed a deficit of R727 584 for the year mainly as a result of the cost of borrowing to fund the St Joseph's Diocesan Centre as well as a provision for the non-recoverability of a loan to a parish. As a result, the total deficit for the year is just over R2 million.

4. Going concern

These financial statements present the financial position of the Diocese and do not include the assets, liabilities and results of the 75 Parishes, various organisations and schools which form part of the Diocese.

The Diocesan Trustees and the Diocesan Finance Board are satisfied that the Diocese remains a going concern and will be able to meet its liabilities on an ongoing basis.

5. Basis of accounting

The Diocese comprises 75 parishes and some associated organisations which operate under the Diocesan mandate, all of which prepare and present their own financial statements.

The results of the Diocesan Deposit Fund are included in these financial statements this year having previously been presented as a separate set of accounts.

A consolidated unaudited proforma statement of financial position and comprehensive income has been separately prepared for information purposes and is not included in these financial statements.

6. Events after the reporting period

The Trustees are not aware of any matter or circumstance arising since the end of the financial year that has a material impact on the annual financial statements.

7. Auditors

ECOVIS ARB Auditors Inc. will continue in office for the next financial period.

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Bursar's Report

8. Trustees

The Trustees of the Diocese during the year and to the date of this report are as follows:

Name	Office	Date of Appointment / Resignation
Bishop Steve Moreo	Bishop of Johannesburg	Consecrated on 16 March 2013
Adv. Ronnie Bracks	Chancellor	Appointed Chancellor on 22 July 2013
Jill Oliphant	Registrar	
Tholoana Makhu	Deputy Register	Appointed on 22 July 2013
David Butcher	Synod Elected Member	
Judge Nigel Willis	Synod Elected Member	Retired on 15 May 2015
John Bellew	Synod Elected Member	Retired on 15 May 2015
Leslie Mogoro	Synod Elected Member	Retired on 15 May 2015
Thipe Mothuloe	Synod Elected Member	Appointed on 15 May 2015
Mooketsi Motsisi	Synod Elected Member	Appointed on 15 May 2015
Funeka Ndungane	Synod Elected Member	Appointed on 15 May 2015
Ludwig Frahm-Arp	Appointed Advisor	Appointed on 22 July 2013
Rick Sharland	Appointed Advisor	Appointed on 9 September 2014

9. Bursar

The Bursar, Mark Franklin tendered his resignation on 31 December 2015 and no new appointment has been made at the date of this report.

Deputy Bursar

Joel Dikgole
20 Herman Street
Sophiatown

Anglican Church of Southern Africa - Diocese of Johannesburg
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Statement of Financial Position as at 31 December 2014

Figures in Rand	Note(s)	31 December 2014	31 December 2013
Assets			
Non-Current Assets			
Computers and office equipment held by the Diocesan Finance Board	2	165 493	239 476
Property held by the Diocesan Trustees	3	10 682 934	10 675 164
Diocesan Development Fund assets held by the Trustees	4	3 529 502	3 188 394
Diocesan Deposit Fund - Net assets	5	95 533	81 026
		14 473 462	14 184 060
Current Assets			
Inventories	6	52 245	65 059
Parishes and other debtors	7	3 590 668	3 203 241
Other accounts receivable		408 935	84 472
Cash and cash equivalents	8	8 739	10 500
Other assets held by the Trustees		-	12 226
Diocesan Development Fund - Diocesan Trustees	9	3 903 188	3 721 865
Diocesan Deposit Fund - Diocesan Finance Board	10	9 050 454	7 704 763
		17 014 229	14 802 126
Total Assets		31 487 691	28 986 186
Equity and Liabilities			
Equity			
Development Fund Reserve		3 433 887	3 320 338
Accumulated Deficit - Diocesan Finance Board		(6 240 509)	(4 828 446)
Accumulated Surplus - Trustees		2 136 459	2 864 043
		(670 163)	1 355 935
Liabilities			
Non-Current Liabilities			
Diocesan Finance Board - specific funds	10	14 700 473	12 687 283
Diocesan Trustees - specific funds	11	3 903 188	3 721 865
		18 603 661	16 409 148
Current Liabilities			
Bank overdraft	8	1 065 215	599 071
Current tax payable		3 627 570	3 047 795
Due to the Diocesan Deposit Fund - Diocesan Trustees		7 379 508	6 260 577
Trade and other payables	12	1 481 900	1 313 660
		13 554 193	11 221 103
Total Liabilities		32 157 854	27 630 251
Total Equity and Liabilities		31 487 691	28 986 186

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Statement of Comprehensive Income

Figures in Rand	Note(s)	Year ended 31 December 2014	Year ended 31 December 2013
DIOCESAN FINANCE BOARD			
Income			
Donations received		63 016	12 800
Financing activities		678 655	529 207
Organisational contributions		87 900	60 000
Parishes without Rectors - Stipend Recovery		406 315	753 129
Parochial contributions		6 237 140	5 670 296
Special appeals		911 700	798 125
Special donations from Parishes		56 000	6 000
		8 440 726	7 829 557
Expenditure			
Bishop's office		(1 424 285)	(1 538 352)
Diocesan administration office	13	(2 529 602)	(3 176 711)
General Diocesan expenses		(1 000 097)	(1 067 524)
Training		(1 155 917)	(1 101 804)
Retired persons		(2 046 209)	(1 893 044)
ACSA - Common Provincial fund		(1 593 607)	(1 468 416)
Outreach		(103 072)	(320 140)
		(9 852 789)	(10 565 991)
Net deficit of Diocesan Finance Board for the year		(1 412 063)	(2 736 434)
DIOCESAN TRUSTEES			
Income from Trust assets	14	812 262	1 639 011
Expenditure relating to the Trust assets	15	(1 357 697)	(1 512 705)
Provision for non-recoverable loan to a Parish		182 149	-
Net surplus / (deficit) of the Diocesan Trustees for the year		(727 584)	126 306
Net deficit of the Diocesan Finance Board and Diocesan Trustees for the year		(2 139 647)	(2 610 128)
DIOCESAN DEVELOPMENT FUND			
Finance income - Diocesan Development Fund	16	178 023	175 897
Grants paid		(64 474)	(258 189)
Net surplus/(deficit) of Diocesan Development Fund for the year		113 549	(82 292)
Total comprehensive deficit for the year		(2 026 098)	(2 434 231)

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Statement of Changes in Equity

	Development Fund Reserve	Retained income - Diocesan Finance Board	Retained income - Diocesan Trustees	Total equity
Figures in Rand				
Balance at 01 January 2013	3 402 630	(2 092 012)	2 737 737	4 048 355
Diocesan surplus/(deficit) for the year	(82 292)	(2 736 434)	126 306	(2 692 420)
Balance at 01 January 2014	3 320 338	(4 828 446)	2 864 043	1 355 935
Diocesan surplus/(deficit) for the year	113 549	(1 412 063)	(727 584)	(2 026 098)
Balance at 31 December 2014	3 433 887	(6 240 509)	2 136 459	(670 163)

Anglican Church of Southern Africa - Diocese of Johannesburg

Annual Financial Statements for the year ended 31 December 2014

Accounting Policies

1. Presentation of annual financial statements

The annual financial statements have been prepared in accordance with the Canons and Constitution of the Anglican Church of Southern Africa and the Rules of the Diocese of Johannesburg. The annual financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Significant judgements and sources of estimation uncertainty

Critical judgements in applying accounting policies

The Trustees did not make critical judgements in the application of accounting policies, apart from those involving estimations, which would significantly affect the annual financial statements.

Key sources of estimation uncertainty

The financial statements do not include assets or liabilities whose carrying amounts were determined based on estimations for which there is a significant risk of material adjustments in the following financial year as a result of the key estimation assumptions.

1.2 Property held by the Diocesan Trustees

Property held by the Diocesan Trustees is carried at cost less accumulated depreciation and accumulated impairment losses.

The cost of investment property comprises its purchase price and any directly attributable costs incurred to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

All land and buildings acquired by parishes and institutions are registered in the name of the Diocesan Trustees as required by the Canons of the Anglican Church of Southern Africa, but only those acquired directly by the Diocesan Trustees are reflected in the statement of financial position.

Land and buildings are stated at cost. Improvements to freehold property are not depreciated. All repairs and minor renovations of buildings are written off immediately.

1.3 Computers and office equipment held by the Diocesan Finance Board

Computers and office equipment held by the Diocesan Finance Board are tangible items that are held for use in the supply of services and are expected to be used during more than one period.

Computers and office equipment held by the Diocesan Finance Board are carried at cost less accumulated depreciation and accumulated impairment losses.

Costs include costs incurred initially to acquire or construct an item of computers and office equipment held by the Diocesan Finance Board and costs incurred subsequently to add to, or replace part of it. If a replacement cost is recognised in the carrying amount of an item of computers and office equipment held by the Diocesan Finance Board, the carrying amount of the replaced part is derecognised.

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Accounting Policies

1.3 Computers and office equipment held by the Diocesan Finance Board (continued)

Depreciation is provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the computers and office equipment held by the Diocesan Finance Board as follows:

Item	Depreciation method	Average useful life
Furniture and fixtures	Straight line	10 years
Office equipment	Straight line	5 years
IT equipment	Straight line	3 years
Computer software	Straight line	2 years

The residual value, depreciation method and useful life of each asset are reviewed only where there is an indication that there has been a significant change from the previous estimate.

1.4 Parochial contributions

Each Parish promises of its own volition an annual contribution to Diocesan expenses. The financial position of each Parish varies through the year and this may affect their ability to meet the promised contribution. Accordingly the Diocesan Finance Board only brings to account contributions actually received during the year.

1.5 Financial instruments

Initial measurement

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial instruments at amortised cost

These include loans, trade receivables and trade payables. Those debt instruments are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

Financial instruments at cost

Commitments to receive a loan are measured at cost less impairment.

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably are measured at cost less impairment.

Financial instruments at fair value

All other financial instruments, including equity instruments that are publicly traded or whose fair value can otherwise be measured reliably, are measured at fair value through profit and loss.

1.6 Diocesan Deposit Fund accounting

The Diocesan Deposit Fund holds funds in Trust for various parishes and diocesan organisations and invests the funds on their behalf. Therefore only the net balance of the assets and liabilities is incorporated into the Statement of Financial Position.

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Accounting Policies

1.7 Leases

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership to the lessee. All other leases are operating leases.

Operating leases – lessee

Operating lease payments are recognised as an expense on the straight-line basis over the lease term unless:

- another systematic basis is representative of the time pattern of the benefit from the leased asset, even if the payments are not on that basis, or
- the payments are structured to increase in line with expected general inflation (based on published indexes or statistics) to compensate for the lessor's expected inflationary cost increases.

Any contingent rents are expensed in the period they are incurred.

1.8 Inventories

Inventories are measured at the lower of cost and estimated net selling price, on the first-in, first-out (FIFO) basis.

1.9 Impairment of assets

The Diocese assesses at each reporting date whether there is any indication that computers and office equipment held by the Diocesan Finance Board may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in profit or loss.

1.10 Employee benefits

Short-term employee benefits

The cost of short-term employee benefits, (those payable within 12 months after the service is rendered, such as leave pay and sick leave, bonuses, and non-monetary benefits such as medical care), are recognised in the period in which the service is rendered and are not discounted.

1.11 Provisions and contingencies

Provisions are recognised when the Diocese has an obligation at the reporting date as a result of a past event; it is probable that the Diocese will be required to transfer economic benefits in settlement; and the amount of the obligation can be estimated reliably.

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognised as interest expense.

Provisions are not recognised for future operating losses.

1.12 Borrowing costs

Borrowing costs are recognised as an expense in the period in which they are incurred.

1.13 Trade and other receivables

Trade and other receivables originated by the Diocese are stated at cost less provision for doubtful debts.

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Annual Financial Statements for the year ended 31 December 2014

Accounting Policies

1.14 Cash and cash equivalents

Cash and cash equivalents are measured at fair value.

1.15 Investment income

Interest is recognised on a time proportion basis, taking account of the principal outstanding and the effective rate over the period.

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Annual Financial Statements for the year ended 31 December 2014

Notes to the Annual Financial Statements

	Year ended 31 December 2014	Year ended 31 December 2013
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Figures in Rand

2. Computers and office equipment held by the Diocesan Finance Board

Summary of computers and office equipment held by the Diocesan Finance Board

	2014			2013		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Computers and office equipment	944 302	(778 809)	165 493	940 087	(700 611)	239 476

Reconciliation of computers and office equipment held by the Diocesan Finance Board - 2014

	Opening balance	Additions	Depreciation	Total
Computers and office equipment	239 476	4 214	(78 197)	165 493

Reconciliation of computers and office equipment held by the Diocesan Finance Board - 2013

	Opening balance	Additions	Depreciation	Total
Computers and office equipment	155 144	161 617	(77 285)	239 476

3. Property held by the Diocesan Trustees

Reconciliation of property held by the Diocesan Trustees - 2014

	Opening balance	Additions resulting from capitalised subsequent expenditure	Disposals	Total
Investment property	10 675 164	7 771	(1)	10 682 934

Details of properties

Bishop's House, 4 Crescent Drive, Westcliff	274 529	274 529
Erven 312 and 313, Parktown	=	1
St. Joseph's Centre, Sophiatown	10 408 404	10 400 634
	10 682 933	10 675 164

Erven 312 and 313, Parktown were transferred to the Cathedral and St George's Parktown respectively during the year under review.

Other properties

Properties held in the financial statements of parishes and Diocesan organisations are not included in the above as they appear in the individual financial records of the relevant parishes, however they are registered per the title deeds in the name of the Trustees of the Diocese of Johannesburg. The insured value of these properties as at 31 December 2014 was R1 287 502 770 (2013 : R1 287 502 770). In addition, properties owned by various Diocesan organisations and schools are also registered in the name of the Trustees of the Diocese but have not been included in the insured value.

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Figures in Rand	Year ended 31 December 2014	Year ended 31 December 2013
4. Development fund assets held by the Trustees		
Undeveloped property in Ruimsig		
Portion 1, Lot 52 12th Avenue Ruimsig	120 000	120 000
Community centre in Randfontein		
Kaphadisa Street, Mohlakeng	245 720	245 720
Undeveloped property in Cosmo City		
Land - Cosmo City	167 158	155 167
Diocesan Deposit Fund		
Funds on deposit - Development Fund	1 034 502	754 625
Loans to Parishes and Institutions		
Buitfontein	29 399	14 063
Cosmo City	-	1 500
East Bank Parish	388 296	256 038
Hillbrow	30 076	40 428
Phakamani	298 511	346 143
Protea Glen	514 846	544 408
Rabie Ridge	97 385	92 677
Randfontein	178 223	183 023
Ruimsig	135 026	128 498
Simunye	290 360	306 104
	1 962 122	1 912 882
Total	3 529 502	3 188 394

The above loans to Parishes and institutions are unsecured, bear interest at 5% (2012: 5%) and are being repaid at agreed monthly rates based on the individual circumstances of the borrower.

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Notes to the Annual Financial Statements

Figures in Rand	Year ended 31 December 2014	Year ended 31 December 2013
5. Diocesan Deposit Fund - Net assets		
Diocesan Deposit Fund liabilities		
Parishes	(25 950 813)	(23 879 336)
Diocesan Trustees - specific funds	(4 513 391)	(4 096 894)
Diocesan Finance Board - specific funds	(11 157 720)	(9 694 646)
Diocesan organisations	(10 099 510)	(8 019 618)
Sundry creditors	(142 866)	(234 330)
Total Diocesan Deposit Fund liabilities	(51 864 300)	(45 924 824)
Diocesan Deposit Fund assets		
Property loan - Diocesan Trustees	7 295 659	6 176 728
Funds on short-term deposit with Stanlib	24 926 067	22 795 726
Cash at bank	591 169	718 367
Diocesan Finance Board - short term loan	5 554 491	4 901 500
Medium term loans to Diocesan units (see detail below)	13 592 447	11 413 529
Total Diocesan Deposit Fund assets	51 959 833	46 005 850
Diocesan Deposit Fund liabilities	(51 864 300)	(45 924 824)
Diocesan Deposit Fund assets	51 959 833	46 005 850
Total net Diocesan Deposit Fund assets	95 533	81 026
Medium term loans to Diocesan units		
Parish of Alexandra	139 356	47 512
Parish of Fochville	404 966	567 221
Parish of Diepkloof - St Stephen's	377 232	435 692
Parish of Discovery	245 147	893 494
Parish of Halfway House	843 589	201 633
Parish of Newclare	47 473	131 716
Parish of Krugersdorp	583 491	338 509
Parish of Ruimsig	24 853	23 188
Parish of Fourways Gardens	1 341 049	992 323
Parish of Randburg	-	168 778
Aids Ministry Fund	-	64 363
Mothers' Union - Parish of Jabavu	46 976	53 746
Bishop Bavin School	8 681 304	6 512 675
Sundry Loans	876 313	982 680
	13 611 749	11 413 530
6. Inventories		
Books, stationery and Church supplies	52 245	65 059
7. Parishes and other debtors		
Cathedral and Parishes for tax	3 440 031	2 860 256
Trade receivables	150 637	342 985
	3 590 668	3 203 241

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Notes to the Annual Financial Statements

Figures in Rand	Year ended 31 December 2014	Year ended 31 December 2013
8. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Cash on hand	8 739	10 500
Bank overdraft	(1 065 215)	(599 071)
	(1 056 476)	(588 571)
Current assets	8 739	10 500
Current liabilities	(1 065 215)	(599 071)
	(1 056 476)	(588 571)

9. Diocesan Development Fund - Diocesan Trustees

Figures in Rands	2014	2013
Bishop's Appeal 00 Greenfields' Parish	131 105	123 807
Bishop's Appeal 96 Clergy Housing	271 447	256 338
Bishop's Appeal 97 Moveable Church	287 793	271 609
Huddleston Memorial Church	2 108 788	1 991 406
Sophiatown Huddleston Memorial Church	990 774	971 729
St Ansgar's Land Proceeds	113 281	106 976
	3 903 188	3 721 865

Please refer to Note 11 for the corresponding liabilities.

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Notes to the Annual Financial Statements

Figures in Rand	Year ended 31 December 2014	Year ended 31 December 2013
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10. Diocesan Finance Board - specific funds

Reconciliation of funds administered by the Diocesan Finance Board - 2014

	Opening balance	Contributions from Parishes	Grants	Interest received	Total
Diocesan Deposit Fund - short term loan	4 901 494	-	652 991	-	5 554 485
Joint Ordination Candidates Fund	598 388	-	(8 060)	17 402	607 730
Pensioners Medical Fund	3 461 617	1 032 000	(117 198)	234 396	4 610 815
Group Life Benefit Fund	2 395 883	42 210	-	142 317	2 580 410
Clergy and Family Education Fund	1 248 875	-	(68 482)	71 106	1 251 499
Diocesan Deposit Fund	81 026	14 508	-	-	95 534
	12 687 283	1 088 718	459 251	465 221	14 700 473

Diocesan Deposit Fund

Balance at beginning of year	81 026	79 750
Income		
Interest received - Diocesan sources	2 277 582	1 953 697
Interest received - Third parties	1 444 726	1 285 024
	3 803 334	3 318 471
Expenses		
Audit fees	(38 478)	(30 000)
Bank charges	(12 067)	(21 717)
Diocesan Finance Board admin fee	(297 654)	(246 316)
Interest paid	(3 344 617)	(2 939 412)
Loss on investment	(14 984)	-
	(3 707 800)	(3 237 445)
	95 534	81 026

11. Diocesan Trustees - specific funds

Bishop's Appeal 00 Greenfields Parish	131 105	123 807
Bishop's Appeal 96 Clergy Housing	271 447	256 338
Bishop's Appeal 97 Moveable Churches	287 793	271 609
Huddleston Memorial Church	2 108 788	1 991 406
Sophiatown Huddleston Memorial Church	990 774	971 729
St Ansgar's land proceeds	113 281	106 976
	3 903 188	3 721 865

Please refer to Note 9 for the corresponding assets.

Non-current liabilities

At amortised cost	3 903 188	3 721 865
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Figures in Rand	Year ended 31 December 2014	Year ended 31 December 2013
12. Trade and other payables		
Advance payments	16 218	16 218
Provision for costs relating to property sales	450 000	450 000
Accrued expenses	-	79 622
Provision for leave pay	98 737	90 000
Provision for audit fees	738 722	627 641
Provision for non-recoverable Parish loans	178 223	-
Other payables	-	50 179
	1 481 900	1 313 660
13. Audit fees		
Audit fees relating to 2010/2011	-	341 104
Audit fees relating to 2012	-	190 037
Audit fees relating to 2013	-	190 037
Audit fees relating to 2014	190 037	-
	190 037	721 178
<p>Diocesan administration office expenses relating to the Diocesan Finance Board includes audit fees amounting to 2014: R190 037 (2013: R721 178), which has been divided as per the above.</p>		
14. Income from Trust assets		
St. Joseph's Centre - Rental Received	(318 150)	(162 280)
St Elizabeth Creche proceeds insurance claim	(5 888)	418 609
Net proceeds on sale of property	-	959 123
St. Joseph's Centre - Donations from Parishes	(500 000)	(99 000)
	(824 038)	1 116 452
15. Expenditure relating to Trust assets		
St. Joseph's Centre - salaries and municipal expenses	(737 621)	(933 648)
Interest paid	(535 306)	(541 440)
Legal fees	(28 757)	(29 822)
Sundry expenses	(56 013)	(7 795)
	(1 357 697)	(1 512 705)
16. Finance income - Diocesan Development Fund		
Net interest on loans to Parishes	67 846	73 549
Net interest from the Diocesan Deposit Fund	110 177	102 348
	178 023	175 897

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Notes to the Annual Financial Statements

Figures in Rand	Year ended 31 December 2014	Year ended 31 December 2013
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17. Taxation

The Diocese, inclusive of all parishes and those Diocesan organisations which have not registered as Public Benefit Organisations in their own right, has been approved as a Public Benefit Organisation in terms of Section 30 of the Income Tax Act ("the Act"). Accordingly, receipts and accruals derived from activities that are integral to the functioning of the Diocese in pursuit of its principal object and which do not result in unfair competition with taxable entities (referred to as "net commercial income") are exempt from income tax in terms of section 10(1)(cN) of the Act. Income tax is payable on net commercial income to the extent that receipts and accruals therefrom exceed 5% of the total receipts and accruals of the Diocese. Such net income is taxable at 28% (2013: 28%).

18. Going concern

These financial statements present the financial position of the Diocese and do not include the assets, liabilities and results of the 75 Parishes, various organisations and schools which form part of the Diocese.

The Diocesan Trustees and the Diocesan Finance Board are satisfied that the Diocese remains a going concern and will be able to meet its liabilities on an ongoing basis.

19. Contingent liabilities

The Diocese has a contingent liability in respect of the funding of future payments to retired clergy in respect of augmented pensions and post-retirement medical aid. Whilst the amount is material, the amount of the contingent liability at the date of these financial statements had not been determined.

20. Comparative figures

The financial statements include the Diocesan Deposit Fund for the first time.

The following has been included in the 2013 financial year relating to the Diocesan Deposit Fund:

Statement of Financial Position		
Retained income	-	(81 026)
Sundry creditors	-	(234 330)
Funds received for short term investment	-	(40 918 594)
Cash at bank	-	718 367
Funds on short term deposit with Stanlib	-	22 795 726
Interfund Account Trustees	-	6 176 728
Medium term loans to Diocesan units	-	11 543 128