

# **TARANAKI ANGLICAN TRUST BOARD**

**GENERAL PURPOSE FINANCIAL REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2023**

# TARANAKI ANGLICAN TRUST BOARD

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FOR THE YEAR ENDED 31 DECEMBER 2023

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# TARANAKI ANGLICAN TRUST BOARD

## DIRECTORY

FOR THE YEAR ENDED 31 DECEMBER 2023

### BOARD OF TRUSTEES

John Eagles (Chairperson)  
Elizabeth Bang  
Catherine Jones  
Joyce Margaret Marcon  
Alexander James Twaddle

### TRUST ACTIVITY

Property Ownership and Investment Management

### CHARITIES COMMISSION REGISTRATION NUMBER

CC46732

### INDEPENDENT AUDITOR

BDO Auckland  
Level 4, BDO Centre, 4 Graham Street,  
Auckland

### BANKERS

Bank of New Zealand  
TSB Bank

### TRUST OBJECTIVE

The administration of properties and specific trust funds under the terms of those specific trusts on behalf of most of the parishes of the Diocese of Waikato and Taranaki.

# TARANAKI ANGLICAN TRUST BOARD

## Statement of Service Performance For the Year Ended 31 December 2023

### Our Mission and Purpose

The Taranaki Anglican Trust Board (TATB) is a charitable trust based in New Zealand with the charitable purposes of;

- holding trusts for religious and charitable purposes in connection with the Anglican Church. This purpose is covered by the Anglican Church Trusts Act 1981;
- holding the land and buildings of Churches of the Dioceses of Waikato and Taranaki in the Taranaki region;
- holding investments of the Taranaki parishes of the Dioceses of Waikato and Taranaki.

### Our Strategic Focus

Trustees strategic focus is to hold and manage the properties and investments of the Trust in line with the following objectives:

- hold and maintain the value of the capital base over the long term.
- enhance and develop the Diocese for the best interests of the Churches especially when a decision is made for property sale and purchase.

### Outcomes

The outcome that the Trust is seeking is that the capital value of the Trust is maintained.

### Key Measurable Outputs

	2023 \$	2022 \$
Capital Gain/(Loss) Investments	39,794	(93,439)
Capital Gain on Properties	467,189	12,175,383

The value of properties held by the Trust amounted \$48.2m (note 3) and Investments amounted \$977k at 31 December 2023 (note 4).

### Key Judgement

Management has made judgements in relation to which outcomes and outputs best reflect the achievement of the performance for the Trust's vision.

The performance measures are designed to inform:

- our commitment to meeting the needs of the current Trusts
- our efficiency and effectiveness in maintaining the capital value of the Trust for the future distributions.

**TARANAKI ANGLICAN TRUST BOARD**

**Statement of Comprehensive Revenue and Expense  
For the Year Ended 31 December 2023**

	Notes	2023 \$	2022 \$
<b>Revenue</b>			
Giving and Donations		43,477	37,858
Grant		344,898	2,660,000
Investment income	2,4	124,516	96,964
Other Income		7,531	28,047
Gifts from Parishes	6	316,864	-
<b>Total Revenue</b>		<b>837,286</b>	<b>2,822,869</b>
<b>Expenses</b>			
Operating expenses		31,367	36,435
Distributions		28,942	25,542
Depreciation	3	185,390	155,689
<b>Total Expenses</b>		<b>245,699</b>	<b>217,666</b>
<b>Total Operating Surplus for the year</b>		<b>591,587</b>	<b>2,605,203</b>
<b>Non Distributable Income</b>			
Realised Investment Gain	4	-	2,167
Realised Property Gain/(Loss)		-	173,344
Revaluation of investments at fair value through surplus or deficit	4	39,794	(93,439)
<b>Total Net Surplus for the Year</b>		<b>631,381</b>	<b>2,687,275</b>
<b>Other comprehensive revenue and expense</b>			
Unrealised Gain/(Loss) on Revaluation of Property		467,189	12,175,383
<b>Other Comprehensive Revenue and Expense for the year</b>		<b>467,189</b>	<b>12,175,383</b>
<b>Total Comprehensive Revenue and Expense for the year</b>		<b>1,098,570</b>	<b>14,862,658</b>

These financial statements should be read in conjunction with the notes to the financial statements.

## TARANAKI ANGLICAN TRUST BOARD

### Statement of Financial Position As at 31 December 2023

	Note	2023 \$	2022 \$
<b>Current Assets</b>			
Cash and cash equivalents		1,148,047	1,507,844
Term Deposits		803,514	2,226,351
Trade and other Receivables		60,832	77,517
<b>Total Current Assets</b>		<b>2,012,393</b>	<b>3,811,712</b>
<b>Non Current Assets</b>			
Investments	4	976,863	920,685
Property, Plant & Equipment	3	48,223,741	44,577,963
<b>Total Non Current Assets</b>		<b>49,200,604</b>	<b>45,498,648</b>
<b>Total Assets</b>		<b>51,212,997</b>	<b>49,310,360</b>
<b>Current Liabilities</b>			
Trade and other Payables		242,476	182,247
Related Party Payables	6	170,309	203,107
Provision for Distributions		28,876	26,002
Loans		773,761	-
<b>Total Current Liabilities</b>		<b>1,215,422</b>	<b>411,356</b>
<b>Total Liabilities</b>		<b>1,215,422</b>	<b>411,356</b>
<b>Net Assets</b>		<b>49,997,575</b>	<b>48,899,004</b>
<b>Capital Funds</b>			
General Trust		(8,150)	54
Sundry Trusts Held On Behalf Of Parishes		1,248,674	2,275,951
Properties Held on Behalf of the Anglican Church and Used by it in Various Parish and Ministry Unit Areas	5	47,423,827	44,578,047
Cathedral Remediation	5	1,333,224	2,044,952
<b>Total Equity</b>		<b>49,997,575</b>	<b>48,899,004</b>

For and on behalf of the Board :

Date :

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Trustee

These financial statements should be read in conjunction with the notes to the financial statements.

**TARANAKI ANGLICAN TRUST BOARD**

**Statement of Changes in Net Assets  
For the Year Ended 31 December 2023**

	<b>Trust Capital</b>	<b>Cathedral Remediation</b>	<b>Sundry Trusts Held</b>	<b>Equity from Properties Held</b>	<b>Total Equity</b>
	\$	\$	\$	\$	\$
<b>Equity at 1 January 2022</b>	<b>7,244</b>	<b>3,239,149</b>	<b>1,912,323</b>	<b>28,877,630</b>	<b>34,036,346</b>
Surplus for the year	2,687,275	-	-	-	2,687,275
Transfers - disposal of revalued property, plant and equipment			52,300	(52,300)	-
Other comprehensive revenue and expenses	-	-	-	12,175,383	12,175,383
Total comprehensive revenue and expense for the year	2,687,275	-	52,300	12,123,083	14,862,658
Allocation of surplus to reserves	(2,694,465)	2,753,049	(76,239)	17,655	-
Transfers between reserves	-	(3,947,246)	387,567	3,559,679	-
Total transfers	(2,694,465)	(1,194,197)	311,328	3,577,334	-
<b>Equity at 31 December 2022</b>	<b>54</b>	<b>2,044,952</b>	<b>2,275,951</b>	<b>44,578,047</b>	<b>48,899,004</b>
<b>Equity at 1 January 2023</b>	<b>54</b>	<b>2,044,952</b>	<b>2,275,951</b>	<b>44,578,047</b>	<b>48,899,004</b>
Surplus for the year	631,381	-	-	-	631,381
Other comprehensive revenue and expenses	-	-	-	467,189	467,189
Total comprehensive revenue and expense for the year	631,381	-	-	467,189	1,098,570
Allocation of surplus to reserves	(639,585)	448,162	131,254	60,170	-
Transfers between reserves	-	(1,159,890)	(1,158,531)	2,318,421	-
Total transfers	(639,585)	(711,728)	(1,027,277)	2,378,591	-
<b>Equity at 31 December 2022</b>	<b>(8,150)</b>	<b>1,333,224</b>	<b>1,248,674</b>	<b>47,423,827</b>	<b>49,997,574</b>

These financial statements should be read in conjunction with the notes to the financial statements.

## TARANAKI ANGLICAN TRUST BOARD

### Cash flow Statement For the year ended 31 December 2023

	2023 \$	2022 \$
<b>Cash flows from operating activities</b>		
Receipts from donors	51,010	65,733
Grants and bequests	395,583	2,926,250
Interest and dividends received	66,780	25,499
Payments to suppliers	(5,263)	(7,079)
<b>Net cash from operating activities</b>	<b>508,110</b>	<b>3,010,403</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(2,300,929)	(4,439,821)
Proceeds from sale of property, plant and equipment	-	508,394
Purchase of investments	(1,766)	(584)
Sale of term deposits	1,442,156	954,875
<b>Net cash (used in) investing activities</b>	<b>(860,539)</b>	<b>(2,977,136)</b>
<b>Cash flows from financing activities</b>		
Movements in funds held for Parishes	(7,368)	(2,490)
<b>Net cash (used in) financing activities</b>	<b>(7,368)</b>	<b>(2,490)</b>
Net increase/(decrease) in cash and cash equivalents	(359,797)	30,777
Add Cash and cash equivalents at the beginning of the financial year	1,507,844	1,477,067
<b>Cash and cash equivalents at the end of the financial year</b>	<b>1,148,047</b>	<b>1,507,844</b>
Represented by		
Cash and Cash Equivalents	1,148,047	1,507,844
	1,148,047	1,507,844

These financial statements should be read in conjunction with the notes to the financial statements.



# TARANAKI ANGLICAN TRUST BOARD

## Notes to Financial Statements For the year ended 31 December 2023

### 1. Overview

#### Reporting Entity

The Taranaki Anglican Trust Board ("the Trust Board") is part of the Anglican Church of Aotearoa New Zealand & Polynesia, and is incorporated and domiciled in New Zealand. The Trust Board is a registered charity under the Charities Act 2005.

These financial statements have been approved and were authorised for issue by the Board of Trustees on page 4.

#### Statement of Compliance

These financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice (NZ GAAP). They comply with the Public Benefit Entity Standards (PBE Standards RDR) and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board. For purposes of complying with the NZ GAAP, the Trust is a public benefit not-for-profit entity and is eligible to apply PBE Standards RDR on the basis that it does not have public accountability and it has operating expenditure of less than \$30m.

The Board of Trustees has elected to report in accordance with PBE Standards RDR and in doing so has taken advantage of all applicable Reduced Disclosure Regime ("RDR") disclosure concessions.

#### Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on a historical cost basis are followed by the Trust, with the exception that investments are stated at market value, and land & buildings are stated at rating valuation.

#### Functional and presentational Currency

These financial statements are presented in New Zealand dollars (\$), which is the Trust's functional currency and the Trust Board's presentation currency, rounded to the nearest dollar.

#### Goods and Services Tax

All items in the Statement of Financial Position are stated exclusive of GST, with the exception of receivables and payables, which include GST. All items in the Statement of Comprehensive Revenue and Expense are stated exclusive of GST.

#### Income Tax

The Trust Board has been granted exemption from income tax by the Inland Revenue Department.

## TARANAKI ANGLICAN TRUST BOARD

### Notes to Financial Statements For the year ended 31 December 2023

#### 2. Accounting Policies

The significant accounting policies used in the preparation of these financial statements as set out below have been applied consistently to all periods presented.

##### 2.1 Revenue

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

##### Exchange Revenue

###### Investment income

	2023 \$	2022 \$
Recognised in revenue		
<i>Distribution income on financial assets at fair value through surplus or deficit</i>		
Distribution income on managed funds	27,311	22,261
<i>Interest income from financial assets at amortised cost</i>		
Interest on term deposits and bank balance	97,205	74,703
	124,516	96,964

Investment income comprises interest income on financial assets at amortised cost and distribution income from financial assets at fair value. Interest income is recognised as it accrues in surplus or deficit, using the effective interest method. Income from distributions is recognised when the Trust's right to receive payment is established, and the amount can be reliably measured.

##### Non-Exchange Revenue

Non-exchange transactions are those where the Trust receives an inflow of resources (i.e. cash and other tangible or intangible items) but provides no (or nominal) direct consideration in return.

Giving & Donations are classified as revenue from non-exchange transactions and are recognised as income when they are received unless there is an obligation to return the funds if conditions are not met. If there is such an obligation, donations are initially recorded as received in advance, and recognised as revenue when conditions of the donations are satisfied.

Grant revenue is classified as revenue from non-exchange transactions and includes grants given by charitable organisations, philanthropic organisations and businesses. Grant revenue is recognised when the conditions attached to the grant have been complied with. Where there are unfulfilled conditions attaching to the grant, the amount relating to the unfulfilled use or return condition is recognised as a liability and released to revenue as the conditions are fulfilled. If there are no conditions attached to the Grant, it is recognised when the money is received.

Gifting from parishes is recognized as revenue, when the parish purchases a property, and the title interest is with the trust board.

##### 2.2 Cash and Cash Equivalents

Cash and cash equivalents comprise cash in hand, cash at banks and other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value. Cash and cash equivalents are classified as financial assets at amortised cost. They are initially recorded at fair value and subsequently recorded at amortised cost.

##### 2.3 Trade and Other Receivables

Trade and Other Receivables are stated at their estimated realisable value. They are classified as financial assets at amortised cost, and are initially recorded at fair value and subsequently recorded at amortised cost.

Short-term receivables are recorded at the amount due, less an allowance for expected credit losses (ECL). This allowance is calculated based on lifetime ECL.

Short-term receivables are written off when there is no reasonable expectation of recovery.

As at 31 December 2023 and 2022 there were no impairment allowances.

## TARANAKI ANGLICAN TRUST BOARD

### Notes to Financial Statements For the year ended 31 December 2023

#### 2. Accounting Policies (continued)

2.4 There have been no changes in accounting policies in 2023.

#### 2.5 Use of Estimates and Judgements

The preparation of the financial statements in conformity with PBE Standards RDR requires management to make judgement, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future period affected. The significant estimates and judgements made in applying accounting policies and that affect amounts recognised in the financial statements are the following:

- Valuation of investments - see note 4
- Valuation of property, plant and equipment - see note 3
- Key Measurable Outputs - see Statement of Service Performance

## TARANAKI ANGLICAN TRUST BOARD

### Notes to Financial Statements For the year ended 31 December 2023

#### 3. Property, Plant and Equipment

Property (land and buildings) is initially recorded at cost where the Trust Board has legal title. Subsequent to initial recognition, land and buildings are re-measured to fair value based on the latest council ratings valuation every three years. Revaluation gains are recognised in other comprehensive revenue and expense. Revaluation losses are also recognised in other comprehensive revenue and expense to the extent there is a balance in the revaluation reserve, and following this are recognised in surplus or deficit. Depreciation on buildings is recorded at 2% per annum.

The Trust Board is the Trustee for Parish property held within that part of the Diocese of Waikato and Taranaki that resides within the greater Taranaki region. All of these properties are at balance date held for Ministry purposes and do not form part of the investment portfolio of the Trust Board.

<b>2023</b>	<b>Land</b>	<b>Buildings</b>	<b>Work In Progress</b>	<b>Total</b>
	\$	\$	\$	\$
<b>Cost or valuation</b>				
Opening 1/1/2023	24,947,600	12,156,399	7,473,964	44,577,963
Additions	200,651	306,550	2,856,777	3,363,978
Revaluation	(59,151)	526,341	-	467,190
Transfer on revaluation	-	(83,410)	-	(83,410)
Closing 31/12/2023	25,089,100	12,905,880	10,330,741	48,325,721
<b>Accumulated Depreciation</b>				
Balance at 1/1/2023	-	-	-	-
Depreciation for the year	-	185,390	-	185,390
Transfer on revaluation	-	(83,410)	-	(83,410)
Closing 31/12/2023	-	101,980	-	101,980
<b>Net Book Value</b>				
Closing 31/12/2023	25,089,100	12,803,900	10,330,741	48,223,741
<b>2022</b>				
	\$	\$	\$	\$
<b>Cost or valuation</b>				
Opening 1/1/2022	13,964,583	11,454,722	3,458,241	28,877,546
Additions	-	-	4,015,723	4,015,723
Disposals	(200,000)	(135,000)	-	(335,000)
Revaluation	11,063,017	1,112,366	-	12,175,383
Reclassification	120,000	(120,000)	-	-
Transfer on revaluation	-	(155,689)	-	(155,689)
Closing 31/12/2022	24,947,600	12,156,399	7,473,964	44,577,963
<b>Accumulated Depreciation</b>				
Balance at 1/1/2022	-	155,689	-	155,689
Depreciation for the year	-	(155,689)	-	(155,689)
Transfer on revaluation	-	-	-	-
Closing 31/12/2022	-	-	-	-
<b>Net Book Value</b>				
Closing 31/12/2022	24,947,600	12,156,399	7,473,964	44,577,963

The Taranaki Cathedral Church of St Mary closed in January 2016 and the Taranaki Anglican Trust Board has launched a significant restoration project. The costs relating to this project are being capitalised as work in progress in 2023 of \$1,159,890 (2022: \$3,947,246).

**TARANAKI ANGLICAN TRUST BOARD**

**Notes to Financial Statements  
For the year ended 31 December 2023**

**4. Investments**

The Trust's investments are classified as financial assets at fair value through surplus or deficit because they do not meet the requirements to be classified as financial assets held at amortised cost or financial assets at fair value through other comprehensive revenue and expense. The transaction costs are recognised in surplus or deficit.

Fair value is determined based on the quoted prices of the underlying investments at balance date.

Changes in the fair value of investments are recognised in surplus or deficit.

	2023 \$	2022 \$
Managed Funds		
The total net gain/(loss) on financial assets at fair value through surplus or deficit for the year is shown below:		
Distribution income (note 2.1)	27,311	22,261
Realised gain on sale of investments	-	2,167
Revaluation of investments at fair value through surplus or deficit	39,794	(93,439)
Total net gain/(loss) recorded in surplus or deficit	67,105	(69,011)
<b>Total net gain/loss on financial assets at fair value through surplus or deficit</b>	<b>67,105</b>	<b>(69,011)</b>

	2023 \$	2022 \$
Investments in Managed Funds	976,863	920,685

**5. Reserves**

The Trust's equity has been split between general funds and special funds. General funds are amounts available for distribution at the discretion of the Trust and are included in Retained Trust Income. Special funds have been identified by the Trust as funds with a specific purpose. The nature and purpose of the reserves that make up the Trust's special funds are set out below:

Cathedral Remediation	Funds reserved for spending on the St Mary's Taranaki Cathedral remediation project
Sundry Trusts Held	Investment held on behalf of the Diocese and Parishes which include the change in fair value of the Trust's investments
Equity from Properties Held	Properties held on behalf of the Diocese and Parishes and the change in fair value of the Trust's properties

	31/12/2023 \$	31/12/2022 \$
Taranaki Cathedral Remediation Project Reserve	1,333,224	2,044,952
Properties held for the Diocese Parishes	47,423,827	44,578,047
Sundry Trusts Held	1,248,674	2,275,951

## TARANAKI ANGLICAN TRUST BOARD

### Notes to Financial Statements For the year ended 31 December 2023

#### 6. Related Party

Key Management Personnel of five (5) trustees did not receive any remuneration or other benefits during the year.

The Trust Board and the Waikato Diocesan Trust Board are the legal entities for the Parishes of the Diocese of Waikato and Taranaki and the Standing Committee of the Diocese of Waikato and Taranaki.

The Trust Board has responsibility to prudently invest Funds held by the Parishes.

Anglican Action Trust Board is a charitable trust established for the provision of Anglican social services, the Trustees of which are appointed by the Standing Committee.

The Trust Board is the Trustees of various charitable trusts which are collectively defined as the "Bishopric Trusts". The Bishopric of the Diocese of Waikato and Taranaki is the Beneficiary of these trusts.

#### Types of transactions

Investments	Various Parishes and other entities within the Diocese of Waikato and Taranaki have money invested by the Trust Board. All money invested by the Trust is shared proportionately to the various related entities that provided the funds. The proportionate share can be in the form of income distributions or an uplift in the value of the funds held.
Investment held on behalf	An amount of \$170,309 (2022: \$203,107) relates to an investment which the Trust holds on behalf of the Diocese of Waikato and Taranaki. This is also payable to the Diocese of Waikato and Taranaki.
Payable to related party	An amount of \$170,309 (2022: \$203,107) is payable to the Diocese of Waikato and Taranaki. This relates to an investment which the Trust holds on behalf of the Diocese of Waikato and Taranaki.
Gifting	Gifting from the parish of Fitzroy during the year of 2023 is \$245,880 (2022:nil). Gifting from the parish of Hawera during the year of 2023 is \$70,984 (2022:nil).

#### 7. Commitment and Contingencies

There were no capital commitments at 31 December 2023. (2022: Nil).

The Taranaki Anglican Trust Board has no contingent liabilities at 31 December 2023 (2022: Nil).

#### 8. Events after Balance Date

There are no subsequent events.