

Treasurer's report for the year ended 31 December 2018

Dear Parishioners

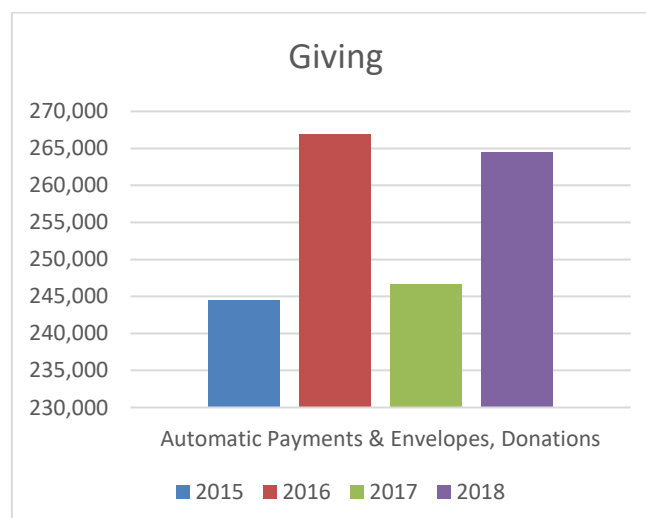
It is my pleasure to present the full year's financial report for 2018.

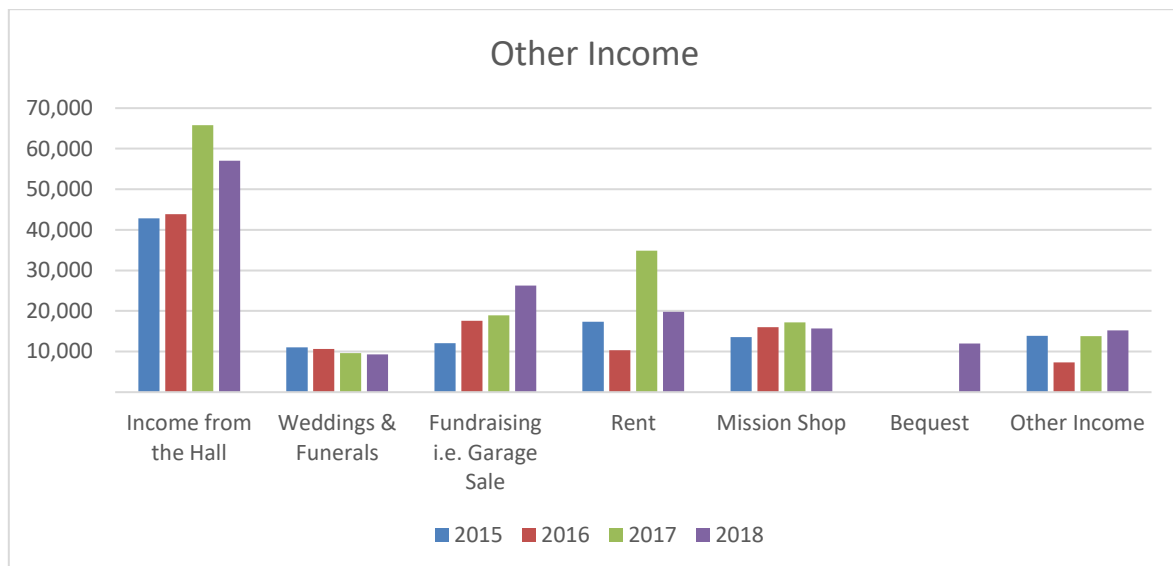
Annual financial statements

For the year ended 31 December 2018, we have achieved a similar level of Operating Surplus compared to 2017.

	<u>2018</u>	<u>2017</u>
Total Income	419,884	407,042
Less: Total Parish Operating Expenses	<u>288,739</u>	<u>277,568</u>
Operating Surplus before Giving	131,145	129,474
Less: Giving outside the Parish		
Diocesan contributions, NZ Mission etc	<u>52,645</u>	<u>51,425</u>
Operating Surplus after Giving	78,500	78,049
Transferred to Special Funds	-761	55,298
Total Net General Surplus/(Deficit)	79,261	22,751

Income





Our Parish receives income mainly from Giving, Hall Hire, Wedding and Funerals, and Garage Sale. These income help fund the expenses of the church. Income from the Mission Shop are more dedicated towards Outreach purposes.

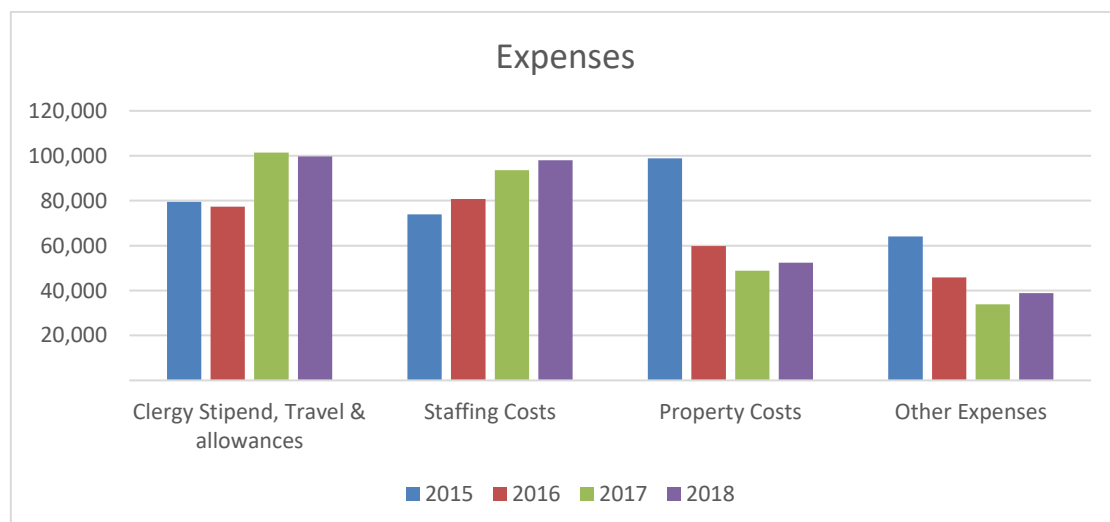
We have had a 7% increase in Automatic Payment Donations and Envelope giving compared to 2017, which is a better-looking result given that we had an 8% decrease from 2016 to 2017. We are now back to very similar levels of giving in 2016 in dollar terms.

With the Hiring out of the hall, we had a decrease of income of about \$8,000, which about a 13% decrease from last year. Nevertheless 2017 was an exceptional year (quite likely at maximum capacity).

Income from other sources were similar to 2017, with the exception of Rent from No.8.

During 2018 we received a one-off Bequest of \$12,000, which is a great boost to the Operating Surplus.

Expenses



Expenses

There have been no surprises in spending during 2018. We have met budget throughout the year and we continue to incur expenses in the areas of Clergy, Staffing, Property, and the general running of the Parish. Our Total Expenses have increased by about \$11k, out of which is a one-off \$3,000 relocation costs for Priest Associate Louise (she is truly involved that one may forget she only started around Aug 2018!). The balance of the increase was due to having an extra Clergy on deck and continue increases in costs.

Repairs and maintenance costs have been comparable to last year which is a significant decrease from years prior to that. Vestry have signed up a new Programmed Maintenance contract that commenced in Dec 2018, which will mean a committed cash-out amount in the 8 years to come. With our 2018 accumulated Operating Surplus being very similar to last year, we will be proposing to Vestry a transfer of funds to maintenance reserve like we did last year in early 2019.

Mission Shop

The Mission Shop have continued a fourth successful year with income before donations paid of \$15,702. This continues to be a significant amount, achieved by freely donated sellable clothing and the hours the volunteers put in. The shop's income is accumulated in its own special fund for the targeted purposes of Missions. Donations out of this fund is considered and proposed by the Charitable Purposes Group to Vestry. Applications to access this fund can be forwarded to the Charitable Purposes Group. In 2018 donations of \$20,000 has been made.

Net Profit

As per the financial statements, readers will observe that our Surplus is attributed to two parts: General Fund and Special Funds. General Funds are commonly known as the surplus of the daily operations of the church. Special Funds, as the name suggests, are funds that have been donated or accumulated for their specific purposes and are the use within the specific groups.

Considerations to shift some General Funds to Special Funds (like to the Special Maintenance Fund) has yet to be discussed by Vestry. Regardless this will not alter the result that we have accumulated an Operating Surplus of \$78,500 for the year ended 31 December 2018.

What could change:

Some key factors that attributed to the surplus are not expected to be long-term and could be quickly consumed as described below:

- This year's Bequest of \$12,000 was a one-off donation
- As mentioned earlier, the Programmed Maintenance is now in place and the coming year's total is about \$14,500 for the year
- Auckland Council Land Rates being in discussion
- General property expenses are likely to increase due to the age of the property and increasing costs
- It is again important to recognise that the number of voluntary hours some parishioners put into the maintenance of the church. This may need to be replaced by paid and external contractors in the future, unless such roles continue to be voluntarily covered

Assets

The Parish continues to maintain a healthy bank balance.

Liabilities

Our liabilities remain in line with the past years, which includes the standard monthly creditors as well as standard employer liabilities.

St Aidan's Endowment Trust (Administered by Russell Florence)

This trust was established in 2014 to accept both donations and bequests in order to secure the financial future of our Church in good times and bad. Funds received will be invested and the income from those funds will be available when needed to offset the increased demands on the Church's financial resources.

Financial statements of the Trust have been displayed on the notice board. They show that for the year ended 31 December 2018 income was \$7,792 and investments held by the trust had a value of \$164,796.

Brochures are available in the office.

Motion to be proposed at the SGM

I would like to put the motion that this Special General Meeting of Parishioners adopts the unaudited annual financial accounts for Parish of St Aidan's, Remuera for the year ended 31 December 2018, as prepared by Trust Management and based on information supplied by St Aidan's and notes that these financial accounts will be audited as part of the Diocesan consolidated accounts audit - Priscilla Mui - Treasurer