



THE ANGLICAN CHURCH OF AUSTRALIA

STANDING COMMITTEE FINANCIAL REPORT

*The
Sixteenth
General
Synod*

BOOK

4

Adelaide
June/July 2014

Published by:

The Standing Committee of the General Synod of The Anglican Church of Australia

General Synod Office

Level 9, 51 Druitt Street, Sydney, 2000, New South Wales, Australia

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INTRODUCTION

Book 4 represents the Financial Report of the Standing Committee for the General Synod of the Anglican Church of Australia.

In this book all financial amounts have been rounded to the closest thousand dollars and negative amounts are bracketed.

This report deals with three time periods:

1. 2010 to 2012, being the period covered by the Annual Financial Report;
2. 2013, being the most recently completed year. Audited financial statements are being prepared at the time of production of this book and will be provided to members approximately one month before the commencement of the General Synod;
3. 2014 to 2017, with a Budget (2014) approved by the Standing Committee, a Budget (2015) and two Forecasts (2016 and 2017).

During the current session of the General Synod, members will be requested to:

- Receive the audited financial statements for the year ending 31 December 2012 (with 2010 and 2011 comparatives),
- Receive the audited financial statements for the year ending 31 December 2013 (with 2011 and 2012 comparatives) as adopted by Standing Committee (these statements to be circulated to members prior to the commencement of the General Synod),
- Receive the Report (Book 4) on the financial position of the General Synod at 31 December, 2013,
- Receive the aggregate of the estimate of the costs, charges and expenses (the Budget) for the year following the General Synod (2015) in respect of matters referred to in paragraphs 32(2)(a), (b1), (c) and (e) of the Constitution,
- Receive the financial projections (The Forecasts) for the years 2016 and 2017 being the year of the next expected Synod.

CHAPTER I

OVERVIEW OF GENERAL SYNOD FINANCES

INTRODUCTION

A. THE FUNDS

The General Synod has six funds to carry out its aims:

1. The Trust Fund
2. The Statutory Fund
3. The Special Fund
4. The Reserve Fund
5. The Shared Service Fund
6. The Indigenous Endowment Fund

1. The Trust Fund.

The Trust Fund was settled to establish the trust upon which the General Synod operates.

2. The Statutory Fund.

The Statutory Fund is the vehicle for most of the business of the General Synod.

It receives income from Statutory Assessments.

The Statutory Fund's major areas of expenditure are:

- The General Synod
- Standing Committee and Tribunal costs
- Commissions, Task Forces and Working Groups costs
- Primate's costs
- Grants
- General Synod Office costs.

It is 'statutory' in the sense that the money in it is raised pursuant to section 32 of the Constitution, primarily subsection (2), being:

Synod may by canon or rule provide for the costs charges and expenses in or in connection with -

- (a) *The carrying into effect of this Constitution;*
- (b) *The holding of synod and the conduct of its business;*
- (b1) *The implementation of and giving effect to any canon rule or resolution of Synod;*
- (c) *The meetings and the conduct of the affairs of the Standing Committee and any other committee, board or commission established by Synod;*
- (d) *The sittings of the Appellate Tribunal to hear and determine any appeal question or matter made or referred to it and the sittings of the Special Tribunal to hear and determine any charge brought before it;*
- (e) *The maintenance of the registry of the Primate, and Primatial travelling expenses;*

(f) The election or appointment of the corporate trustees and the administration of the affairs of the body corporate.

Provided that in respect of the calendar year next following an ordinary session of Synod such canon or rule shall not impose any financial liability on the dioceses pursuant to paragraphs (a), (b1), (c) and (e) which in the aggregate exceeds an estimate of the costs charges and expenses for that year in connection with those matters approved by Synod.

To raise the funds for the ongoing requirements of the Synod under all of the above paragraphs (with the exception of paragraph (d)), the General Synod Office assesses the dioceses. The Statutory Assessment in 2014 is \$1,345,000. Expenses under paragraph (d) may be covered by additional assessments. Unlike the assessments of the Special Fund (covered below) these Statutory Assessments are obligatory for all dioceses.

3. The Special Fund.

The Special Fund pays a series of grants and membership fees on behalf of dioceses. Unlike the Statutory Fund, the operation of the Special Fund is not mandated by the Constitution and therefore the Special Assessment is a voluntary assessment.

Twenty one dioceses participate in the Special Fund.

The expenditure of the Special Fund in 2014 is budgeted at \$322,000.

The Special Fund receives income from Special Assessments. Its major areas of expenditure are:

- Contributions to the Anglican Consultative Council
- Domestic Grants
- International Grants
- Non-Statutory Conferences

4. The Reserve Fund.

The Reserve Fund is the principal investment fund of the General Synod.

The Reserve Fund was created in 1996 from funds derived from Prayer Book royalties. Since then it has grown from ongoing profits from APBA publishing, surpluses from the Telstra Arrangement and investment returns.

In 2010 the revenues and expenditures of the Telstra Arrangement were transferred to the Shared Service Fund.

At the end of 2012 the Reserve Fund had net assets of 1.736 million.

5. The Shared Service Fund.

The Shared Service Fund was created in 2010 to house the business activities of the General Synod Office and keep them separate from its constitutional responsibilities. This separation was designed to enable better decision making in regards to the statutory costs of the General Synod and the Statutory Assessments that flow from those costs.

In 2010 the revenue and costs associated with the Telstra Arrangement and the revenue and costs associated with the administration of the Long Service Leave Fund were moved from the Statutory Fund into the Shared Service Fund.

6. The Indigenous Endowment Fund.

In 2000 the Indigenous Endowment Fund was created from funds donated by the Diocese of Melbourne. Other funds have been gifted to the Fund over time and all these funds have been invested.

Starting in 2003, some of the investment returns of the Fund have been used to support the work of the National Aboriginal Bishop.

An endowment principle has been applied to this Fund since 2011 to ensure the real value of the Fund is not eroded after allowing for the impact of inflation.

At the end of 2012 the Indigenous Endowment Fund had net assets of \$318,908.

B. BUSINESS ACTIVITIES

The General Synod Office manages two major business activities and some smaller commercial arrangements on behalf of the National Church. The major business activities are:

1. The Telstra Business Services Agreement
2. The Long Service Leave Fund Administration Management.

1. The Telstra Business Services Agreement.

In 2003 the General Synod joined with the Roman Catholic Church and the Uniting Church to negotiate a contract with Telstra for them to offer a range of telecommunication services to organisations affiliated with the three Churches at reduced prices. Under the contract the churches receive a turnover commission and a marketing rebate.

This contract was renewed in 2005/6 and broadened in 2009/10 to include a wider range of mobile and data services. A new and further broadened contract was negotiated by the three Churches in 2012. Under the current (2012) contract, the new call rates offer savings of up to 58% on landline calls and 34% on national mobile calls.

The current contract with Telstra ends in late 2015. It is anticipated that negotiations for a new contract with Telstra will commence in late 2014 and will take into account the cost of services and the state of technologies that exists at that time.

At time of writing (February 2014) 22 dioceses participate in the Telstra Arrangement, as well as many other Anglican organisations around the country.

Until 2009 the revenues and costs of the Telstra Arrangement were taken up in the Reserve Fund. From 2010 they have been included in the Shared Service Fund.

telephone accounts with Telstra have been captured under this agreement. In 2013 the commissions and rebates received by the General Synod totalled \$259,000 whilst the marketing cost of the plan was \$60,000.

2. The Long Service Leave Fund Administration Management.

Until 2006 the Anglican Long Service Leave Fund was administered by Anglican Superannuation Australia ("ASA"). This arrangement ended when ASA was rolled into Australian Super. In September 2006 the General Synod Standing Committee resolved that the General Synod Office would take over the administration of the Long Service Leave Fund.

The Long Service Leave Fund supports all 23 dioceses as well as several other Anglican organisations. In 2012 its assets were \$34.3 million (2011: \$31.8 million) and its liabilities \$25.6 million (2011: \$22.7 million).

Until 2009 the revenues and costs of administering the Long Service Leave Fund were charged to the Statutory Fund. In 2010 the arrangement was transferred to the Shared Service Fund.

C. FINANCIAL REPORTING

The General Synod Office prepares the Annual Financial Report each year. The balance date is 31 December.

The audited 2012 Annual Financial Report is reproduced in Chapter 2. This report is audited by KPMG and we thank the Audit Partner, Mr. Cameron Roan and his team for their service to the General Synod.

The General Synod Standing Committee has appointed an Audit Committee to oversee the work of the audit and to recommend to the Standing Committee the adoption (or otherwise) of the Annual Financial Report. We wish to acknowledge the service of the members of the Audit Committee:

- Mr. Ian Hammond (Chairman)
- Mr. Michael Blaxland
- Archdeacon John Southerden
- Mr. Robert Tong AM
- Mr. Doug Marr (on behalf of the Long Service Leave Fund).

The Annual Financial Report is in the form of a Special Purpose Financial Statement.

Both the Standing Committee and the Executive Committee are provided with management accounts during the year.

D. BUDGETING PROCESS

The General Synod approves the Budget for the year immediately after the Synod is held. It receives Forecasts for the subsequent two years that provide the basis for the Budgets for those years which are approved by the Standing Committee closer to the commencement of the year in question.

The work on the Budgets and Forecasts that appear in this book commenced a year before the General Synod with an examination of what the General Synod wanted to achieve over the upcoming Triennium. At its meeting in November 2013, the Standing Committee approved the Budget for 2014 as well as Forecasts for the years 2015, 2016 and 2017.

E. STAFFING OF THE GENERAL SYNOD OFFICE

The General Synod Office (“GSO”) has nine staff, six full time and three part time personnel, with a Full Time Equivalence (FTE) of 7.4 persons.

The following table shows the deployment of GSO staff between the work of the General Synod and managing the two business activities:

<u>Full Time</u>		Full Time Equivalent Proportions		
<u>Staff Member</u>	<u>Title</u>	Shared Services	General Synod	TOTAL
Martin Drevikovsky	General Secretary	5%	95%	100%
Michael Nicholls	Business Manager	35%	65%	100%
Mary Phipps-Ellis	Executive Assistant	0%	100%	100%
Shirall Mayers	LSLF Administrator	100%	0%	100%
Ty Worrell	Accountant	20%	80%	100%
Minna Magoulas	Administrative Assistant	5%	95%	100%
<u>Part Time</u>				
<u>Staff Member</u>	<u>Title</u>			
Susan Harvey	National Register Officer	0%	50%	50%
Joanne Burgess	Archivist	0%	40%	40%
Renee Tudehope	Accountant	5%	45%	50%
Proportion of GSO Staff		23%	77%	100%
FTE of GSO Staff		1.7	5.7	7.4

(Current as at February 2014)

The Full Time Equivalent headcount of personnel funded via Statutory Assessments in recent years appears in the following table:

	2004	2005	2006	2007	2008	2009
GSO	5.2	5.2	5.7	6.2	6.2	6.4
Primate's Assistant			1	1	1	1
	2010	2011	2012	2013	2014	
GSO	5.0	5.0	5.0	5.7	5.7	
Primate's Assistant	1	1	1	1	1	

The reduction in GSO headcount from 2009 to 2010 was due to the completion of the principal programming work of the National Register and a rationalisation of the part time receptionist roles.

CHAPTER 2

FINANCIAL PERFORMANCE 2010 – 2012

The following table summarises the key financial information relating to the five operating funds of the General Synod for the years 31 December 2010, 2011 and 2012. The Trust Fund is not an operating fund.

This information has been extracted from the 2012 Annual Financial Report that appears at the end of this chapter.

	Revenue \$,000	Expenses \$,000	Surplus/ Deficit \$,000	Net Change In Fair Value of Investments \$,000	Assessments \$,000	GSO Office Expenses \$,000	Primate Expenses \$,000	Grants \$,000	Investment Income \$,000	Employee Expenses \$,000	Meetings Commissions Task Forces Working Groups Expenses \$,000
2010											
Statutory Fund	1,039	1,440	(400)	(26)	948	917	179	363		725	
Special Fund	324	275	49		323						
Indigenous Endowment Fund	18	17	1	(10)							
Reserve Fund	134	0	134	(89)							
Shared Service Fund	494	311	183								
Total	2,010	2,044	(33)	(125)					208		481
2011											
Statutory Fund	1,242	1,109	133	5	1,198	1,141	184	307		787	
Special Fund	239	256	(16)		238						
Indigenous Endowment Fund	3	0	3	0							

	Revenue \$,000	Expenses \$,000	Surplus/ Deficit \$,000	Net Change In Fair Value of Investments \$,000	Assessments \$,000	GSO Office Expenses \$,000	Primate Expenses \$,000	Grants \$,000	Investment Income \$,000	Employee Expenses \$,000	Meetings Commissions Task Forces Working Groups Expenses \$,000
Reserve Fund	1	97	(96)	7							
Shared Service Fund	509	406	103								
Total	1,995	1,867	128	12					7		144
2012											
Statutory Fund	1,374	1,062	311	(6)	1,308	1,079	185	325		857	
Special Fund	233	248	(16)		230						
Indigenous Endowment Fund	56	0	56	(3)							
Reserve Fund	97	136	(39)	(27)							
Shared Service Fund	524	416	108								
Total	2284	1,863	421	(36)					201		185

Cost of the Fifteenth General Synod, 2010

The Fifteenth General Synod, held in Melbourne in September 2010, cost \$365,000 against a provision of \$375,000. Most expenditure took place in 2009 and 2010 with a small amount in early 2011:

Item	Recorded in 2009	Recorded in 2010	Recorded in 2011	TOTAL
Venue Hire (including staff & 'official party' accommodation)		\$143		\$143
Travel	\$20	\$69		\$89
Printing & Postage etc.		\$68		\$68
Casual Staff		\$4	\$6	\$10
Venue Equipment Hire		\$46		\$46
Planning Costs		\$4		\$4
Minor Costs	\$3	\$2		\$6
TOTAL	\$23	\$335	\$6	\$365

(Note: All amounts are in thousands)

Episcopal Standards Commission Expenses

The Episcopal Standards Commission incurred the following costs in the years 2010 to 2013:

	Expenses Attached To an Investigation	General Expenses	Staff Salaries	TOTAL
2010	\$77	\$4		\$81
2011		\$4		\$3
2012		\$2	\$10	\$12
2013		\$2	\$5	\$7

(Note: All amounts are in thousands)

In 2010, \$77,234 was spent on an investigation and was paid out of the Reserve Fund. This cost was incurred prior to the 15th General Synod and no apportionment of costs between the General Synod and the relevant diocese was put in place. In the years 2011 to 2013 the Reserve Fund was paid \$20,000, \$17,234 and \$20,000 by the Statutory Fund by way of reimbursement. A final reimbursement payment will be paid to the Reserve Fund from the Statutory Fund in 2014.



Anglican Church of Australia

General Synod

GENERAL SYNOD OF THE ANGLICAN CHURCH OF AUSTRALIA

ABN 90 767 330 931

ANNUAL FINANCIAL REPORT

31 December 2012

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GENERAL SYNOD OF THE ANGLICAN CHURCH OF AUSTRALIA

ABN 90 767 330 931

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Standing Committee Members' report

The members of the Standing Committee of the General Synod of the Anglican Church of Australia present their report together with the financial report of the General Synod of the Anglican Church of Australia for the year ended 31 December 2012 and the independent auditor's report thereon.

The members of the Standing Committee as at 31 December 2012 are:

EX OFFICIO MEMBERS:

The Primate

The Most Reverend Dr P J Aspinall` (Archbishop of Brisbane and Metropolitan of Queensland)

The Metropolitan of New South Wales

The Most Reverend Dr P F Jensen
(Archbishop of Sydney)

The Metropolitan of Victoria

The Most Reverend Dr P Freier
(Archbishop of Melbourne)

The Metropolitan of South Australia

The Most Reverend Dr J W Driver
(Archbishop of Adelaide)

The Metropolitan of Western Australia

The Most Reverend R A Herft
(Archbishop of Perth)

The Chairman of Committees

Vacant

The General Secretary

Mr M J Drevikovsky

The Clerical and Lay Secretaries of Synod

The Venerable L Snell
Ms A Skamp

NATSIAC Nominees

Ms R Elu
The Reverend Gloria Shipp

ELECTED MEMBERS:

Elected by the House of Bishops

The Right Reverend A W Curnow
The Right Reverend G Thompson
The Right Reverend G Weatherill

Elected by the House of Laity

Mr G Blake SC
The Honourable D J Bleby QC
The Honourable R C Fordham
Ms L Haywood
Mrs A Mills
Dr M L Porter OAM
Ms. C Tan
Dr R. Tong AM
The Honourable Acting Justice P W Young AO
QC

Elected by the House of Clergy

The Venerable A Copeman
The Right Reverend B Darling
The Right Reverend Dr G N Davies
The Right Reverend R C Forsyth
The Right Reverend K M Goldsworthy
The Very Reverend S Macneil
The Venerable T Mildenhall
The Right Reverend R Nicholson
The Reverend Canon Dr C O'Reilly

General Synod of the Anglican Church of Australia***Annual Financial Report 2012****Standing Committee Members' Report (continued)***Principal activities**

The principal activities of the General Synod during the course of the financial year were to carry into effect the decisions of the General Synod and Standing Committee, and to provide services to the Primate and to the organisations which report to General Synod. Assessments were levied upon the Dioceses under Sections 32(2) and 32(3) of the Constitution.

There were no significant changes in the nature of the activities of the General Synod during the year.

Operating and financial review

The Surplus from ordinary activities amounted to \$420,541 (2011: Surplus of \$127,662; 2010: Deficit of (\$33,715))

Overall Result

The nature of the General Synod operations was predominantly similar to prior years.

The General Synod Office administered the Anglican Church of Australia Long Service Leave Fund for a fee of \$309,000 in 2012, (2011: \$294,000, 2010: \$280,000) The Administration takes 1.68 FTE (Full Time Equivalent) positions that are fully funded by the administration charge.

The General Synod represents the Anglican Church in a consortium with the Roman Catholic Church and the Uniting Church to create a contract with Telstra for a provision of telecommunication service at a considerable discount to standard rates. The General Synod receives a marketing allowance from Telstra to fulfil this task as well as a commission on the spend by participating Anglican organisations. These totalled \$184,527 in 2012 (2011: \$212,029, 2010: \$212,029) and are administered by 0.22 FTE's.

Statutory Fund

Operational activity was similar to previous years. Unrealised gains and losses on investments are accounted for in the Balance Sheet in the Investment Revaluation Reserve. Any impairment on the investments are recognised directly into the Income Account.

Refer to Note 3 for a description of the purpose of the Statutory Fund.

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Standing Committee Members' Report (continued)**Special Fund*

Operational activity for 2012 was similar to previous years.

Refer to Note 3 for a description of the purpose of the Special Fund.

Indigenous Endowment Fund

Operational activity and the results are similar to previous years. The payment for the National Aboriginal Bishop grant is made at the end of the financial year. Unrealised gains and losses on investments are accounted for in the Balance Sheet in the Investment Revaluation Reserve. Any impairment on investments is recognised directly in the Income Account.

Refer to Note 3 for a description of the purpose of the Indigenous Endowment Fund.

Shared Service Fund

The Shared Service Fund was established in 2010 to quarantine the commercial activities of the General Synod.

Refer to Note 3 for a description of the purpose of the Shared Service Fund.

Reserve Fund

The Reserve Fund is the principal investment fund of the General Synod. Unrealised gains and losses on the investments area accounted for in the Balance Sheet in the Investment Revaluation Reserve. Any impairment on the investments is recognised directly into the Income Account.

Refer to Note 3 for a description of the purpose of the Reserve Fund.

Significant changes in the state of affairs

In the opinion of the members of the Standing Committee there were no significant changes in the state of affairs of the General Synod that occurred during the financial year under review.

Environmental regulation

The General Synod is not subject to any significant environmental regulations under either Commonwealth or State legislation.

Likely developments

The Standing Committee knows of no event that will significantly impact on the activities of the General Synod in 2013 other than:

The Royal Commission into Institution's Responses to Child Sexual Abuse, and

- i. Preparation for the 16th General Synod of the Anglican Church of Australia

*General Synod of the Anglican Church of Australia**Annual Financial Report 2012**Standing Committee Members' Report (continued)***Indemnification and insurance of officers**

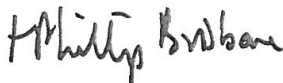
The General Synod has agreed to indemnify various insured persons against all liabilities to another person that may arise from their position with the General Synod.

For 2012, the General Synod has paid insurance premiums of \$16,705 (2011: \$8,956, 2010: \$8,896) in respect of the insured persons.

Since the end of the previous financial year, the General Synod has not indemnified or made a relevant agreement for indemnifying against a liability for any person who is or has been an auditor of the General Synod.

Signed in accordance with a resolution of the Standing Committee:

Dated at Sydney this *26th* day of *April* 2013



Archbishop Phillip Aspinall, Primate

Member of Standing Committee



Mr Allan Perryman

Honorary Treasurer of the Standing Committee



Independent audit report to the members of the Standing Committee of the General Synod of the Anglican Church of Australia (the “General Synod”)

We have audited the accompanying financial report, being a special purpose financial report, of General Synod of the Anglican Church of Australia (the Organisation), which comprises the statement of financial position as at 31 December 2012, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes 1 to 25, comprising a summary of significant accounting policies and other explanatory information.

Standing Committee’s Responsibility for the Financial Statements

The Standing Committee of the Organisation is responsible for the preparation and fair presentation of this financial report and has determined that the basis of preparation described in Notes 1, 2 and 4 to the financial report is appropriate to meet the needs of the members, and for such internal control as the Standing Committee determines is necessary to enable the preparation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors’ Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity’s preparation and fair presentation of the financial statement 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 entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, made by the Standing Committee, as well as evaluating the overall presentation of the financial statement.

These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with the basis of accounting described in Notes 1, 2 and 4 to the financial statements so as to present a view which is consistent with our understanding of the Organisation’s financial position, and of its performance and cash flows.

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



Independent audit report to the members of the Standing Committee of the General Synod of the Anglican Church of Australia (the "General Synod") (continued)

Independence

In conducting our audit, we have complied with the independence requirements of the Accounting Professional and Ethical Standards Board.

Opinion

In our opinion, the financial statement presents fairly, in all material respects, the financial position of General Synod of the Anglican Church of Australia as at 31 December 2012 and of its financial performance and its cash flows for the year then ended in accordance with the accounting policies described in Notes 1, 2 and 4 to the financial statements.

Basis of Accounting

Without modifying our opinion, we draw attention to Notes 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the organisation to meet the requirements of Section 32 of the Constitution. As a result, the financial report may not be suitable for another purpose.

A handwritten signature in black ink, appearing to read 'Cameron Roan'.

KPMG

A handwritten signature in black ink, appearing to read 'Cameron Roan'.

Cameron Roan
Partner

Sydney

3 May 2013

Statement by members of the Standing Committee of the General Synod

In the opinion of the members of the Standing Committee of the General Synod of the Anglican Church of Australia:

- (a) the General Synod is not a reporting entity;
- (b) the financial statements and notes thereto, set out on pages 10 to 55, are drawn up, in accordance with the basis of accounting described in Notes 2 and 4, so as to present fairly the financial position of the General Synod as at 31 December 2012 and its performance, as represented by the results of its operations and its cash flows for the financial year ended on that date; and
- (c) at the date of this statement, there are reasonable grounds to believe that the General Synod will be able to pay its debts as and when they fall due.

Dated at Sydney this 26th day of April 2013.

Signed in accordance with a resolution at a duly constituted meeting:



Archbishop Phillip Aspinall, Primate
Member of Standing Committee

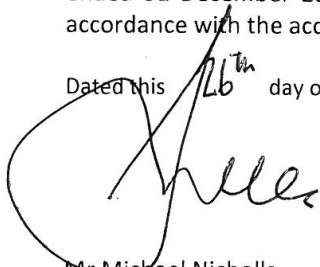


Mr Allan Perryman
Honorary Treasurer of the Standing
Committee

Statement by the Business Manager

The accounting records have been properly maintained and in my opinion, the accounts present fairly the operations of the General Synod of the Anglican Church of Australia for the three years ended 31 December 2012, and the state of affairs at that date, and are properly drawn up in accordance with the accounting policies described in Notes 2 and 4 to the financial statements.

Dated this 26th day of April 2013



Mr Michael Nicholls
Business Manager

Statement of Comprehensive Income for the year ended 31 December 2012 – By Fund

	Note	2012 \$	2011 \$	2010 \$
Revenue				
Statutory Fund	16 (c)	1,374,100	1,242,333	1,039,816
Special Fund	17 (b)	232,820	239,384	324,818
Indigenous Endowment Fund	18 (b)	55,574	2,826	17,560
Reserve Fund	19 (c)	97,254	1,335	134,305
Shared Service Fund	20 (b)	523,920	509,181	493,638
Total Revenue	5	2,283,668	1,995,059	2,010,137
Expenses				
Statutory Fund	16 (c)	1,062,498	1,109,000	1,440,193
Special Fund	17 (b)	248,511	255,745	275,921
Indigenous Endowment Fund	18 (b)	-	-	17,200
Reserve Fund	19 (c)	135,957	96,884	-
Shared Service Fund	20 (b)	416,161	405,768	310,538
Total Expenses	6	1,863,127	1,867,397	2,043,852
Surplus/(deficit) for the period		420,541	127,662	(33,715)
Made up as follows:				
Statutory Fund	16 (c)	311,602	133,333	(400,377)
Special Fund	17 (b)	(15,691)	(16,361)	48,897
Indigenous Endowment Fund	18 (b)	55,574	2,826	360
Reserve Fund	19 (c)	(38,703)	(95,549)	134,305
Shared Service Fund	20 (b)	107,759	103,413	183,100
		420,541	127,662	(33,715)

The notes on page 19 to 55 are an integral part of these statements.

Statement of Comprehensive Income for the year ended 31 December 2012– By Fund (continued)

	Note	2012	2011	2010
		\$	\$	\$
Other Comprehensive Income				
Net Change in Fair Value of Investments:				
Statutory Fund		(6,074)	5,062	(25,552)
Indigenous Endowment Fund		(3,264)	21	(10,326)
Reserve Fund		(26,690)	7,103	(89,010)
Net gain /(loss) recognised directly in equity		(36,028)	12,186	(124,888)
Surplus / (Loss) for the period		420,541	127,662	(33,715)
Total comprehensive income/(expense) for the period		384,513	139,848	(158,603)

The notes on page 19 to 55 are an integral part of these statements.

Statement of Comprehensive Income for the year ended 31 December 2012 – By Item

	Note	2012 \$	2011 \$	2010 \$
Revenue				
Assessments from Dioceses	5	1,538,199	1,435,693	1,307,896
GSO Business Revenue	5	493,527	506,029	492,029
Other Income	5	50,863	46,821	2,000
Total Revenue excluding Investing Activities	5	2,082,589	1,988,543	1,801,925
Expenses				
GSO Office	6	1,079,309	1,141,200	917,446
National Church	6	184,659	144,155	481,639
Primate	6	185,210	183,740	178,660
Grants	6	325,323	307,259	362,923
Audit Fees	6	28,255	28,000	42,615
GSO Other Business Expenses	6	60,000	62,770	60,000
Total Expenses excluding Investing Activities	6	1,862,756	1,867,124	2,043,283
Investing Activities				
Finance Income	5	201,079	6,516	208,212
Investment & Finance Costs	6	(371)	(273)	(569)
Net Investing Activities		200,706	6,243	207,643
Surplus/(deficit) for the period		420,541	127,662	(33,715)
Made up as follows:				
Statutory Fund	16 (c)	311,602	133,333	(400,377)
Special Fund	17 (b)	(15,691)	(16,361)	48,897
Indigenous Endowment Fund	18 (b)	55,574	2,826	360
Reserve Fund	19 (c)	(38,703)	(95,549)	134,305
Shared Service Fund	20 (b)	107,759	103,413	183,100
		420,541	127,662	(33,715)
Other Comprehensive Income				
Net Change in Fair Value of Investments:				
Statutory Fund		(6,074)	5,062	(25,552)
Indigenous Endowment Fund		(3,264)	21	(10,326)
Reserve Fund		(26,690)	7,103	(89,010)
Net gain /(loss) recognised directly in equity		(36,028)	12,186	(124,888)
Total comprehensive income/(expense) for the period		384,513	139,848	(158,604)

The notes on page 19 to 55 are an integral part of these statements.

Statement of financial position as at 31 December 2012 – by Fund

	Note	2012 \$	2011 \$	2010 \$
Assets				
Trust Fund	15	100	100	100
Statutory Fund	16	1,144,773	979,555	652,635
Special Fund	17	382,697	274,720	233,635
Indigenous Endowment Fund	18	156,876	125,150	81,059
Reserve Fund	19	412,249	865,550	564,953
Shared Service Fund	20	115,509	144,518	8,100
Total current assets		2,212,204	2,389,593	1,540,482
Statutory Fund	16	316,824	248,020	361,310
Indigenous Endowment Fund	18	162,032	140,270	182,691
Reserve Fund	19	1,414,166	1,098,862	1,493,075
Total non-current assets		1,893,022	1,487,152	2,037,076
Total assets		4,105,226	3,876,745	3,577,596
Liabilities				
Statutory Fund	16	179,831	252,289	137,747
Special Fund	17	(893)	-	17,555
Indigenous Endowment Fund	18	-	(1,178)	-
Reserve Fund	19	89,917	73,398	36,972
Shared Service Fund	20	26,236	83,004	(25,000)
Total current Liabilities		295,091	407,513	167,274
Statutory Fund	16	28,963	28,010	27,106
Total non-current Liabilities		28,963	28,010	27,106
Total liabilities		324,054	435,523	194,380
Net assets		3,781,172	3,441,222	3,383,216
Equity				
Trust Fund	15	100	100	100
Statutory Fund	16	1,252,803	947,276	849,130
Special Fund	17	383,590	274,720	216,080
Indigenous Endowment Fund	18	318,908	266,598	263,750
Reserve Fund	19	1,736,498	1,891,014	2,021,056
Shared Service Fund	20	89,273	61,514	33,100
Total equity		3,781,172	3,441,222	3,383,216

The notes on page 19 to 55 are an integral part of these statements.

Statement of financial position as at 31 December 2012 – By Item

	Note	2012	2011	2010
		\$	\$	\$
Assets				
Cash and cash equivalents	8	1,136,584	1,931,304	1,185,456
Other financial assets	10	921,526	97,583	68,259
Trade and other receivables	9	154,094	360,706	286,805
Total current assets		2,212,204	2,389,593	1,540,520
Investments available for sale	10	1,893,022	1,487,152	2,019,036
Leasehold improvements and equipment	11	-	-	18,040
Total non-current assets		1,893,022	1,487,152	2,037,076
Total assets		4,105,226	3,876,745	3,577,596
Liabilities				
Trade and other payables	12	253,802	334,833	111,723
Provisions	13	-	14,179	14,179
Employee benefits	14	41,289	58,501	41,372
Total current liabilities		295,091	407,513	167,274
Provisions	13	15,524	15,524	15,524
Employee Benefits	14	13,439	12,486	11,582
Total non-current liabilities		28,963	28,010	27,106
Total liabilities		324,054	435,523	194,380
Net assets		3,781,172	3,441,222	3,383,216
Equity				
Trust Fund	15	100	100	100
Statutory Fund	16	1,252,803	947,276	849,130
Special Fund	17	383,590	274,720	216,080
Indigenous Endowment Fund	18	318,908	266,598	263,750
Reserve Fund	19	1,736,498	1,891,014	2,021,056
Shared Service Fund	20	89,273	61,514	33,100
Total equity		3,781,172	3,441,222	3,383,216

The notes on page 19 to 55 are an integral part of these statements.

Statement of cash flows for the year ended 31 December 2012

	Note	2012 \$	2011 \$	2010 \$
Cash flows from operating activities				
Cash receipts in the course of operations		2,315,087	1,940,526	1,632,740
Cash payments in the course of operations		(2,000,482)	(1,634,099)	(2,021,971)
Cash generated from / (used in) operations		314,605	306,427	(389,231)
Interest received		57,666	60,823	65,387
Net cash (used in) / from operating activities	21	372,271	367,250	(323,844)
Cash flows from investing activities				
Payments for leasehold improvements and equipment		-		(2,507)
Receipts / (payments) from investments		(1,166,991)	378,598	817,261
Net cash from / (used in) investing activities		(1,166,991)	378,595	814,754
Net (decrease) / increase in cash held		(794,720)	745,848	490,910
Cash and cash equivalents at 1 January		1,931,304	1,185,456	694,546
Cash and cash equivalents at 31 December	21	1,136,584	1,931,304	1,185,456

The notes on page 19 to 55 are an integral part of these statements.

Statement of Changes in Equity for the three years ended 31 December 2012

Year 1 of 3

	Capital	Investment Revaluation Reserve	Allocated Surplus	Unallocated Surplus	TOTAL
	\$	\$	\$	\$	\$
2010					
Opening Balance	1,774,717	161,117	1,235,855	447,275	3,618,964
Total comprehensive income for the period					
Net change in fair value of available-for-sale financial assets	-	(124,888)	-	-	(124,888)
Total other comprehensive income	-	(124,888)	-	-	(124,888)
Surplus/ (deficit) for the period	-	-	-	(33,715)	(33,715)
Total comprehensive income for the period	-	(124,888)	-	(33,715)	(158,603)
Transactions between funds, recorded directly in equity	-	-	(317,765)	240,620	(77,145)
Total transactions between funds	-	-	(317,765)	240,620	(77,145)
Closing Balance	1,774,717	36,229	918,090	654,180	3,383,216

The notes on page 19 to 55 are an integral part of these statements.

Statement of Changes in Equity for the three years ended 31 December 2012 (continued)

Year 2 of 3

	Capital	Investment Revaluation Reserve	Allocated Surplus	Unallocated Surplus	TOTAL
	\$	\$	\$	\$	\$
2011					
Opening Balance	1,774,717	36,229	918,090	654,180	3,383,216
Total comprehensive income for the period					
Net change in fair value of available-for-sale financial assets	-	12,186	-	-	12,186
Total other comprehensive income	-	12,186	-	-	12,186
Surplus/ (deficit) for the period	-	-	-	127,662	127,662
Total comprehensive income for the period	-	12,186	-	127,662	139,848
Transactions between funds, recorded directly in equity	-	-	97,173	(179,015)	(81,842)
Total transactions between funds	-	-	97,173	(179,015)	(81,842)
Closing Balance	1,774,717	48,415	1,015,263	602,827	3,441,222

The notes on page 19 to 55 are an integral part of these statements.

Statement of Changes in Equity for the three years ended 31 December 2012 (continued)

Year 3 of 3

	Capital	Investment Revaluation Reserve	Allocated Surplus	Unallocated Surplus	TOTAL
	\$	\$	\$	\$	\$
2012					
Opening Balance	1,774,717	48,415	1,015,263	602,827	3,441,222
Total comprehensive income for the period					
Net change in fair value of available-for-sale financial assets		(36,028)			(36,028)
Total other comprehensive income	-	(36,028)	-	-	(36,028)
Surplus/ (deficit) for the period				420,541	420,541
Total comprehensive income for the period	-	(36,028)	-	420,541	384,513
Transactions between funds, recorded directly in equity	(2)		148,676	(193,237)	(44,563)
Total transactions between funds	(2)	-	148,676	(193,237)	(44,563)
Closing Balance	1,774,715	12,387	1,163,939	830,131	3,781,172

The notes on page 19 to 55 are an integral part of these statements.

Notes to the Financial Statements for the year ended 31 December 2012

The Financial report was authorised for issue by resolution of the Standing Committee at its meeting of 25 April, 2013.

1. Reporting entity

General Synod of the Anglican Church of Australia is domiciled in Australia. The principal activities of the General Synod during the course of the financial year were to carry into effect the decisions of the General Synod and Standing Committee, and to provide services to the Primate and to the organisations which report to the General Synod via the Standing Committee. Assessments were levied upon the Dioceses under Sections 32(2) and 32(3) of the Constitution.

In the opinion of the members of the Standing Committee the General Synod is not a reporting entity. The financial report of the General Synod has been drawn up as a special purpose financial report for distribution to the members.

2. Basis of preparation

(a) Statement of compliance

The special purpose financial report has been prepared in accordance with all the recognition and measurement aspects of applicable Australian Accounting Standards ("AASBs") (including the Australian Accounting Interpretations) adopted by the Australian Accounting Standards Board with the exception of AASB 127 : Consolidated and Separate Financial Statements. The financial statements presented here do not consolidate the entities established by General Synod.

The notes to the Financial Statements of General Synod of the Anglican Church of Australia have been prepared assuming that the Standing Committee choose to exclude all disclosures except the minimum requirements.

The financial report does not include disclosure requirements of all AASB except for the following minimum requirements:

AASB 101	Presentation of Financial Statements
AASB 107	Statement of Cash Flows
AASB 108	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 1031	Materiality
AASB 1048	Interpretation and Application of Standards
AASB 1054	Australian Additional Disclosures

2. Basis of Preparation (continued)*(b) Basis of measurement*

The financial report has been prepared on the basis of historical costs and except where stated, does not take into account changing money values or fair values of non-current assets.

(c) Functional and presentation currency

The financial report is presented in Australian dollars, which is also the General Synod's functional currency.

(d) Use of estimates and judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and 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 estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

3. Purpose

The financial report reflects the operations of the General Synod established by the Constitution of the Anglican Church of Australia. The accompanying accounts do not include all of the results or assets or liabilities of organizations established by canon or resolution of the General Synod.

The financial report aggregates five funds of the General Synod administered by the General Synod Office. Additional information regarding the separate funds is shown in Notes 15 to 20. The purposes of each of the entities are set out below:

Trust Fund

The Trust Fund was settled to establish the trust upon which the General Synod operates.

Statutory Fund

The Constitution of the Anglican Church of Australia provides that it shall be a duty of the Standing Committee to apportion among and collect from the Dioceses on an equitable basis the necessary working expenses of the Synod and of the Standing Committee and other

3. Purpose (continued)*Statutory Fund (continued)*

expenses specifically authorised by the Synod. These expenses and apportionments are dealt with in the Statutory Fund accounts.¹

The apportionment of the costs is performed using the proportion of General Synod membership as defined in *The Table Annexed to the Constitution* that is used to calculate the number of representatives each Diocese shall send to the General Synod.

Special Fund

Voluntary assessments are raised from the Dioceses to meet certain national and international expenditure. These disbursements are dealt with in the accounts of the Special Fund.²

The apportionment of the costs is performed using the proportion of General Synod membership as defined in *The Table Annexed to the Constitution* of the Dioceses that choose to participate in paying these voluntary assessments.

Indigenous Endowment Fund

The Indigenous Endowment Fund accumulates and invests donations given for the provision of ministry to indigenous people and can provide funds to support the work of the National Indigenous Bishops.

Reserve Fund

The Reserve Fund accumulates and invests royalties, bequests and other non-assessment income derived by the General Synod and applies investment income over and above that necessary to preserve the real capital value of the fund to specific projects approved by the Standing Committee.

As a result of the changing nature of the Reserve Fund in recent years it was decided to transfer into a separate capital account (Capital Fund 1999) an amount equal to the original transfers into the Reserve Fund plus increases based on the inflation rate over that period.

It is intended that Capital Fund 1999 will continue to increase at the annual inflation rate thereby preserving the original capital amount as required by Standing Committee, while the Capital Fund will fluctuate in accordance with the surplus in the Reserve Fund.

¹Section 32(2) of the Constitution; and clause 5(e) of Rule II of the General Synod.

² Section 32(3) of the Constitution

3. Purpose (continued)*Shared Service Fund*

In 2009 the Standing Committee resolved to create the Shared Service Fund to oversee the business operations of the General Synod that are in addition to its constitutional responsibilities. The Shared Service Fund commenced operation from 1 January 2010.

This Fund quarantined the revenue and expenses related to the Long Service Leave Fund administration from the Statutory Fund and the revenue and expenses related to the Telstra administration from the Reserve Fund.

In 2010 the General Synod resolved to continue that practice with its acceptance of the 2011 Budget.

4. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in the financial report.

*(a) Revenue***(i) Assessments**

Statutory Assessments are agreed by the General Synod (for the first year after a General Synod Meeting) or the Standing Committee (for subsequent years) and levied on the Dioceses on an annual basis. Special Assessments, which are voluntary, are also levied at the same time. Income is taken into the income statement when levied. No revenue is recognised if there are significant uncertainties regarding receiving of the consideration due.

(ii) Interest income

Interest income is recognised as it accrues, taking into account the effective yield on the financial asset.

(iii) Distribution income

Distribution income is recognised as it accrues, taking into account the effective yield on the financial asset.

4. Significant Accounting Policies (continued)*(b) Goods and services tax*

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the taxation authority is included as a current asset or liability in the balance sheet.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the taxation authority are classified as operating cash flows.

(c) Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits.

(d) Trade and other receivables

Trade and other receivables are measured at their amortised cost less impairment losses. Trade debtors are generally settled within 30 days.

*(e) Leasehold improvement and Equipment***Owned Assets**

Items of leasehold improvements and equipment are stated at cost less accumulated depreciation (see below).

Depreciation

Items of equipment are depreciated over their estimated useful lives and the depreciation is charged to the income statement. Depreciation rate and methods are reviewed annually for appropriateness. Leasehold improvements are depreciated over the term of the lease.

Leasehold improvements and equipment are depreciated from the date of acquisition and the straight line method has been used.

4. Significant Accounting Policies (continued)

The useful life for each class of asset is as follows:

Leasehold improvements and equipment	2012:	3-7 years
	2011:	3-7 years
	2010:	3-7 years

(f) Trade and other payables

Trade and other payables are measured at amortised cost. Trade accounts payable are normally settled within 30 days.

(g) Employee benefits***Wages, salaries and annual leave***

Liabilities for employee benefits for wages, salaries and annual leave that are expected to be settled within 12 months of the reporting date represent present obligations resulting from employees' services provided to reporting date, are calculated at undiscounted amounts based on remuneration wage and salary rates that the entity expects to pay as at reporting date including related on-costs, such as workers compensation insurance and payroll tax.

Long- service leave

The General Synod's net obligation in respect of long- service leave, other than pension plans, is the amount of future benefit that employees have earned in return for their service in the current and prior periods. The obligation is calculated using expected future increases in wage and salary rates including related on-costs and expected settlement dates, adjusted by a probability factor and discounted using the rates attached to the Commonwealth Government bonds at the balance sheet date which have maturity dates approximating to the terms of the General Synod's obligations.

The General Synod has adopted a practice of recognising its Long Service Leave liability to an employee after the fourth anniversary of their employment with the General Synod.

Superannuation plan

The General Synod contributes to individual employee's superannuation plans. Contributions are charged against income as they are incurred.

4. Significant Accounting Policies (continued)*(h) Provisions*

A provision is recognised in the balance sheet when the entity has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

(i) Impairment

A financial asset is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount, and the present value of the estimated future cash flows discounted at the original effective interest rate. An impairment loss in respect of an available-for-sale financial asset is calculated by reference to its fair value.

Individually significant financial assets are tested for impairment on an individual basis. The remaining financial assets are assessed collectively in groups that share similar credit risk characteristics.

All impairment losses are recognised in profit or loss. Any cumulative loss in respect of an available-for-sale financial asset recognised previously in equity is transferred to profit or loss.

Reversals of impairment

An impairment loss is reversed if the reversal can be related objectively to an event occurring after the impairment loss was recognised. For financial assets measured at amortised cost and available-for-sale financial assets that are debt securities, the reversal is recognised in profit or loss. For available-for-sale financial assets that are equity securities, the reversal is recognised directly in equity.

An impairment loss in respect of a receivable carried at amortised cost is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the impairment loss was recognised.

4. Significant Accounting Policies (continued)*(j) Investments*

Financial instruments held and classified as being available-for-sale are stated at fair value, with any resultant gain or loss being recognised directly in equity, except for impairment losses.

(k) Equity reserves

All expenditure, for which money has been set aside in a reserve, is expensed in the income statement or capitalised as an asset on the balance sheet. Reserves are increased by transferring funds from another reserve or from retained earnings. Reserves are reduced by transferring funds to another reserve or by transferring funds to unallocated Surplus.

(l) Income tax

The General Synod has income tax exemption status.

(m) Lease Payments

Payments made under operating leases are recognised in profit or loss on a straight-line basis over the term of the lease. Lease incentives received are recognised as an integral part of the total lease expense, over the term of the lease

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

	2012	2011	2010
	\$	\$	\$
5. Revenue			
Assessments from Dioceses			
Statutory	1,308,199	1,197,696	984,998
Special	230,000	237,997	322,898
GSO Business Revenue			
Telstra commissions	184,527	212,029	212,029
Anglican LSLF Administration	309,000	294,000	280,000
Other Income			
NARU income	37,500	-	-
Other income	13,363	46,821	2,000
Total Revenue excluding Investing Activities	2,082,590	1,988,543	1,801,925
Investment income			
Interest	57,666	60,823	65,387
Distribution & realised gains	143,413	(54,307)	142,825
	201,079	6,516	208,212
Total Revenue including Investing Activities	2,283,668	1,995,059	2,010,137

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

		2012	2011	2010
		\$	\$	\$
6. Expenses				
6 (i) Consolidated Expenses				
General Synod Office				
Employee Expenses	6(ii)	857,079	787,321	724,566
Staff Travel		6,401	7,922	7,701
Office Administration		148,243	235,671	103,577
Premises		63,011	74,726	71,870
Legal Fees		0	3,432	6471
Consultants		4,575	32,128	-
National Church				
Gatherings	6(iii)	184,659	144,155	484,900
Primate	6(iv)	185,210	183,740	178,660
Grants	6(v)	325,323	307,259	362,923
Auditor's Remuneration	6 (vii)	28,255	28,000	42,615
GSO Other Business Expense				
Telstra	6 (viii)	60,000	62,770	60,000
Total Expenses excluding Investment Activities		1,862,756	1,857,124	2,043,283
Investment and Finance Costs				
Bank Charges	6 (ix)	371	273	569
Total Expenses including Investment Activities		1,863,127	1,857,397	2,043,283

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

	2012	2011	2010
	\$	\$	\$
6 (ii) Employee Expenses			
By Item			
Salaries and allowances	640,258	571,879	599,938
Fringe Benefits Tax	49,155	-	-
Provision - long service leave	953	904	11,582
Provision - annual leave	61,665	45,902	18,697
Superannuation (guarantee & salary sacrifice)	56,828	74,844	80,441
Workers' Compensation Premium	16,705	8,956	8,896
Memberships	2,199	745	136
Staff Recruitment	-	58,196	-
Staff Training	23,769	2,369	520
Temporary Staff	-	18,717	-
Staff other	5,547	4,809	4,356
	<u>857,079</u>	<u>787,321</u>	<u>724,566</u>
By Fund			
Statutory Fund	606,672	577,123	524,804
Reserve Fund	29,699	-	-
Shared Service Fund	220,708	210,198	199,762
	<u>857,079</u>	<u>787,321</u>	<u>724,566</u>

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

	Note	2012	2011	2010
		\$	\$	\$
6 (iii) Gatherings				
Commissions				
Episcopal Standards Commission		19,701	23,770	3,934
Professional Standards Commission		11,077	12,011	25,063
Church Law Commission		309	-	5,348
Doctrine Commission		7,309	980	7,995
Liturgy Commission		2,899	3,055	3,635
Ministry Commission		1,392	738	2,772
Public Affairs Commission		7,656	1,101	4,710
Ecumenical Relations Commission		2,218	1,948	5,008
Women's Commission		-	-	2,174
Task Forces				
Fresh Expressions Australia		5,067	4,730	1,679
Aboriginal and Torres Strait Islander				
Ministry (ATSIM) Task Force		3,710	4,487	-
Episcopal Ministry Task Force		1,206	2,048	-
Financial Principles & Policies Task				
Force		1,410	757	-
National Church Unity		7,217	-	-
Viability of Structures Task Force		732	1,426	-
Working Group				
Financial Advisory Group		22,052	933	1,830
National Register		13,485	9,653	5,604
Environmental		1,551	2,428	3,793
Royal Commission		1,307	-	-
Standing & Executive Committee				
Executive committee meetings		4,916	4,210	2,307
Standing committee meetings		59,214	47,815	48,155
Meetings other		252	1,625	12,525
General Synod Meetings				
General Synod 2010		-	-	325,053
General Synod 16		2,991	8,438	-
Domestic Conferences				
Statutory Fund		(1,990)	384	850
Special Fund		-	202	17,555
Overseas Conferences				
Special Fund		8,978	11,416	1,651
TOTAL GATHERINGS		184,659	144,155	481,641

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012***6 (iv) Primate**

	Note	2012	2011	2010
		\$	\$	\$
Primate's Allowance		64,631	61,787	66,067
Primate's Travel		11,805	18,359	13,910
Primate's Assistant		108,774	103,594	98,683
Primatial Election		-	-	-
Total Primatial Costs		185,210	183,740	178,660

6 (v) Grants

	Notes	2012	2011	2010
		\$	\$	\$
Statutory Fund				
Defence Force Board		24,319	39,000	24,000
NATSIAC		24,082	24,326	27,730
Indigenous Bishop		37,500	-	37,500
Indigenous Endowment Fund				
National Indigenous Bishop		-	-	17,200
Special Fund				
Anglican Consultative Council		146,650	152,073	164,083
Australian Hymn Book P/L		-	-	-
Christian Conference of Asia		8,000	8,000	8,000
Council of the Church of East Asia		4,400	4,400	4,400
National Council of Churches in Australia		55,493	54,700	54,700
NCCA Aboriginal and Islander Commission		10,000	10,000	10,000
World Council of Churches – Geneva		13,710	13,560	14,111
International Anglican youth Network		195	200	200
International Anglican Family Network		974	1,000	1,000
Total Grants		325,323	307,259	362,924

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012***6 (vi) Auditor's remuneration**

	Note	2012	2011	2010
		\$	\$	\$
Audit services:				
Auditors of the General Synod				
<i>KPMG Australia:</i>				
Audit and review of financial reports		28,255	28,000	28,000
Other assurance services		-	-	14,615
		<u>28,255</u>	<u>28,000</u>	<u>42,615</u>

6 (vii) GSO Other Business

	Note	2012	2011	2010
		\$	\$	\$
Telstra Plan Costs		60,000	62,770	60,000

6 (viii) Investment and finance costs

	Note	2012	2011	2010
		\$	\$	\$
Bank Charges		371	273	569

*General Synod of the Anglican Church of Australia**Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

8. Cash & Cash Equivalents	Note	2012	2011	2010
		\$	\$	\$
By Item				
Cash at Bank				
Statutory Fund		556,286	369,080	134,013
Special Fund		341,007	156,780	17,794
Total Cash at Bank		897,293	525,860	151,807
Cash on Hand				
Statutory Fund		1,000	1,000	5,000
Total Cash on Hand		1,000	1,000	5,000
Cash on Deposit				
Statutory Fund		11,257	470,046	416,136
Special Fund		28,613	9,606	209,607
Indigenous Endowment Fund		51,105	50,422	11,914
Reserve Fund		94,945	758,457	382,892
Shared Service Fund		52,371	115,913	8,100
Total Cash on Deposit		238,291	1,404,444	1,028,649
Total Cash & Cash Equivalents		1,136,584	1,931,304	1,185,456
By Fund				
Statutory Fund		568,443	840,026	555,049
Special Fund		369,620	166,386	227,401
Indigenous Endowment Fund		51,105	50,422	11,914
Reserve Fund		94,945	758,457	382,892
Shared Service Fund		52,371	115,913	8,100
Trust Fund		100	100	100
Total Cash & Cash Equivalents		1,136,584	1,931,304	1,185,456

Note: The \$100 in the Trust Fund is held by the Statutory Fund.

The weighted average interest rate on cash assets at 31 December 2012: 2.19% (2011: 2.58%, 2010: 5.51%)

General Synod of the Anglican Church of Australia

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Notes to the Financial Statements (continued) for the year ended 31st December 2012

	2012 \$	2011 \$	2010 \$
9. Trade and other receivables			
Statutory Fund			
Assessments not yet received by 31 December			
Canberra & Goulburn	-	37,723	-
Grafton	-	-	4,518
Sydney	-	-	25,344
Wangaratta	2,920	-	-
Other Receivables	31,879	73,342	67,762
Prepaid Expenses	-	3,375	-
Special Fund			
Assessments not Received by 31 December			
Armidale	11,415	5,805	-
Bendigo	-	-	1,993
Grafton	-	-	1,993
Canberra & Goulburn	-	13,061	-
Melbourne	-	12,962	-
Wangaratta	701	-	1,993
Wilochra	-	54	54
Other Receivables	961	76,452	201
Indigenous Endowment			
Other Receivables	591	2,234	886
Reserve Fund			
Other Receivables	63,274	107,093	182,061
Shared Service Fund			
Other Receivables	42,353	28,605	-
Total Trade & Other Receivables	154,094	360,706	286,805

General Synod of the Anglican Church of Australia

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Notes to the Financial Statements (continued) for the year ended 31st December 2012

	Note	2012	2011	2010
		\$	\$	\$
10. Investments available for Sale and Other Financial Assets				
Current				
<i>Investment in Term Deposits</i>				
Statutory Fund		541,531	25,089	-
Indigenous Endowment Fund		105,180	72,494	68,259
Reserve Fund		156,077	-	-
Shared Service Fund		20,785	-	-
 <i>Loan to Brought Publishing Pty Ltd</i>				
Reserve Fund		97,953	-	-
Total Current Investments		921,526	97,583	68,259
 Non-Current				
<i>Investment in Managed Funds</i>				
Statutory Fund		316,793	247,989	343,239
Indigenous Endowment Fund		162,032	140,270	182,691
Reserve Fund		1,414,166	1,098,862	1,493,075
 <i>Investment in Broughton Publishing Pty Ltd</i>				
Statutory Fund		1	1	1
 <i>Investment in the Australian Hymn Book Company Pty Ltd</i>				
Statutory Fund		30	30	30
Total Non-Current Investments		1,893,022	1,487,152	2,019,036
Total Other Financial Assets		2,814,548	1,584,735	2,087,295

General Synod of the Anglican Church of Australia

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Notes to the Financial Statements (continued) for the year ended 31st December 2012

	Note	2012	2011	2010
		\$	\$	\$
11. Leasehold improvements & equipment				
Equipment, at cost		82,555	82,555	82,555
Less: Accumulated depreciation		(82,555)	(82,555)	(78,053)
Leasehold improvements, at cost		86,162	86,162	86,162
Less: Accumulated depreciation		(86,162)	(86,162)	(75,132)
Total leasehold improvements and equipment at net book value		-	-	15,532
Reconciliations				
Reconciliations of the carrying amounts for leasehold improvements and equipment are set out below:				
Equipment				
Carrying amount at beginning of year		-	7,011	15,870
Additions		-	-	2,507
Depreciation		-	(7,011)	(11,368)
Carrying amount at end of year		-	-	7,009
Leasehold improvements				
Carrying amount at beginning of year		-	11,030	28,263
Depreciation		-	(11,030)	(17,232)
Carrying amount at end of year		-	-	11,031

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

	2012	2011	2010
	\$	\$	\$
12. Trade and other payables			
Accounts payable			
Statutory Fund	72,150	13,291	28,197
Reserve Fund	-	48,435	5,500
Shared Service Fund	24,136	75,504	-
Accrued expenses			
Statutory Fund	59,582	154,619	73,836
Reserve Fund	87,756	31,511	-
Shared Service Fund	-	7,500	-
Prepaid Income			
Statutory Fund	6,878	-	-
Intercompany			
Statutory Fund	(1,011)	10,083	(20,819)
Special Fund	(893)	-	17,555
Indigenous Endowment Fund	-	(1,178)	-
Reserve Fund	(196)	(8,905)	28,265
Shared Service Fund	2,100	-	(25,000)
GST liability			
Statutory Fund	923	1,596	962
Reserve Fund	2,357	2,357	3,207
Australian Hymn Book Company Pty Ltd shares unpaid			
Statutory Fund	20	20	20
	<u>253,802</u>	<u>334,833</u>	<u>111,723</u>

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

	Note	2012	2011	2010
13. Provisions		\$	\$	\$
Current				
Rent free provision		-	1,788	1,788
General Synod Provision		-	-	-
Rent increase provision		-	12,391	12,391
		-	14,179	14,179
Non-current				
Make good rental premises provision		15,524	15,524	15,524
		15,524	15,524	15,524
		2012	2011	2010
		\$	\$	\$
14. Employee benefits				
Current				
Liability for annual leave		41,289	58,501	41,372
Non-current				
Liability for long service leave		13,439	12,486	11,582
Total Employee Benefits Provision		54,728	70,987	52,954

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

	Note	2012	2011	2010
		\$	\$	\$
15. Trust Fund additional information				
Balance sheet as at 31 December 2012				
Current assets				
Cash		100	100	100
Total assets		100	100	100
Net assets		100	100	100
Accumulated funds				
Trust fund		100	100	100
Total accumulated funds		100	100	100

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Notes to the Financial Statements (continued) for the year ended 31st December 2012

	Note	2012 \$	2011 \$	2010 \$
16. Statutory Fund Additional Information				
16 (a) Balance Sheet				
Assets				
Cash and cash equivalents	8	568,443	840,026	555,049
Other financial assets	10	541,531	25,089	-
Trade and other receivables	9	34,799	114,440	97,624
Total current assets		1,144,773	979,555	652,673
Investments available for sale	10	316,824	248,020	343,270
Leasehold improvements and equipment	11	-	-	18,040
Total non-current assets		316,824	248,020	361,310
Total assets		1,461,597	1,227,575	1,013,983
Liabilities				
Trade and other payables	12	138,542	179,609	82,196
Provisions	13	-	14,179	14,179
Employee benefits	14	41,289	58,501	41,372
Total current liabilities		179,831	252,289	137,747
Provisions	13	15,524	15,524	15,524
Employee Benefits	14	13,439	12,486	11,582
Total non-current liabilities		28,963	28,010	27,106
Total liabilities		208,794	280,299	164,853
Net assets		1,252,803	947,276	849,130
Equity				
Reserves	16 (b)	1,104,922	962,320	840,586
Unallocated Surplus		147,881	(15,044)	8,544
Total Equity		1,252,803	947,276	849,130

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

	Note	2012	2011	2010
		\$	\$	\$
16 (b) Equity Reserves				
General Secretary Housing Reserve		712,837	697,492	673,905
Archbishop of Canterbury visit		20,372	20,372	20,372
Primate Election		21,714	21,714	21,714
General Synod 16		276,665	143,333	10,000
NARU Reserve		40,382	40,382	40,382
51 Druitt Street Reserve		44,132	44,132	44,132
Website Project Reserve		-	-	-
Office Refurb & IT Reserve		(20,597)	(20,597)	19,652
Investment Revaluation Reserve		1,946	8,020	2,958
Anglican History Conference		-	-	-
Anglican Missiology Conference		1,262	1,263	1,262
Youth Ministry Trust Fund		6,209	6,209	6,209
AIA Archives Fund		-	-	-
Statutory Fund Equity Reserves		1,104,922	962,320	840,586

General Synod of the Anglican Church of Australia

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Notes to the Financial Statements (continued) for the year ended 31st December 2012

	Note	2012	2011	2010
		\$	\$	\$
16 (c) Profit and Loss Statement				
REVENUE				
Assessments from Dioceses				
Statutory		1,308,199	1,197,696	948,998
Investment income				
Interest		32,702	12,400	22,058
Distribution & realised gains		24,005	(13,936)	32,760
Sundry Income				
Other income		9,194	46,173	-
TOTAL REVENUE		1,374,100	1,242,333	1,039,816
EXPENSES				
General Synod Office				
Employee Expenses	6(ii)	606,672	577,123	524,804
Staff Travel		4,522	6,158	6,048
Office Administration		44,188	166,822	81,466
Premises		37,514	50,091	48,119
Legal Fees		-	3,432	6,471
Consultants		4,575	1,286	-
National Church				
Gatherings	6(iii)	175,681	132,537	462,434
Primate	6(iv)	76,436	80,146	178,660
Grants	6(v)	85,901	63,326	89,230
Auditor's Remuneration	6 (vi)	26,755	28,000	42,615
Investment and Finance Costs				
Bank Charges	6 (viii)	254	79	346
TOTAL EXPENSES		1,062,498	1,109,000	1,440,193
SURPLUS / (DEFICIT)		311,602	133,333	(400,377)

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012***17. Special Fund Additional Information**

	Note	2012	2011	2010
		\$	\$	\$
17 (a) Balance Sheet				
Assets				
Cash and cash equivalents	8	369,620	166,386	227,401
Trade and other receivables	9	13,077	108,334	6,234
Total current assets		382,697	274,720	233,635
Total assets		382,697	274,720	233,635
Liabilities				
Trade and other payables	12	(893)	-	17,555
Total current liabilities		(893)	-	17,555
Total liabilities		(893)	-	17,555
Net assets		383,590	274,720	216,080
Equity				
Reserves		-	-	167,183
Unallocated Surplus		383,590	274,720	48,897
Total Equity		383,590	274,720	216,080

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

	Note	2012	2011	2010
		\$	\$	\$
17 (b) Profit and Loss Statement				
REVENUE				
Assessments from Dioceses				
Special		230,000	237,997	322,898
Investment income				
Interest		2,820	1,387	1,920
TOTAL REVENUE		232,820	239,384	324,818
EXPENSES				
National Church				
Gatherings	6(iii)	8,978	11,618	19,206
Grants				
	6(v)	239,422	243,933	256,493
Investment and Finance Costs				
Bank Charges	6(viii)	111	194	222
TOTAL EXPENSES		248,511	255,745	275,921
SURPLUS		(15,691)	(16,361)	48,897

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012***18. Indigenous Endowment Additional Information**

	Note	2012 \$	2011 \$	2010 \$
18 (a) Balance Sheet				
Assets				
Cash and cash equivalents	8	51,105	50,422	11,914
Other financial assets	10	105,180	72,494	65,259
Trade and other receivables	9	591	2,234	886
Total current assets		156,876	125,150	78,059
Investments available for sale	10	162,032	140,270	182,691
Total non-current assets		162,032	140,270	182,691
Total assets		318,908	265,420	263,750
Liabilities				
Trade and other payables	12	-	(1,178)	-
Total non-current liabilities		-	(1,178)	-
Total liabilities		-	(1,178)	-
Net assets		318,908	266,598	263,750
Equity				
Capital Fund		250,000	250,000	250,000
Investment Revaluation Reserve		2,608	4,591	4,570
Unallocated Surplus		67,580	12,007	9,180
Total Equity		318,908	266,598	263,750

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

	Note	2012	2011	2010
		\$	\$	\$
18 (b) Profit and Loss Statement				
REVENUE				
Investment income				
Interest		5,739	7,126	4,441
Distribution & realised gains		12,335	(4,300)	11,119
Grants Received		37,500	-	-
Donations		-	-	2,000
TOTAL REVENUE		55,574	2,826	17,560
EXPENSES				
Grants	6(v)	-	-	17,200
TOTAL EXPENSES		-	-	17,200
SURPLUS / (DEFICIT)		55,574	2,826	360

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012***19. Reserve Fund Additional Information**

	Note	2012	2011	2010
		\$	\$	\$
19 (a) Balance Sheet				
Cash and cash equivalents	8	94,945	758,457	382,892
Other financial assets	10	254,030	-	-
Trade and other receivables	9	63,274	107,093	182,061
Total current assets		412,249	865,550	564,953
Investments available for sale	10	1,414,166	1,098,862	1,493,075
Total non-current assets		1,414,166	1,098,862	1,493,075
Total assets		1,826,415	1,964,412	2,058,028
Liabilities				
Trade and other payables	12	89,917	73,398	36,972
Total current liabilities		89,917	73,398	36,972
Total liabilities		89,917	73,398	36,972
Net assets		1,736,498	1,891,014	2,021,056
Equity				
Capital Fund	19(b)	229,942	257,812	295,902
Capital Fund 1999	19(b)	1,294,674	1,266,804	1,228,714
National Anglican Conference Reserve	19(b)	32,482	32,482	32,482
Telstra Marketing Reserve	19(b)	27,273	27,273	27,273
Investment Revaluation Reserve	19(b)	9,111	35,801	28,698
Bequests	19(b)	1,208	1,208	1,208
Unallocated Surplus		141,808	269,634	406,778
Total equity		1,736,498	1,891,014	2,021,055

General Synod of the Anglican Church of Australia

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Notes to the Financial Statements (continued) for the year ended 31st December 2012

	Note	2012 \$	2011 \$	2010 \$
19 (b) Equity Reserves				
Capital Fund				
Balance at beginning of year		257,812	295,902	327,560
Tfr (to) Capital Fund 1999		(27,870)	(38,090)	(31,657)
Tfr from unallocated surplus		-	-	-
Tfr (to) Statutory Fund		-	-	-
Balance at end of year		229,942	257,812	295,903
Capital Fund 1999				
Balance at beginning of year		1,266,804	1,228,714	1,197,057
Tfr from Capital Fund		27,870	38,090	31,657
Balance at end of year		1,294,674	1,266,804	1,228,714
Total Capital Funds		1,524,616	1,524,616	1,524,616
National Anglican Conference Reserve				
Balance at beginning of year		32,482	32,482	32,482
Balance at end of year		32,482	32,482	32,482
Telstra Marketing Reserve				
Balance at beginning of the year		27,273	27,273	27,273
Balance at the end of the year		27,273	27,273	27,273
Bequests				
Balance at beginning of year		1,208	1,208	-
Less changes in value during year		-	-	1,208
Balance at end of year		1,208	1,208	1,208
Investment Revaluation Reserve				
Balance at beginning of year		35,801	28,698	117,708
Less changes in value during year		(26,690)	7,103	(89,010)
Balance at end of year		9,111	35,801	28,698

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

	Note	2012	2011	2010
		\$	\$	\$
19 (c) Profit & Loss Statement				
REVENUE				
Investment income				
Interest		13,512	36,758	35,358
Distribution & realised gains		107,073	(36,071)	98,947
GSO Other Business Revenue				
Telstra		(27,500)	-	-
Sundry Income				
Other income		4,169	648	-
TOTAL REVENUE		97,254	1,335	134,305
EXPENSES				
General Synod Office				
Employee Expenses	6(ii)	29,699	-	-
Office Administration		70,000	31,511	-
Consultants	6 (i)	-	30,842	-
Primate				
	6 (iv)	36,258	34,531	-
TOTAL EXPENSES		135,957	96,884	-
SURPLUS / (DEFICIT)		(38,703)	(95,549)	134,305

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012***20. Shared Service Fund Additional Information**

	Note	2012	2011	2010
		\$	\$	\$
20 (a) Balance Sheet				
Cash and cash equivalents	8	52,371	115,913	8,100
Other financial assets	10	20,785	-	-
Trade and other receivables	9	42,353	28,605	-
Total current assets		115,509	144,518	8,100
Total assets		115,509	144,518	8,100
Liabilities				
Trade and other payables	12	26,236	83,004	(25,000)
Total current liabilities		26,236	83,004	(25,000)
Total liabilities		26,236	83,004	(25,000)
Net assets		89,273	61,514	33,100
Equity				
Unallocated Surplus		89,273	61,514	33,100
Total equity		89,273	61,514	33,100

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

	Note	2012	2011	2010
		\$	\$	\$
20 (b) Profit & Loss Statement				
REVENUE				
Anglican LSLF Administration		309,000	294,000	280,000
Telstra Commissions		212,027	212,029	212,029
Interest		2,893	3,152	1,609
TOTAL REVENUE		523,920	509,181	493,638
Expenses				
General Synod Office				
Employee Expense	6 (ii)	220,708	210,198	199,762
Staff Travel		1,879	1,764	1,653
Office Administration		34,055	37,608	25,372
Premises		25,497	24,635	23,751
Primate	6 (iv)	72,516	69,063	-
Audit Remuneration	6 (vi)	1,500	-	-
GSO Other Business				
Telstra External Costs	6 (vii)	60,000	62,500	60,000
Investment and Finance Costs				
Bank Charges	6 (viii)	6	-	-
TOTAL EXPENSES		416,161	405,768	310,538
SURPLUS/(DEFICIT)		107,759	103,413	183,100

21. Notes to the statement of cash flows**(a) Reconciliation of cash**

For the purposes of the statement of cash flows, cash includes cash on hand and at bank and short term deposits at call. Cash as at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:

	Note	2012	2011	2010
		\$	\$	\$
Cash Assets	8	1,136,584	1,931,304	1,185,456
Reconciliation of surplus from ordinary activities to net cash provided by operating activities				
Surplus/(deficit) from ordinary activities		420,541	127,662	(33,715)
Add/(deduct) non-cash items:				
Depreciation		-	18,040	28,601
Impairment loss		-	-	-
Non-cash managed fund income		(143,415)	54,307	(142,825)
Other non-cash expenses		-	-	-
Net cash provided by / (used in) operating activities before change in assets and liabilities		277,126	200,009	(147,939)
Change in assets and liabilities during the financial year:				
(Increase)/decrease in receivables		206,612	(73,902)	(190,588)
Increase/(decrease) in trade creditors		(81,031)	223,110	2,179
Increase/(decrease) in provisions		(30,436)	18,033	12,504
Net cash provided by / (used in) operating activities		372,271	367,250	(323,844)

22. Other Related Party Disclosures**Standing Committee Members**

The names of each person who held the position of member of the Standing Committee during the financial year are:

EX OFFICIO MEMBERS:**The Primate**

The Most Reverend Dr P J Aspinall (Archbishop of Brisbane and Metropolitan of Queensland)

The Metropolitan of New South Wales

The Most Reverend Dr P F Jensen
(Archbishop of Sydney)

The Metropolitan of Victoria

The Most Reverend Dr P Freier
(Archbishop of Melbourne)

The Metropolitan of South Australia

The Most Reverend Dr J W Driver
(Archbishop of Adelaide)

The Metropolitan of Western Australia

The Most Reverend R A Herft
(Archbishop of Perth)

The Chairman of Committees

Vacant

The General Secretary

Mr M J Drevikovsky

The Clerical and Lay Secretaries of Synod

The Venerable L Snell
Ms A Skamp

NATSIAC Nominees

Ms R Elu
The Reverend Gloria Shipp

Elected by the House of Bishops

The Right Reverend A W Curnow
The Right Reverend G Thompson
The Right Reverend G Weatherill

Elected by the House of Laity

Mr G Blake SC
The Honourable D J Bleby QC
The Honourable R C Fordham
Ms L Haywood
Mrs A Mills
Dr M L Porter OAM
Ms. C Tan
Dr R. Tong AM
The Honourable Acting Justice P W Young AO
QC

Elected by the House of Clergy

The Venerable A Copeman
The Right Reverend B Darling
The Right Reverend G N Davies
The Right Reverend R C Forsyth
The Right Reverend K M Goldsworthy
The Very Reverend Dr S Macneil
The Venerable T Mildenhall
The Right Reverend R Nicholson
The Reverend Canon Dr C O'Reilly

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012*

	Note	2012 \$	2011 \$	2010 \$
23. Commitments				
Operating lease payable commitments				
The estimated maximum amount of commitments not provided for in the financial statements as at 31 December 2012 are:				
		-	-	-
Future operating lease rentals of premises, not provided for in the financial statements and payable:				
Not later than one year		77,249	72,350	43,744
later than one year but not later than five years		45,062	120,888	-
		<u>122,311</u>	<u>193,238</u>	<u>43,744</u>

24. Organisation Information

General Synod of the Anglican Church of Australia

Registered Office: Suite 2, Level 9, 51 Druitt St, Sydney, NSW 2000

General Synod of the Anglican Church of Australia*Annual Financial Report 2012**Notes to the Financial Statements (continued) for the year ended 31st December 2012***25. Disclosure of a Prior Period Error in Accounting for General Synod 16**

Standing Committee has a policy of setting aside in the Statutory Fund \$133,333 each year to cover the future cost of its General Synod. In previous years financial statements the amount was incorrectly accounted for as a liability rather than a reserve. The error has been corrected by restating the comparative amounts for 2010 and 2011 as follows:

	2011	Increase/ (Decrease)	2011 Restated	2010	Increase / (Decrease)	2010 Restated
Statement of financial position(extract)	\$	\$	\$	\$	\$	\$
Current Liabilities Provision	-	-	-	24,179	(10,000)	14,179
Non-Current Liabilities Provision	158,857	(143,333)	15,524	-	-	-
Statutory Fund Equity	803,943	143,333	947,276	839,130	10,000	849,130

	2011	Profit Increase/ (Decrease)	2011	2010	Profit Increase/ (Decrease)	2010
Statement of Comprehensive Income (extract)	\$	\$	\$	\$	\$	\$
Statutory Fund Expenses	1,242,333	(133,333)	1,109,000	1,450,193	(10,000)	1,440,193
Expenses National Church	277,488	(133,333)	144,155	491,639	(10,000)	481,639
Surplus/(Deficit) for the period	(5,671)	133,333	127,662	(43,715)	10,000	(33,715)

CHAPTER 3

FINANCIAL PERFORMANCE 2013

In regards the financial performance for 2013, the Annual Financial Report for the year ending 31 December 2013 is being prepared at the time of production of this book. Members will be provided with a copy of the Annual Financial Report approximately one month before the commencement of the General Synod.

CHAPTER 4

BUDGET 2014

The General Synod Standing Committee approved the budget for 2014 at its meeting on November 16 and 17 2013.

The 2014 Budget has been prepared in accordance with the “Preferred Model for funds flows between General Synod Funds” (“Preferred Model”). The Preferred Model was developed by the Financial Principles and Policies Task Force and adopted in principle by the Standing Committee at its November 2012 meeting.

Key Points

1. The dioceses will be asked to pay a 3.50% (\$45,513) higher statutory assessment figure in 2014 (\$1,345,896) than they paid in 2013 (\$1,300,383). The major items contributing to this change are:

Expense Increases:

- a. Moving “Primate’s Assistant expenses” of \$117,183 into the Statutory Fund and out of the Reserve Fund (\$39,061) and out of the Shared Service Centre Fund (\$78,122).
- b. An increase in expenses associated with working groups, commissions and task forces of \$76,750 (46%). The major contributors to this increase amount being:
 - i. The Royal Commission Working Group (increase from \$nil in 2013 to \$45,000 in 2014). In 2013 the Group received funding from the Reserve Fund.
 - ii. The Episcopal Standards Commission (increase from \$10,000 in 2013 to \$25,000 in 2014). The increase arises from the repayment by the Statutory Fund of \$20,000 to the Reserve Fund for expenses paid by the Reserve Fund relating to the Episcopal Standards Commission investigation of complaints regarding Bishop Hough (Diocese of Ballarat).
- c. One off expenses associated with changing General Secretaries (including overlapping salary and payout of entitlements) of \$53,785.
- d. One off expenses (fit out and relocation) associated with moving to new premises of \$75,000.

Expense Decreases, Rebates and Contributions:

- a. A rebate of the 2012 Statutory Fund surplus of \$178,269.
 - b. A contribution of \$99,547 from Reserves and Unallocated Surplus.
2. In 2014 the Statutory Fund is budgeted to incur \$466,666 of expenses relating to the Sixteenth Session of General Synod (“General Synod 16”). This expense will be met entirely out of the General Synod 16 Reserve.

3. The dioceses will be asked to pay a 0.6% (\$1,604) lower Special Fund assessment amount in 2014 (\$259,588) than they paid in 2013 (\$261,192). This reduction arises despite the fact that in 2014 the Special Fund will not receive the \$90,000 contribution from the Shared Service Fund that it received in 2013.
4. The Shared Service Centre Fund surplus in 2014 available for distribution (taken up in 2015) to the Reserve Fund (75%) and the Statutory Fund (25%) is forecast to be \$211,751.

The Process

To arrive at the draft 2014 budget numbers for the 5 General Synod Funds, the following items were considered:

1. The budget numbers for 2013.
2. The year to date actual numbers for 2013.
3. The actual numbers for the period 2010 to 2012.
4. Reasonably probable events that will impact on the 2014 budget numbers but are not reflected in historical numbers.

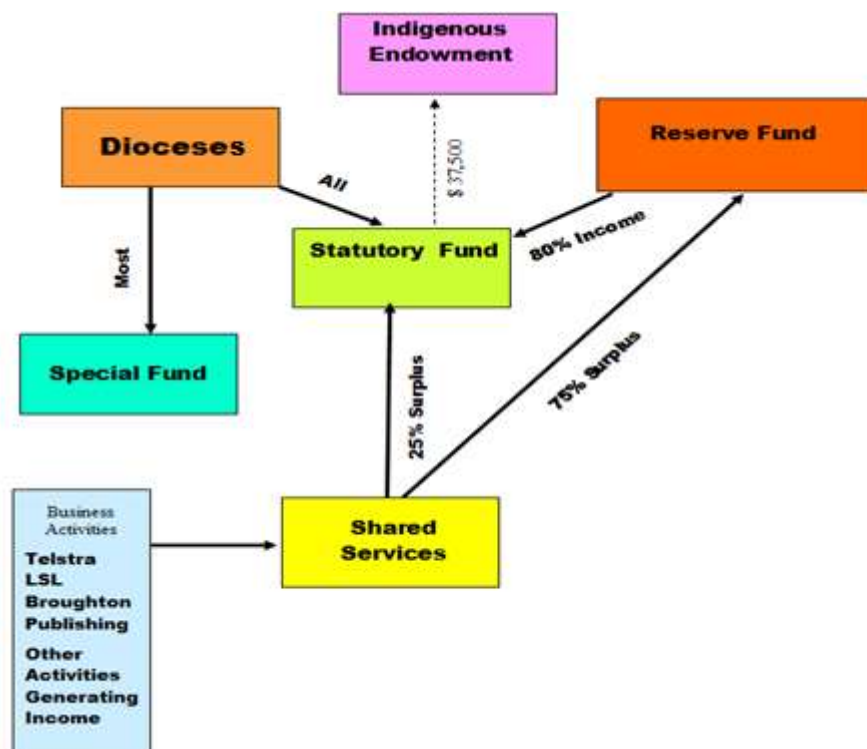
Assumptions

When drafting the 2014 Budget, the following assumptions were made:

Assumptions made that affect all 5 Funds

1. The "Preferred Model for funds flows between General Synod Funds" ("Preferred Model") developed by the Financial Principles and Policies Task Force (adopted in principle by the Standing Committee at its November, 2012 meeting) is applied.

The Preferred Model is represented diagrammatically as follows:



The Preferred Model assumptions are:

- a. The Funds flows amounts referred to in the 2014 Budget are generated from the 2013 Shared Service Fund Surplus and the 2013 Reserve Fund income amount.
 - b. The Reserve Fund accumulated surplus is to be built up to an amount equal to 1.2 times the previous financial year's operating costs (for all 5 funds) and then maintained at that amount (or better). As a result, the Reserve Fund will only transfer 80% of its income to the Statutory Fund when its accumulated surplus is equal to (or better) than 1.2 x the total of the previous financial year's operating costs (for all 5 funds). For 2014 there is no transfer of income from the Reserve Fund to the Statutory Fund.
 - c. Over time, the Reserve Fund is expected to slowly grow and the income derived from the Fund is expected to provide an increasing proportion of the General Synod funding requirement (thereby lowering statutory assessments).
 - d. All "Primate related expenses" (including the cost of the Primate's Assistant) are included in the Statutory Fund.
2. The inflation rate will be 2.6%.
 3. On the advice of an asset consultant, the General Synod Investment Committee re-set the investment settings of the Statutory, Reserve and Indigenous Endowment Funds in the last quarter of 2013. This re-set will impact on the income expected to be derived in 2014 from investment in managed funds and the interest income expected to be derived from term deposits.

Assumptions made that affect the Statutory Fund

1. The percentage of the General Synod's resources required to complete tasks relating to the Shared Services Fund (on a line by line basis) will remain the same in 2014 as they were in 2013.
2. The surplus achieved in the 2012 year for the Statutory Fund (\$178,269) will be used to offset Statutory Assessments in the 2014 year.
3. An amount of \$99,547 will be taken from the "Reserves and Unallocated Surplus" of the Statutory Fund and used to fund the Statutory Fund's operation in 2014 so as to hold the increase in Statutory Assessments to 3.50% for the year.
4. Reasonably probable events that will impact on the 2014 budget numbers that are not reflected in historical numbers are:
 - a. Audit of National Register - \$8,500
 - b. Royal Commission legal and secretarial expenses - \$45,000
 - c. NATSIAC Grant - \$2,408 requested increase
5. All Working Group, Commission and Task Force Chairs were requested to provide budget estimates for 2014 and explanations for increases over 2013 budget amounts where such increases existed. In the event that no budget request was submitted, the budget allocation in 2014 is the same as for 2013. The list of budget allocations for working groups, commissions and task forces (with variations and explanations where applicable) for 2014 is detailed in the table headed "2014 Budget – Statutory Fund – Meetings/Conferences/Working Groups".

Assumptions made that affect the Special Fund

1. 15% of the accumulated surplus in the Special Fund at year end 2013 will be used to offset Special Fund assessments in the 2014 year. As a result lower Special Fund assessments will need to be levied.
2. In the absence of a specific reason to change, the grants to be made by the Special Fund in 2014 are the same as those made in 2013.
3. The AUD:GBP exchange rate will be 0.6 (60 cents to the Pound).
4. Reasonably probable events that will impact on the 2014 budget numbers but are not reflected in historical numbers.
 - a. Attendance at NCCA Faith and Unity Commission - \$6,000

The following schedules are the draft budget for the 5 General Synod Funds for the year ending 31 December 2014.

CONSOLIDATED BUDGET FOR 2014

<u>Consolidated Budget for 2014</u>	Statutory Fund	Reserve Fund	Special Fund	Shared Service Centre Fund	Indigenous Endowment Fund	Total
INCOME	\$	\$	\$	\$	\$	\$
Assessments /Rebate						
Required Assessments	\$1,345,896		\$259,588			\$1,605,484
Rebate	\$178,269		\$52,500			\$230,769
Contribution from Reserves and Unallocated Surplus	\$99,547					\$99,547
Required Assessments, Rebate and Contributions	\$1,623,712		\$312,088			\$1,935,800
Distribution from SSC Fund	\$2,677	\$8,030				\$10,706
Investment Income						
Interest income from Term deposits/Bank accounts	\$6,717	\$1,550	\$10,714	\$3,893	\$0	\$22,874
Managed fund - gains/(losses)	\$69,214	\$16,367			\$11,341	\$96,922
Other Income						
Grants Received					\$37,500	\$37,500
Long Service Leave Fund - Admin Fee				\$332,424		\$332,424
Telstra Commissions				\$258,430		\$258,430
Sundry income	\$2,000	\$8,544				\$10,544
TOTAL INCOME	\$1,704,319	\$34,491	\$322,802	\$594,748	\$48,841	\$2,705,201
EXPENSES						
Assets costing less than \$1,000	\$2,000			\$552		\$2,552
Auditors remuneration	\$30,000			\$1,765		\$31,765
Bank charges	\$350		\$200			\$550
Consultants	\$10,000	\$10,000				\$20,000
Depreciation expenses	\$5,000			\$1,381		\$6,380
Employee expenses	\$716,320			\$239,854		\$956,174
Grants	\$87,990	\$12,500	\$261,042		\$9,000	\$370,532

<u>Consolidated Budget for 2014</u>	Statutory Fund	Reserve Fund	Special Fund	Shared Service Centre Fund	Indigenous Endowment Fund	Total
Insurance	\$16,500			\$4,556		\$21,056
IT Costs	\$40,000			\$11,045		\$51,045
Legal	\$8,900					\$8,900
Meetings/ Conferences/ Working Groups	\$242,350		\$61,560	\$4,006		\$307,916
New office costs	\$75,000			\$25,000		
Postage and couriers	\$1,800			\$497		\$2,297
Premises expense	\$8,000			\$2,209		\$10,209
Printing and copying	\$4,800			\$1,325		\$6,125
Rent	\$61,798			\$23,573		\$85,371
Staff travel	\$5,400			\$1,491		\$6,891
Stationery expense	\$5,500			\$1,519		\$7,019
Subscriptions, magazines	\$1,500			\$414		\$1,914
Telephone & communication	\$13,800			\$3,810		\$17,610
Other expenses	\$1,000					\$1,000
Contingency	\$20,000					\$20,000
Telstra Plan - Church Resources				\$60,000		\$60,000
<u>Primate's Expenses</u>						\$0
General expenses	\$67,909					\$67,909
Travel	\$27,886					\$27,886
Primate's Assistant	\$117,183					\$117,183
General Synod	\$466,666					\$466,666
TOTAL EXPENSES	\$2,037,652	\$22,500	\$322,802	\$382,997	\$9,000	\$2,674,950
Operating inflow/ (Outflow)	-\$333,333	\$11,991	\$0	\$211,751	\$39,841	\$30,251
MOVEMENT IN RESERVES						
Transfer to General Synod Reserve for GS16/GS17	-\$133,333					-\$133,333
Transfer from General Synod Reserve for GS16	\$466,666					\$466,666
Transfer to Reserve Fund				\$158,813		-\$158,813
Transfer to Statutory Fund		\$0		-\$52,938		-\$52,938
Transfer from/to Shared Service Fund				\$0		\$0
Surplus / (Deficit)	\$0	\$11,991	\$0	\$0	\$39,841	\$151,832

2014 BUDGET - STATUTORY FUND

<u>Statutory Fund</u>	Statutory Fund					CPI = 2.60%
	2013 Budget	Final 2014 Budget	Movement	%	Commentary	
INCOME	\$	\$	\$	%		
Assessments /Rebate						
Required Assessment	\$1,300,383	\$1,345,896	\$45,513	3.50%	The effect of the rebate from the 2012 surplus is to lower the required assessment amount.	
Rebate		\$178,269	\$178,269	0%	This is the surplus achieved in 2012.	
Contribution from Reserves and Unallocated Surplus	\$0	\$99,547	\$99,547	0%	Contribution required to keep the increase in Statutory Assessments to 3.50%.	
Total Assessments Rebate and Contributions	\$1,300,383	\$1,623,712	\$323,329	25%		
Distribution from SSC	\$0	\$2,677	\$2,677	0%	Based on 25% of Shared Service Centre Fund Surplus from prior year as per the FPPTF Model.	
Investment income						
Interest Income from Term deposits/Bank accounts	\$17,943	\$6,717	-\$11,226	-63%	2014 numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the 2014 Budget includes expected income/distributions only, there is expected to be a capital growth return.	
Income from managed fund investments	\$31,716	\$69,214	\$37,498	118%	2014 numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split between "growth" and "income" focused investments. Whilst the 2014 Budget includes expected income/distributions only, there is expected to be a capital growth return.	
Other income						
Sundry income	\$2,000	\$2,000	\$0	0%	No change. In line with the last year's budget.	
TOTAL INCOME	\$1,352,042	\$1,704,319	\$352,277	26%		
EXPENSES						
Assets costing less than \$1,000	\$2,006	\$2,000	-\$6	0%	No Change. In line with 2013 budget.	
Auditors remuneration	\$24,000	\$30,000	\$6,000	25%	Increase is based on year to date 2013 Actuals.	
Bank charges	\$1,500	\$350	-\$1,150	-77%	Decrease is based on year to date 2013 Actuals.	
Consultants	\$11,576	\$10,000	-\$1,576	-14%	Decrease based on recent history.	
Depreciation expenses	\$16,649	\$5,000	-\$11,649	-70%	Decrease based on recent history.	

		2013 Budget	Final 2014 Budget	Movement	%	Commentary
Employee expenses		\$662,535	\$716,320	\$53,785	8%	Employee expenses are increased to cover expenses related to the change-over of General Secretaries. This includes a period of 2 salaries and payout of current General Secretary's entitlements.
Grants		\$85,582	\$87,990	\$2,408	3%	Increase based on 2013 budget except for NATSIAC who have requested an increase
Insurance		\$17,644	\$16,500	-\$1,144	-6%	Decrease In line with 2013 year to date actuals
IT Costs		\$35,765	\$40,000	\$4,235	12%	Increase In line with 2013 year to date actuals
Legal		\$8,682	\$8,900	\$218	3%	Increase in line with the 2013 budget and inflation
Meetings/Conferences/ Working Groups		\$165,600	\$242,350	\$76,750	46%	See commentary in Meetings/Conferences/Working Groups summary
Postage and couriers		\$1,806	\$1,800	-\$6	0%	Decrease in line with 2013 budget
Premises expense		\$7,384	\$8,000	\$616	8%	Increase based on year to date 2013 actuals
Printing and copying		\$6,019	\$4,800	-\$1,219	-20%	Decrease based on year to date 2013 actuals
Rent		\$61,798	\$61,798	\$0	0%	Decrease based on year to date 2013 actuals + cpi as per lease terms
Staff travel		\$5,246	\$5,400	\$154	3%	Increase in line with 2013 budget + cpi of 2.6%
Stationery expense		\$4,414	\$5,500	\$1,086	25%	Increase based on year to date 2013 actuals
Subscriptions, magazines		\$1,605	\$1,500	-\$105	-7%	Increase based on year to date 2013 actuals
Telephone & communication		\$7,421	\$13,800	\$6,379	86%	Increase based on year to date 2013 actuals
Other expenses		\$1,110	\$1,000	-\$110	-10%	Decrease In line with 2013 budget
Contingency		\$20,000	\$20,000	\$0	0%	No change. In line with 2013 budget
New office costs		\$0	\$75,000	\$75,000	100%	The GSO is required to move premises in 2014. Fitout and relocation costs will likely be incurred.
<u>Primate's Expenses</u>						
General expenses		\$66,188	\$67,909	\$1,721	2.6%	Increase in line with the 2013 budget + cpi increase
Travel		\$27,179	\$27,886	\$707	3%	Increase in line with the 2013 budget + cpi increase
Primate's Assistant		\$0	\$117,183	\$117,183	0%	Primate's Assistant costs transferred from Reserve Fund (\$39,061) and Shared Service Centre Fund (\$78,122) as part of the FPPTF funding model .

		2013 Budget	Final 2014 Budget	Movement	%	Commentary
General Synod		\$0	\$466,666	\$466,666	0%	2014 Budget expenses are inflated by the \$466,666 expense for the GS16. 100% of General Synod 16 costs are offset by a transfer from the General Synod 16 Reserve
TOTAL EXPENSE		\$1,241,709	\$2,037,652	\$795,943	64%	
Operating inflow/ (Outflow)		\$110,333	-\$333,333	-\$443,666	-402%	
MOVEMENT IN RESERVES						
Transfer to General Synod Reserve for GS16/GS17		-\$133,333	-\$133,333	\$0	0%	
Transfer from General Synod Reserve for GS16		\$0	\$466,666	\$466,666	0%	2014 Budget expenses are inflated by the \$466,666 expense for General Synod 16. 100% of General Synod 16 costs are offset by a transfer from the General Synod 16 Reserve
Transfer from/to Reserve Fund		\$0	\$0	\$0	0%	
Transfer from/to Statutory Fund		\$0	\$0	\$0	0%	
Transfer from/to Shared Service Fund		\$0	\$0	\$0	0%	
Surplus / (Deficit)		-\$23,000	\$0	\$23,000	-100%	

2014 BUDGET - STATUTORY FUND

Meetings/Conferences/Working Groups

<u>Meetings/Conferences</u> <u>Working Groups</u>	Statutory Budget Forecast			
	2013 Budget	Final 2014 Budget	Movement	Commentary
Committees, Task Forces etc.	\$	\$	\$	
GSSC & Exec Committee				
GSSC	\$45,000	\$50,000	\$5,000	Increase in line with historical trends.
Exec	\$6,400	\$6,400	\$0	No change deemed necessary
Other	\$3,600	\$3,600	\$0	No change deemed necessary
TOTAL GSSC & Exec Committee	\$55,000	\$60,000	\$5,000	
GSSC Working Groups				
Diocesan Financial Advisory Group	\$17,000	\$20,500	\$3,500	Increase due to expected ongoing activities regarding the assessment of the financial health of dioceses (or related entities) across Australia.
Environmental	\$3,000	\$0	-\$3,000	Working group is now defunct and merged with Public Affairs Commission.
National Register	\$3,600	\$12,100	\$8,500	Increase due to cost of National Register Audit.
Refugees & Migrant	\$0	\$2,000	\$2,000	Increase due to expected expenses
Royal Commission	\$0	\$45,000	\$45,000	Estimate for 2014 is for legal and secretarial support. An amount of \$50,000 was included in the 2013 Reserve Fund budget but not for 2014.
TOTAL Working Groups	\$23,600	\$79,600	\$56,000	
Commissions				
Episcopal Standards	\$10,000	\$25,000	\$15,000	\$20,000 of the 2014 amount relates to the reimbursement of the Reserve Fund for expenses relating to the Ballarat (Bishop Hough) matter.
Professional Standards	\$10,000	\$15,000	\$5,000	Increase based on expectation of the need to hold 4 meetings during the year.

<u>Meetings/Conferences</u> <u>/Working Groups</u>	Statutory Budget Forecast				
		2013 Budget	Final 2014 Budget	Movement	Commentary
Church Law		\$6,000	\$6,000	\$0	No change requested
Doctrine		\$9,500	\$5,000	-\$4,500	Decrease due to advice from Doctrine Commission
Liturgy		\$6,500	\$6,500	\$0	no change requested
Ministry		\$3,000	\$3,000	\$0	no change deemed necessary
Public Affairs		\$3,000	\$5,000	\$2,000	2014 amount to be used to cover costs to hold PAC conference and 6 Teleconference meetings in 2014.
Ecumenical Relations		\$3,000	\$3,000	\$0	No change deemed necessary
Womens'		\$3,000	\$0	-\$3,000	Decrease based on advice from Chair that funds not needed.
TOTAL Commissions		\$54,000	\$68,500	\$14,500	
Taskforces					
Fresh Expressions		\$12,000	\$12,000	\$0	Chairman advised funds for DVD stories of Fresh Expressions in Australia and holding face-to-face meetings
Christian Research Association		\$0	\$0	\$0	No change requested
Aboriginal and Torres Strait Islander Ministry (ATSIM)		\$0	\$0	\$0	No change requested
Episcopal Ministry		\$0	\$1,500	\$1,500	Increase due to the need to hold one meeting.
Financial Principles & Policies		\$0	\$1,500	\$1,500	Increase due to need to hold one meeting.
National Church Unity		\$8,000	\$2,750	-\$5,250	Decrease based on year to date 2013 Actuals.
Viability of Structures		\$0	\$3,500	\$3,500	Increase due to need to hold 2 meetings in 2014 and printing of report for General Synod 16
TOTAL Taskforces		\$20,000	\$21,250	\$1,250	
Conferences					
Domestic Conferences		\$3,000	\$3,000	\$0	No change deemed necessary
TOTAL Conferences		\$3,000	\$3,000	\$0	
Research		\$10,000	\$10,000	\$0	No change deemed necessary
TOTAL Committees etc.		\$165,600	\$242,350	\$76,750	

2014 BUDGET - RESERVE FUND

<u>Reserve Fund</u>	Reserve Fund					CPI = 2.60%
	2013 Budget	Final 2014 Budget	Movement	%	Commentary	
INCOME	\$	\$	\$	%		
Distribution from SSC	\$0	\$8,030	\$8,030	0%	75% of Shared Service Centre Fund surplus from prior year as per the FPPTF Model.	
Investment income						
Interest Income from Term deposits/Bank accounts	\$40,854	\$1,550	-\$39,304	-96%	2014 numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the 2014 Budget includes expected income/distributions only, there is expected to be a capital growth return.	
Income from managed fund investments	\$127,825	\$16,367	-\$111,458	-87%	2014 numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the 2014 Budget includes expected income/distributions only, there is expected to be a capital growth return.	
Other income						
Sundry income	\$2,000	\$8,544	\$6,544	327%	Increase due to 7 months of interest repayments payable by Broughton on their outstanding loan.	
TOTAL INCOME	\$170,679	\$34,491	-\$136,188	-80%		
EXPENSES						
Bank charges	\$500	\$0	-\$500	-100%	Decrease is based on year to date 2013 Actuals	
Consultant Fees	\$0	\$10,000	\$10,000	0%	Based on average of 2010 - 2012 Actuals.	
Legals	\$50,000	\$0	-\$50,000	-100%	Decrease due to movement of continuing expected Royal Commission Working Group legal and secretarial expenses into Statutory Fund for 2014.	

<u>Reserve Fund</u>		Reserve Fund				CPI = 2.60%
		2013 Budget	Final 2014 Budget	Movement	%	Commentary
Grants						
Fresh Expression		\$12,500	\$12,500	\$0	0%	No Change.
<u>Primate's Expenses</u>						
Primate's Assistant		\$38,071	\$0	-\$38,071	-100%	Decrease due to movement of all "Primate expenses" into the Statutory Fund as per the FPPTF funding model.
TOTAL EXPENSE		\$101,071	\$22,500	-\$78,571	-78%	
Operating inflow/ (Outflow)		\$69,608	\$11,991	-\$57,617	-83%	

		2013 Budget	Final 2014 Budget	Movement	%	Commentary
MOVEMENT IN RESERVES						
Transfer to General Synod Reserve for GS16/GS17		\$0	\$0	\$0	0%	
Transfer from General Synod Reserve for GS16		\$0	\$0	\$0	0%	
Transfer from/to Reserve Fund		\$0	\$0	\$0	0%	
Transfer to Statutory Fund		\$0	\$0	\$0	0%	
Transfer from/to Shared Service Fund		\$0	\$0	\$0	0%	
Surplus / (Deficit)		\$69,608	\$11,991	-\$57,617	-83%	

2014 BUDGET - SPECIAL FUND

<u>Special Fund</u>	Special Fund				CPI = 2.60%
	2013 Budget	Final 2014 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Assessments /Rebate					
Required Assessment	\$261,192	\$259,588	-\$1,604	-0.6%	The rebate from accumulated surplus lowers the special assessment amount.
Rebate		\$52,500	\$52,500	0%	This is 15% of the accumulated surplus existing at end of 2013.
Total Assessments and rebate	\$261,192	\$312,088	\$50,896	19%	
Investment income					
Interest Income from Term deposits/bank accounts	\$6,608	\$10,714	\$4,106	62%	2014 figure is in line with recent experience.
TOTAL INCOME	\$267,800	\$322,802	\$55,002	21%	
EXPENSES					
Bank charges	\$500	\$200	-\$300	-60%	Decrease in line with the Average of 2010-2012 Actuals
Grants					
Anglican Consultative Council (GBP100,000) 2014 onwards	\$205,000	\$166,667	-\$38,333	-19%	Decrease based on average of 2010-2012 actuals. Also 10% devaluation of \$AUD against GBP
Christian Conference of Asia	\$8,000	\$8,000	\$0	0%	No change, in line with the 2013 Budget
CCEA - (USD 6,000)	\$6,500	\$6,500	\$0	0%	No change, in line with the 2013 Budget
NCCA	\$54,600	\$54,600	\$0	0%	No change, in line with the 2013 Budget
NATSIEC	\$10,000	\$10,000	\$0	0%	No change, in line with the 2013 Budget

		2013 Budget	Final 2014 Budget	Movement	%	Commentary
World Council of Churches (CHF13,000)		\$14,000	\$14,000	\$0	0%	No change, in line with the 2013 Budget
International Anglican Youth Network (USD200)		\$300	\$275	-\$25	-8%	No change, in line with the 2013 Budget
<u>Meetings/Conferences /Working Groups</u>						
Domestic Conferences		\$25,000	\$25,650	\$650	2.6%	Increase in line with 2014 budget + cpi of 2.6%
International Conferences		\$35,000	\$35,910	\$910	2.6%	Increase in line with 2014 budget + cpi of 2.6%
TOTAL EXPENSE		\$359,900	\$322,802	-\$37,098	-10%	
Operating inflow/ (Outflow)		-\$92,100	\$0	\$92,100	-100%	
MOVEMENT IN RESERVES						
Transfer to General Synod Reserve for GS16/GS17		\$0	\$0	\$0	0%	
Transfer from General Synod Reserve for GS16		\$0	\$0	\$0	0%	
Transfer from/to Reserve Fund		\$0	\$0	\$0	0%	
Transfer to Statutory Fund		\$0	\$0	\$0	0%	
Transfer from Shared Service Fund		\$90,000	\$0	-\$90,000	-100%	Decrease is a result of moving to FPPTF Funding Model.

Domestic Conferences		\$25,000	\$25,650	\$650	2.6%	Increase in line with 2014 budget + cpi of 2.6%
International Conferences		\$35,000	\$35,910	\$910	2.6%	Increase in line with 2014 budget + cpi of 2.6%
TOTAL EXPENSE		\$359,900	\$322,802	-\$37,098	-10%	
Operating inflow/ (Outflow)		-\$92,100	\$0	\$92,100	-100%	
MOVEMENT IN RESERVES						
Transfer to General Synod Reserve for GS16/GS17		\$0	\$0	\$0	0%	
Transfer from General Synod Reserve for GS16		\$0	\$0	\$0	0%	
Transfer from/to Reserve Fund		\$0	\$0	\$0	0%	
Transfer to Statutory Fund		\$0	\$0	\$0	0%	
Transfer from Shared Service Fund		\$90,000	\$0	-\$90,000	-100%	Decrease is a result of moving to FPPTF Funding Model.
Surplus / (Deficit)		-\$2,100	\$0	\$2,100	-100%	

2014 BUDGET - SHARED SERVICE CENTRE FUND

<u>Shared Service Centre Fund</u>	Shared Service Centre Fund				CPI = 2.60%
	2013 Budget	Final 2014 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Investment income					
Interest Income from Term deposits/bank accounts	\$0	\$3,893	\$3,893	100%	2014 number is in line with recent experience.
Other income					
Long Service Leave Fund - Admin Fee	\$324,000	\$332,424	\$8,424	3%	Increase based on 2013 budget plus CPI
Telstra Commissions	\$244,000	\$258,430	\$14,430	6%	Increase based on 2013 actuals
Sundry income	\$0	\$0	\$0	0%	
TOTAL INCOME	\$568,000	\$594,748	\$26,748	5%	
EXPENSES					
Assets costing less than \$1,000	\$765	\$552	-\$213	-28%	Increase/Decrease movement based on SSC share of GSO Total costs
Auditors remuneration	\$1,500	\$1,765	\$265	18%	
Bank charges	\$0	\$0	\$0	0%	
Depreciation expenses	\$6,351	\$1,381	-\$4,970	-78%	
Employee expenses	\$231,743	\$239,854	\$8,111	3%	
Insurance	\$5,204	\$4,556	-\$648	-12%	
IT Costs	\$11,735	\$11,045	-\$690	-6%	
Meetings/Conferences/Working Groups	\$2,733	\$4,006	\$1,273	47%	
Postage and couriers	\$689	\$497	-\$192	-28%	
Premises expense	\$2,817	\$2,209	-\$608	-22%	
Printing and copying	\$2,296	\$1,325	-\$971	-42%	
Rent	\$23,573	\$23,573	\$0	0%	
Staff travel	\$2,001	\$1,491	-\$510	-25%	
Stationery expense	\$1,684	\$1,519	-\$165	-10%	
Subscriptions, magazines	\$612	\$414	-\$198	-32%	
Telephone & communication	\$2,449	\$3,810	\$1,361	56%	

		2013 Budget	Final 2014 Budget	Movement	%	Commentary
Telstra Plan - Church Resources		\$95,000	\$60,000	-\$35,000	-37%	Decrease based on year to date 2013 Actuals.
New office costs		\$0	\$25,000	\$25,000	100%	The GSO is required to move premises in 2014. Fit out and relocation costs will likely be incurred.
<u>Primate's Expenses</u>						
Primate's Assistant		\$76,142	\$0	-\$76,142	-100%	Decrease due to movement of all "Primate's expenses" into the Statutory Fund as per the FPPTF funding model.
TOTAL EXPENSE		\$467,294	\$382,997	-\$84,297	-18%	
Operating inflow/ (Outflow)		\$100,706	\$211,751	\$111,045	110%	
MOVEMENT IN RESERVES						
Transfer to General Synod Reserve for GS16/GS17		\$0	\$0	\$0	0%	
Transfer from General Synod Reserve for GS16		\$0	\$0	\$0	0%	
Transfer to Reserve Fund		\$0	-\$158,813	-\$158,813	0%	75% of current year surplus from Shared Service Centre Fund to Reserve Fund as per the FPPTF funding model.
Transfer to Statutory Fund		\$0	-\$52,938	-\$52,938	0%	25% of current year surplus from Shared Service Centre Fund to Statutory Fund as per the FPPTF funding model.
Transfer to Special Fund		-\$90,000	\$0	\$90,000	-100%	Decrease is a result of moving to FPPTF Funding Model.
Surplus / (Deficit)		\$10,706	\$0	-\$10,706	-100%	

2014 BUDGET - INDIGENOUS ENDOWMENT FUND

<u>INDIGENOUS ENDOWMENT FUND</u>	Indigenous Endowment				CPI = 2.60%
	2013 Budget	Final 2014 Budget	Movement	%	
INCOME	\$	\$	\$	%	
Investment income					
Interest Income from Term deposits/Bank accounts	\$450	\$0	-\$450	-100%	2014 numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the 2014 Budget includes expected income/distributions only, there is expected to be a capital growth return.
Income from managed fund investments	\$19,681	\$11,341	-\$8,340	-42%	2014 numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the 2014 Budget includes expected income/distributions only, there is expected to be a capital growth return.
Other income					
Grants Received	\$37,500	\$37,500	\$0	0%	No change.
Donations	\$0	\$0			
TOTAL INCOME	\$57,631	\$48,841	-\$8,790	-15%	
EXPENSES					
<u>Grants</u>					
National Aboriginal Bishop Grant	\$9,000	\$9,000	\$0	0%	No change.
TOTAL EXPENSE	\$9,000	\$9,000	\$0	0%	
Operating inflow/ (Outflow)	\$48,631	\$39,841	-\$8,790	-18%	

2014 BUDGET - GRANTS

<i>2014 Budget Grants</i>	GRANTS				
	2013 Budget	Final 2014 Budget	Movement	%	Commentary
GRANTS	\$	\$	\$	%	
Statutory					
Defence Force Board	\$24,000	\$24,000	\$0	0%	No Change. In line with the 2013 Budget.
NATSIAC	\$24,082	\$26,490	\$2,408	10%	Increase due to NATSIAC request.
Indigenous Bishop	\$37,500	\$37,500	\$0	0%	No Change. In line with the 2013 Budget.
TOTAL Statutory Grants	\$85,582	\$87,990	\$2,408	3%	
Special					
Anglican Consultative Council (GBP100,000) 2014 onwards	\$205,000	\$166,667	-\$38,333	-19%	Decrease budget amount based around average of 2010, 2011, 2012 Actuals. Also plus 10% due devaluation of \$AUD against GBP.
Christian Conference of Asia	\$8,000	\$8,000	\$0	0%	No Change. In line with the 2013 Budget.
CCEA - (USD 6,000)	\$6,500	\$6,500	\$0	0%	No Change. In line with the 2013 Budget.
NCCA	\$54,600	\$54,600	\$0	0%	No Change. In line with the 2013 Budget.
NATSIEC	\$10,000	\$10,000	\$0	0%	No Change. In line with the 2013 Budget.
World Council of Churches (CHF13,000)	\$14,000	\$14,000	\$0	0%	No Change. In line with the 2013 Budget.
International Anglican Youth Network (USD200)	\$300	\$275	-\$25	-8%	No Change. In line with the 2013 Budget.
International Anglican Families Network (USD 1000)	\$1,000	\$1,000	\$0	0%	No Change. In line with the 2013 Budget.
TOTAL Special Grants	\$299,400	\$261,042	-\$38,358	-13%	
Reserve					
Fresh Expressions	\$12,500	\$12,500	\$0	0%	No Change. In line with the 2013 Budget.
TOTAL Reserve Grants	\$12,500	\$12,500	\$0	0%	
Indigenous Endowment Grants					
National Aboriginal Bishop	\$9,000	\$9,000	\$0	0%	No Change. In line with the 2013 Budget.
TOTAL Indigenous Endowment Grants	\$9,000	\$9,000	\$0	0%	
TOTAL Grants	\$406,482	\$370,532	-\$35,950	-9%	

THE BUDGET FOR 2014
Assessments – Statutory

<i>Assessment by Diocese</i>	General Synod Members 2010	2011 Actual	2012 Actual	2013 Actual	2014 Forecast
TOTAL	224	\$1,210,000	\$1,308,200	\$1,300,446	\$1,345,896
Per Member	1	\$5,402	\$5,840	\$5,806	\$6,008
Adelaide	12	\$64,821	\$70,082	\$69,667	\$72,102
Armidale	4	\$21,607	\$23,361	\$23,222	\$24,034
Ballarat	4	\$21,607	\$23,361	\$23,222	\$24,034
Bathurst	6	\$32,411	\$35,041	\$34,833	\$36,051
Bendigo	4	\$21,607	\$23,361	\$23,222	\$24,034
Brisbane	20	\$108,036	\$116,804	\$116,111	\$120,169
Bunbury	4	\$21,607	\$23,361	\$23,222	\$24,034
Canberra and Goulburn	12	\$64,821	\$70,082	\$69,667	\$72,102
Gippsland	4	\$21,607	\$23,361	\$23,222	\$24,034
Grafton	4	\$21,607	\$23,361	\$23,222	\$24,034
Melbourne	36	\$194,464	\$210,246	\$209,000	\$216,305
Newcastle	10	\$54,018	\$58,402	\$58,056	\$60,085
North Queensland	6	\$32,411	\$35,041	\$34,833	\$36,051
North West Australia	2	\$10,804	\$11,680	\$11,611	\$12,017
Northern Territory	2	\$10,804	\$11,680	\$11,611	\$12,017
Perth	18	\$97,232	\$105,123	\$104,500	\$108,152
Riverina	2	\$10,804	\$11,680	\$11,611	\$12,017
Rockhampton	2	\$10,804	\$11,680	\$11,611	\$12,017
Sydney	60	\$324,107	\$305,849	\$348,334	\$360,508
Tasmania	6	\$32,411	\$35,041	\$34,833	\$36,051
The Murray	2	\$10,804	\$11,680	\$11,611	\$12,017
Wangaratta	2	\$10,804	\$11,680	\$11,611	\$12,017
Willochra	2	\$10,804	\$11,680	\$11,611	\$12,017
		\$0	\$0	\$0	\$0

THE BUDGET FOR 2014
Assessments – Special

<i>Assessment by Diocese</i>	General Synod Members 2010	2011 Actual	2012 Actual	2013 Actual	2014 Forecast
TOTAL	164	\$238,000	\$230,000	\$261,192	\$259,588
Per Member	1	\$1,451	\$1,402	\$1,593	\$1,622
Adelaide	12	\$17,415	\$16,829	\$19,112	\$19,469
Armidale	4	\$5,805	\$5,610	\$6,371	*\$0
Ballarat	4	\$5,805	\$5,610	\$6,371	\$6,490
Bathurst	6	\$8,707	\$8,415	\$9,556	\$9,735
Bendigo	4	\$5,805	\$5,610	\$6,371	\$6,490
Brisbane	20	\$29,024	\$28,049	\$31,853	\$32,449
Bunbury	4	\$5,805	\$5,610	\$6,371	\$6,490
Canberra and Goulburn	12	\$17,415	\$16,829	\$19,112	\$19,469
Gippsland	4	\$5,805	\$5,610	\$6,371	\$6,490
Grafton	4	\$5,805	\$5,610	\$6,371	\$6,490
Melbourne	36	\$52,244	\$50,488	\$57,335	\$58,407
Newcastle	10	\$14,512	\$14,024	\$15,926	\$16,224
North Queensland	6	\$8,707	\$8,415	\$9,556	\$9,735
North West Australia	2	\$2,902	\$2,805	\$3,185	\$3,245
Northern Territory	2	\$2,902	\$2,805	\$3,185	\$3,245
Perth	18	\$26,122	\$25,244	\$28,667	\$29,204
Riverina	2	\$2,902	\$2,805	\$3,185	\$3,245
Rockhampton	2	\$2,902	\$2,805	\$3,185	\$3,245
Sydney	0	\$0	\$0	\$0	\$0
Tasmania	6	\$8,707	\$8,415	\$9,556	\$9,735
The Murray	2	\$2,902	\$2,805	\$3,185	\$3,245
Wangaratta	2	\$2,902	\$2,805	\$3,185	\$3,245
Willochra	2	\$2,902	\$2,805	\$3,185	\$3,245
		\$0	\$0	\$0	\$0

* The Diocese of Armidale has withdrawn from the Special Fund and will not contribute in 2014. The result of this withdrawal is that the "Total General Synod Members 2010" used to calculate assessment amounts reduce from 164 to 160 in 2014.

CHAPTER 5

BUDGET AND FORECASTS 2015 - 2017

INTRODUCTION

The Synod will be asked to adopt the Budget for 2015 (being the year after the Synod) and to receive Forecasts for 2016 and 2017. In due course the Standing Committee will approve Budgets for 2016 and 2017.

The General Synod Standing Committee received the Budget for 2015 and the Forecasts for 2016 and 2017 at its meeting on November 16 and 17 2013.

BUDGET FOR 2015

The General Synod Budget for 2015 has been prepared in accordance with the "Preferred Model for funds flows between General Synod Funds" ("Preferred Model"). The Preferred Model was developed by the Financial Principles and Policies Task Force and adopted in principle by the Standing Committee at its November 2012 meeting.

Key Points

1. Budgeted Statutory Fund expenses for 2015 decrease by \$94,468 or 6.4% from \$1,570,986 in 2014 to \$1,476,518 in 2015. The reason for this decrease is that the one-off expenses that occurred in 2014 (changing General Secretary, new office costs) aren't included in the 2015 budget. Note: the expenses associated with General Synod 16 incurred in 2014 are excluded when calculating this decrease.
2. The budget assumes there will be a \$nil rebate of surplus (being the forecast surplus derived from the 2013 year) in the Statutory Fund. In the event that there is no rebate (considered unlikely having consideration for year to date numbers), the dioceses will be asked to pay a 3.50% (\$47,106) higher Statutory assessment figure in 2015 (\$1,393,002) than they paid in 2014 (\$1,345,896). The reason Statutory assessments have risen in 2015 whilst expenses in the Statutory Fund have fallen is that in 2014 the amount of required Statutory Assessments is reduced by a rebate of surplus (derived from the 2012 year) of \$178,269.
3. An amount of \$79,526 will be taken from the "Reserves and Unallocated Surplus" of the Statutory Fund and used to fund the Statutory Fund's operation in 2015 so as to hold the increase in Statutory Assessments to 3.50% for the year.
4. Working Groups, Commissions and Task Forces funded from the Statutory Fund are budgeted to receive \$6,224 more in 2015 than they did in 2014 (an increase of 2.57%).
5. The Special Fund assessment amount (\$265,915) is arrived at after the payment of a rebate (\$52,500) from the accumulated surplus amount held in the Special Fund. This amount being 15% of the accumulated surplus balance at year end 2013.

6. The Reserve Fund Surplus in 2015 which is taken into retained surplus (and therefore available for investment) is forecast to be \$160,070.
7. The Shared Service Centre Fund surplus in 2015 available for distribution (taken up in 2016) to the Reserve Fund (75%) and the Statutory Fund (25%) is forecast to be \$237,748.

The Process

To arrive at the 2015 budget numbers for the 5 General Synod Funds, the following items were considered:

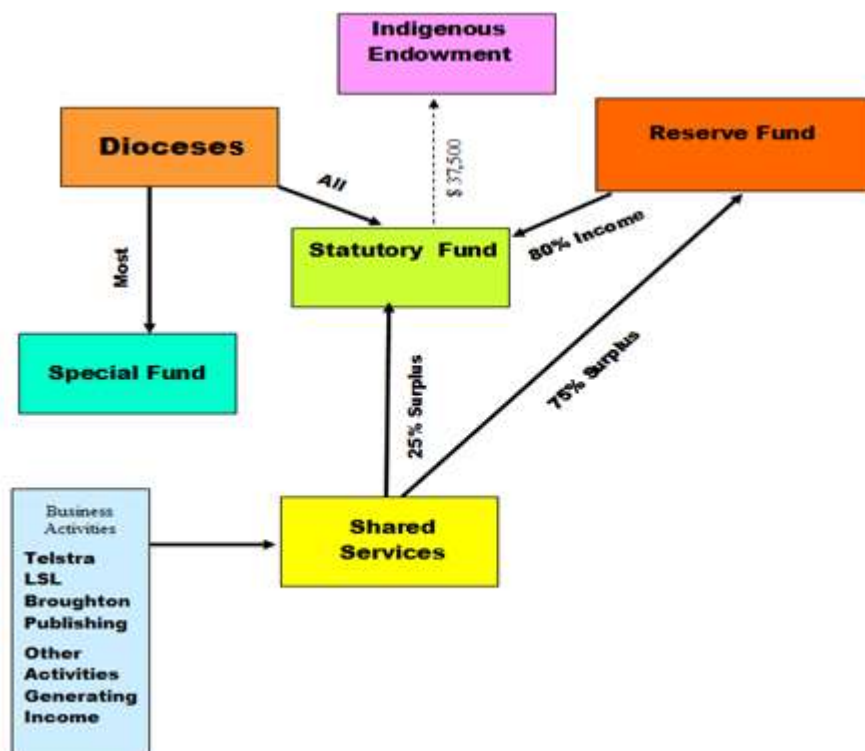
1. The budget numbers for 2013 and 2014.
2. The year to date actual numbers for 2013.
3. The actual numbers for the 2010, 2011 and 2012
4. Reasonably probable events that will impact on the 2015 budget numbers but are not reflected in historical numbers.

Assumptions

When drafting the 2015 budget, the following assumptions were made:

Assumptions made that affect all 5 Funds

1. The "Preferred Model for funds flows between General Synod Funds" ("Preferred Model") developed by the Financial Principles and Policies Task Force (adopted in principle by the Standing Committee at its November 2012 meeting – SC2012/2/08) is applied. The Preferred Model is represented diagrammatically as follows:



The Preferred Model assumptions are:

- a. The Funds flows amounts referred to in the 2015 Budget are generated from the 2014 Shared Service Fund Surplus and the 2014 Reserve Fund income amount.
 - b. The Reserve Fund accumulated surplus is to be built up to an amount equal to 1.2 times the previous financial year's operating costs (for all 5 funds) and then maintained at that amount (or better). As a result, the Reserve Fund will only transfer 80% of its income to the Statutory Fund when its accumulated surplus is equal to (or better) than 1.2 x the total of the previous financial year's operating costs (for all 5 funds). For 2015 there is no transfer of income from the Reserve Fund to the Statutory Fund.
 - c. Over time, the Reserve Fund is expected to slowly grow and the income derived from the Fund is expected to provide an increasing proportion of the General Synod funding requirement (thereby lowering statutory assessments).
 - d. All "Primate related expenses" (including the cost of the Primate's Assistant) are included in the Statutory Fund.
2. The inflation rate will be 2.6%.
 3. On the advice of an asset consultant, the General Synod Investment Committee re-set the investment settings of the Statutory, Reserve and Indigenous Endowment Funds in the last quarter of 2013. This re-set will impact on the income expected to be derived in 2015 from investment in managed funds and the interest income expected to be derived from term deposits.

Assumptions made that affect the Statutory Fund

1. The Assessments/Rebate line item under "Income" (\$1,472,528) is comprised of \$1,393,002 in assessments, \$nil in rebates (being the forecast surplus from 2013) and \$79,526 in contribution from reserves. We anticipate that this number will not be \$nil and will probably be \$ positive.
2. The percentage of the General Synod's resources required to complete tasks relating to the Shared Services Fund (on a line by line basis) will remain the same in 2015 as they were in 2014.
3. Any surplus achieved in 2013 within the Statutory Fund will be used to offset Statutory Assessments in the 2015 year.
4. An amount of \$79,526 will be taken from the "Reserves and Unallocated Surplus" of the Statutory Fund and used to fund the Statutory Fund's operation in 2015 so as to hold the increase in Statutory Assessments to 3.50% for the year.
5. There are no reasonably probable events that will impact on the 2015 budget numbers that are not reflected in the prior year numbers.
6. All Working Group, Commission and Task Force Chairs were requested to provide budget estimates for 2015 and explanations for increases over 2014 budget amounts where such increases existed. In the event that no budget request was

6. All Working Group, Commission and Task Force Chairs were requested to provide budget estimates for 2015 and explanations for increases over 2014 budget amounts where such increases existed. In the event that no budget request was submitted, the budget allocations in 2015 are the same as those in 2014. The list of budget allocations for Working Groups, Commissions and Task Forces (with variations and explanations where applicable) for 2015 is detailed in the table headed "2015 Budget – Statutory Fund – Meetings/Conferences/Working Groups".

Assumptions made that affect the Special Fund

1. 15% of the accumulated surplus in the Special Fund as at year end 2013 will be used to offset Special Fund assessments in the 2015 year. As a result a lower Special Fund assessment will need to be levied.
2. In the absence of a specific reason to change, the grants to be made by the Special Fund in 2015 are the same as those made in 2014.
3. The AUD: GBP exchange rate will be 0.58 (58 cents to the Pound).
4. There are no reasonably probable events that will impact on the 2015 budget numbers that are not reflected in the prior year numbers.

The following schedules are the draft budget for the 5 General Synod Funds for the year ending 31 December 2015.

CONSOLIDATED BUDGET FOR 2015

	Statutory Fund	Reserve Fund	Special Fund	Shared Service Centre Fund	Indigenous Endowment Fund	Total
INCOME	\$	\$	\$	\$	\$	\$
Assessments / Rebate						
Required Assessments	\$1,393,002		\$265,915			\$1,658,917
Rebate	\$0		\$52,500			\$52,500
Contribution from Reserves and Unallocated Surplus	\$79,526					\$79,526
Required Assessments, Rebate and Contributions	\$1,472,528	\$0	\$318,415	\$0	\$0	\$1,790,943
Distribution from SSC Fund	\$52,938	\$158,813				\$211,751
Investment income						
Interest	\$3,181	\$1,590	\$10,993	\$3,995	\$0	\$19,758
Managed fund - gains/(losses)	\$79,204	\$20,166			\$15,708	\$115,078
Other Income						
Grants Received					\$37,500	\$37,500
Long Service Leave Fund - Admin Fee				\$341,067		\$341,067
Telstra Commissions				\$258,430		\$258,430
Sundry income	\$2,000	\$2,000				\$4,000
TOTAL INCOME	\$1,609,850	\$182,570	\$329,408	\$603,492	\$53,208	\$2,778,528
EXPENSES						
Assets costing less than \$1,000	\$2,052			\$566		\$2,618
Auditors remuneration	\$30,780			\$1,811		\$32,591
Bank charges	\$350		\$205			\$555
Consultants	\$10,000	\$10,000				\$20,000
Depreciation expenses	\$5,130			\$1,416		\$6,546
Employee expenses	\$679,761			\$246,090		\$925,851
Grants	\$87,990	\$12,500	\$266,042		\$9,000	\$375,532

	Statutory Fund	Reserve Fund	Special Fund	Shared Service Centre Fund	Indigenous Endowment Fund	Total
Insurance	\$16,929			\$4,674		\$21,603
IT Costs	\$41,040			\$11,332		\$52,372
Legal	\$9,131					\$9,131
Meetings/ Conferences/ Working Groups	\$248,574		\$63,161	\$4,110		\$315,845
Postage and couriers	\$1,847			\$510		\$2,357
Premises expense	\$8,208			\$2,267		\$10,475
Printing and copying	\$4,925			\$1,360		\$6,285
Rent	\$63,405			\$24,186		\$87,591
Staff travel	\$5,540			\$1,530		\$7,070
Stationery expense	\$5,643			\$1,558		\$7,201
Subscriptions, magazines	\$1,539			\$425		\$1,964
Telephone & communication	\$14,159			\$3,909		\$18,068
Other expenses	\$1,000					\$1,000
Contingency	\$20,000					\$20,000
Telstra Plan - Church Resources				\$60,000		\$60,000
Primate's Expenses						\$0
General expenses	\$69,675					\$69,675
Travel	\$28,611					\$28,611
Assistant	\$120,230	\$0		\$0		\$120,230
General Synod	\$0					\$0
TOTAL EXPENSE	\$1,476,518	\$22,500	\$329,407	\$365,745	\$9,000	\$2,203,170
Operating inflow/ (Outflow)	\$133,333	\$160,070	\$0	\$237,748	\$44,208	\$575,359
Transfer to General Synod Reserve for GS16/GS17	-\$133,333	\$0	\$0	\$0	\$0	-\$133,333
Transfer from General Synod Reserve for GS16	\$0	\$0	\$0	\$0	\$0	\$0
Transfer to Reserve Fund	\$0	\$0	\$0	-\$178,311	\$0	-\$178,311
Transfer to Statutory Fund	\$0	\$0	\$0	-\$59,437	\$0	-\$59,437
Transfer from/to Shared Service Fund						
Surplus / (Deficit)	\$0	\$160,070	\$0	\$0	\$44,208	\$204,278

2015 BUDGET - STATUTORY FUND

<u>Statutory Fund</u>	Statutory Budget Forecast				CPI = 2.60%
	2014 Budget	2015 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Assessments					
Required Assessment	\$1,345,896	\$1,393,002	\$47,106	3.50%	Effect of rebate from 2012 surplus is a lower assessment figure.
Rebate	\$178,269	\$0	-\$178,269	-100.00%	
Contribution from Reserves and Unallocated Surplus	\$99,547	\$79,526	-\$20,021	-20.11%	Contribution required to keep the increase in Statutory Assessments to 3.50%.
Total Assessments, Rebate and Contributions	\$1,623,712	\$1,472,529	-\$151,183	-9.31%	
Distribution from SSC	\$2,677	\$52,938	\$50,261	1878%	Based on 25% of Shared Service Centre Fund Surplus from prior year as per the FPPTF model.
Investment income					
Interest	\$6,717	\$3,181	-\$3,536	-52.65%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Managed fund - gains/(losses)	\$69,214	\$79,204	\$9,990	14.43%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Other income					
Sundry income	\$2,000	\$2,000	\$0	0.00%	No change. In line with 2014 budget.
	\$1,704,319	\$1,609,851	-\$94,468	-5.54%	
EXPENSES					
Assets costing less than \$1,000	\$2,000	\$2,052	\$52	2.60%	Increase in line with 2014 budget + cpi of 2.6%.
Auditors remuneration	\$30,000	\$30,780	\$780	2.60%	Increase in line with 2014 budget + cpi of 2.6%.
Bank charges	\$350	\$350	\$0	0.00%	No change. In line with 2014 budget.
Consultants	\$10,000	\$10,000	\$0	0.00%	No change. In line with 2014 budget.
Depreciation expenses	\$5,000	\$5,130	\$130	2.60%	Increase in line with 2014 budget + cpi of 2.6%.

	2014 Budget	2015 Budget	Movement	%	Commentary
Employee expenses	\$716,320	\$679,761	-\$36,559	-5.10%	The decrease is due to the 2014 year including an amount to cover expenses related to the change-over of General Secretaries.
Grants	\$87,990	\$87,990	\$0	0.00%	No change. In line with 2014 budget.
Insurance	\$16,500	\$16,929	\$429	2.60%	Increase in line with 2014 budget + cpi of 2.6%.
IT Costs	\$40,000	\$41,040	\$1,040	2.60%	Increase in line with 2014 budget + cpi of 2.6%.
Legal	\$8,900	\$9,131	\$231	2.60%	Increase in line with 2014 budget + cpi of 2.6%.
Meetings/ Conferences/ Working Groups	\$242,350	\$248,574	\$6,224	2.57%	See commentary in Meetings/Conferences/Working Groups summary.
Postage and couriers	\$1,800	\$1,847	\$47	2.60%	Increase in line with 2014 budget + cpi of 2.6%.
Premises expense	\$8,000	\$8,208	\$208	2.60%	Increase in line with 2014 budget + cpi of 2.6%.
Printing and copying	\$4,800	\$4,925	\$125	2.60%	Increase in line with 2014 budget + cpi of 2.6%.
Rent	\$61,798	\$63,405	\$1,607	2.60%	Increase in line with 2014 budget + cpi of 2.6%.
Staff travel	\$5,400	\$5,540	\$140	2.60%	Increase in line with 2014 budget + cpi of 2.6%.
Stationery expense	\$5,500	\$5,643	\$143	2.60%	Increase in line with 2014 budget + cpi of 2.6%.
Subscriptions, magazines	\$1,500	\$1,539	\$39	2.60%	Increase in line with 2014 budget + cpi of 2.6%.
Telephone & communication	\$13,800	\$14,159	\$359	2.60%	Increase in line with 2014 budget + cpi of 2.6%
Other expenses	\$1,000	\$1,000	\$0	0.00%	No change. In line with 2014 budget.
Contingency	\$20,000	\$20,000	\$0	0.00%	No change. In line with 2014 budget.
New office costs	\$75,000	\$0	-\$75,000	-100.00%	The GSO is required to move premises in 2014. Fitout and relocation costs will likely be incurred.

	2014 Budget	2015 Budget	Movement	%	Commentary
Primate's expenses					
General expenses	\$67,909	\$69,675	\$1,766	2.60%	Increase in line with the 2014 budget + cpi increase.
Travel	\$27,886	\$28,611	\$707	2.60%	Increase in line with the 2014 budget + cpi increase.
Primate's Assistant	\$117,183	\$120,230	\$3,047	2.60%	Primate's Assistant costs are included in the Statutory Fund as per the FPPTF funding model.
General Synod 16	\$466,666	\$0	-\$466,666	-100.00%	2014 Budget expenses are inflated by the \$466,666 expense for the GS16. 100% of General Synod 16 costs are offset by a transfer from the General Synod 16 Reserve.
TOTAL EXPENSE	\$2,037,652	\$1,476,518	-\$561,134	-27.54%	
Operating inflow/ (Outflow)	-\$333,333	\$133,333	\$466,666	-140.00%	
MOVEMENT IN RESERVES					
Transfer to General Synod Reserve for GS16/GS17	-\$133,333	-\$133,333	\$0	0.00%	
Transfer from General Synod Reserve for GS16	\$466,666	\$0	-\$466,666	-100.00%	2014 Budget expenses are inflated by the \$466,666 expense for the GS16. 100% of General Synod 16 costs are offset by a transfer from the General Synod 16 Reserve.
Transfer from/to Reserve Fund	\$0	\$0	\$0	0.00%	
Transfer from/to Statutory Fund	\$0	\$0	\$0	0.00%	
Transfer from/to Shared Service Fund	\$0	\$0	\$0	0.00%	
Surplus / (Deficit)	\$0	\$0	\$0	0.00%	

2015 BUDGET - STATUTORY FUND

Meetings/Conferences/Working Groups

<u>Meetings/ Conferences/ Working Groups</u>	Statutory Budget Forecast			
	2014 Budget	2015 Budget	Movement	Commentary
Committees, Task Forces etc.	\$	\$	\$	
GSSC & Exec Committee				
GSSC	\$50,000	\$50,000	\$0	No change. In line with 2015 budget.
Exec	\$6,400	\$6,400	\$0	No change. In line with 2015 budget.
Other	\$3,600	\$3,600	\$0	No change. In line with 2015 budget.
TOTAL GSSC & Exec Comm	\$60,000	\$60,000	\$0	
GSSC Working Groups				
Diocesan Financial Advisory Group	\$20,500	\$21,000	\$500	Increase due to expected ongoing activities regarding the assessment of the financial health of dioceses (or related entities) across Australia.
Environmental	\$0	\$0	\$0	Decrease due to amalgamation with Public Affairs Commission.
National Register	\$12,100	\$12,100	\$0	No change. In line with 2014 budget.
Refugees & Migrant	\$2,000	\$2,000	\$0	No change. In line with 2014 budget.
Royal Commission	\$45,000	\$46,170	\$1,170	Increase in line with 2014 budget + cpi of 2.6%.
TOTAL Working Groups	\$79,600	\$81,270	\$1,670	
Commissions				
Episcopal Standards	\$25,000	\$25,000	\$0	\$20,000 of the 2015 amount relates to the reimbursement of the Reserve Fund for expenses relating to the Ballarat (Bishop Hough) matter.
Professional Standards	\$15,000	\$15,390	\$390	Increase in line with 2014 budget + cpi of 2.6%.
Church Law	\$6,000	\$6,500	\$500	Increase due to the need to hold one meeting.
Doctrine	\$5,000	\$11,000	\$6,000	Increase due to the cover cost of Doctrine Commission book.
Liturgy	\$6,500	\$6,500	\$0	No change. In line with 2014 budget.
Ministry	\$3,000	\$3,000	\$0	No change. In line with 2014 budget.

		2014 Budget	2015 Budget	Movement	Commentary
Public Affairs		\$5,000	\$5,100	\$100	Increase in line with request to cover costs to hold PAC conference and 6 Teleconference meetings.
Ecumenical Relations		\$3,000	\$3,050	\$50	Increase in line with request for cost of holding face to face meetings throughout the year.
Womens'		\$0	\$0	\$0	No funds requested by Chair.
TOTAL Commissions		\$68,500	\$75,540	\$7,040	
Taskforces					
Fresh Expressions		\$12,000	\$13,225	\$1,225	Chairman's request for funds to produce DVD stories of Fresh Expressions activities in Australia as well as holding face-to-face meetings.
Christian Research Association		\$0	\$0	\$0	No change requested.
Aboriginal and Torres Strait Islander Ministry (ATSIM)		\$0	\$0	\$0	No change requested.
Episcopal Ministry		\$1,500	\$1,539	\$39	Increase in line with 2014 budget + cpi of 2.6%.
Financial Principles & Policies		\$1,500	\$1,500	\$0	No change. In line with 2014 budget.
National Church Unity		\$2,750	\$2,500	-\$250	Decrease based on advice given.
Viability of Structures		\$3,500	\$0	-\$3,500	Decrease based advice that funds not needed in 2015.
TOTAL Taskforces		\$21,250	\$18,764	-\$2,486	
Conferences					
Domestic Conferences		\$3,000	\$3,000	\$0	No change. In line with 2014 budget.
TOTAL Conferences		\$3,000	\$3,000	\$0	
Research		\$10,000	\$10,000	\$0	No change. In line with 2014 budget.
TOTAL Committees etc.		\$242,350	\$248,574	\$6,224	

2015 BUDGET - RESERVE FUND

<i>Reserve Fund</i>	Reserve Fund Budget Forecast				CPI = 2.60%
	2014 Budget	2015 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Distribution from SSC	\$8,030	\$158,813	\$150,784	1877.87%	75% of surplus of Shared Service Centre Fund surplus from prior year as per the FPPTF Model.
Investment income					
Interest income from Term deposits/Bank accounts	\$1,550	\$1,590	\$40	2.60%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Income from managed fund investments	\$16,367	\$20,166	\$3,799	23.21%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Other income					
Sundry income	\$8,544	\$2,000	-\$6,544	-76.59%	Decrease due to loss of interest income from Broughton loan.
TOTAL INCOME	\$34,491	\$182,570	\$148,079	429.33%	
EXPENSES					
Consultant Fees	\$10,000	\$10,000	\$0	0.00%	No Change.
Grants					
Fresh Expression	\$12,500	\$12,500	\$0	0.00%	No Change.
TOTAL EXPENSE	\$22,500	\$22,500	\$0	0.00%	
Operating inflow/ (Outflow)	\$11,991	\$160,070	\$148,079	1234.96%	
MOVEMENT IN RESERVES					
Transfer to General Synod Reserve for GS16/GS17	\$0	\$0	\$0	0.00%	
Transfer from General Synod Reserve for GS16	\$0	\$0	\$0	0.00%	
Transfer from/to Reserve Fund	\$0	\$0	\$0	0.00%	
Transfer to Statutory Fund	\$0	\$0	\$0	0.00%	80% of income to Statutory Fund – once accumulated surplus is equal to (or better) than 1.2 x the total of the previous financial year's operating costs (for all 5 funds) – FPPTF model
Transfer from/to Shared Service Fund	\$0	\$0	\$0	0.00%	
Surplus / (Deficit)	\$11,991	\$160,070	\$148,079	1234.96%	

2015 BUDGET - SPECIAL FUND

<u>Special Fund</u>	Special Fund Budget Forecast				CPI = 2.60%
	2014 Budget	2015 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Assessments /Rebate					
Required Assessment	\$259,588	\$265,915	\$6,327	2.4%	
Rebate	\$52,500	\$52,500	\$0	0%	
Total Assessments and rebate	\$312,088	\$318,415	\$6,327	2.03%	
Investment income					
Interest	\$10,714	\$10,993	\$279	2.6%	
TOTAL INCOME	\$322,802	\$329,408	\$6,605	2.05%	
EXPENSES					
Bank charges	\$200	\$205	\$5	2.6%	Increase in line with 2014 budget + cpi of 2.6%.
Grants					
Anglican Consultative Council (GBP100,000)	\$166,667	\$171,667	\$5,000	3.0%	Increase based on \$5,000 devaluation of AUD from 2014.
Christian Conference of Asia	\$8,000	\$8,000	\$0	0%	No change, in line with the 2014 Budget.
CCEA	\$6,500	\$6,500	\$0	0%	No change, in line with the 2014 Budget.
NCCA	\$54,600	\$54,600	\$0	0%	No change, in line with the 2014 Budget.
NATSIEC	\$10,000	\$10,000	\$0	0%	No change, in line with the 2014 Budget.
World Council of Churches (CHF13,000)	\$14,000	\$14,000	\$0	0%	No change, in line with the 2014 Budget.
International Anglican Youth Network (USD200)	\$275	\$275	\$0	0%	No change, in line with the 2014 Budget.
International Anglican Families Network (USD 1000)	\$1,000	\$1,000	\$0	0%	No change, in line with the 2014 Budget.
Meetings/Conferences/ Working Groups					
Domestic Conferences	\$25,650	\$26,317	\$667	2.6%	Increase in line with 2014 budget + cpi of 2.6%
International Conferences	\$35,910	\$36,844	\$934	2.6%	Increase in line with 2014 budget + cpi of 2.6%
TOTAL EXPENSE	\$322,802	\$329,407	\$6,605	2.05%	
Operating inflow/ (Outflow)	\$0	\$0	\$0	0%	

<u>Special Fund</u>	Special Fund Budget Forecast				CPI = 2.60%
	2014 Budget	2015 Budget	Movement	%	Commentary
MOVEMENT IN RESERVES					
Transfer to General Synod Reserve for GS16/GS17	\$0	\$0	\$0	0%	
Transfer from General Synod Reserve for GS16	\$0	\$0	\$0	0%	
Transfer from/to Reserve Fund	\$0	\$0	\$0	0%	
Transfer to Statutory Fund	\$0	\$0	\$0	0%	
Transfer from/to Shared Service Fund	\$0	\$0	\$0	0%	
Surplus / (Deficit)	\$0	\$0	\$0	0%	

2015 BUDGET - SHARED SERVICE CENTRE FUND

<u>Shared Service Centre Fund</u>	Shared Service Centre Fund Budget Forecast				CPI = 2.60%
	2014 Budget	2015 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Investment income					
Interest	\$3,893	\$3,995	\$101	2.6%	
Other income					
Long Service Leave Fund - Admin Fee	\$332,424	\$341,067	\$8,643	2.6%	Increase in line with 2014 budget + cpi of 2.6%
Telstra Commissions	\$258,430	\$258,430	\$0	0%	No change, in line with the 2014 Budget
Sundry income	\$0	\$0	\$0	0.0%	
TOTAL INCOME	\$594,748	\$603,492	\$8,744	1.47%	
EXPENSES					
Assets costing less than \$1,000	\$552	\$566	\$14	2.6%	Increase in line with 2014 budget + cpi of 2.6%
Auditors remuneration	\$1,765	\$1,811	\$46	2.6%	
Bank charges	\$0	\$0	\$0	0.0%	
Depreciation expenses	\$1,381	\$1,416	\$36	2.6%	
Employee expenses	\$239,854	\$246,090	\$6,236	2.6%	
Insurance	\$4,556	\$4,674	\$118	2.6%	
IT Costs	\$11,045	\$11,332	\$287	2.6%	
Meetings/Conferences/ Working Groups	\$4,006	\$4,110	\$104	2.6%	
Postage and couriers	\$497	\$510	\$13	2.6%	
Premises expense	\$2,209	\$2,267	\$57	2.6%	
Printing and copying	\$1,325	\$1,360	\$34	2.6%	
Rent	\$23,573	\$24,186	\$613	2.6%	
Staff travel	\$1,491	\$1,530	\$39	2.6%	
Stationery expense	\$1,519	\$1,558	\$39	2.6%	
Subscriptions, magazines	\$414	\$425	\$11	2.6%	
Telephone & communication	\$3,810	\$3,909	\$99	2.6%	
Telstra Plan - Church Resources	\$60,000	\$60,000	\$0	0.0%	No change, in line with the 2014 Budget
New office costs	\$25,000	\$0	-\$25,000	-100.0%	The GSO is required to move premises in 2014. These are one off costs.
TOTAL EXPENSE	\$382,997	\$365,745	-\$17,252	-4.50%	
Operating inflow/ (Outflow)	\$211,751	\$237,748	\$25,996	12.3%	

	2014 Budget	2015 Budget	Movement	%	Commentary
MOVEMENT IN RESERVES					
Transfer to General Synod Reserve for GS16/GS17	\$0	\$0	\$0	0.0%	
Transfer from General Synod Reserve for GS16	\$0	\$0	\$0	0.0%	
Transfer to Reserve Fund	-\$158,813	-\$178,311	-\$19,497	12.3%	75% of current year surplus from Shared Service Centre Fund to Reserve Fund – FPPTF Model
Transfer to Statutory Fund	-\$52,938	-\$59,437	-\$6,499	12.3%	25% of current year surplus from Shared Service Centre Fund to Statutory Fund – FPPTF Model
Transfer from/to Shared Service Fund	\$0	\$0	\$0	0.0%	
Surplus / (Deficit)	\$0	\$0	\$0	0.0%	

2015 BUDGET - INDIGENOUS ENDOWMENT FUND

<u><i>Indigenous Endowment Fund</i></u>	Indigenous Endowment Budget Forecast				CPI = 2.60%
	2014 Budget	2015 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Investment income					
Interest	\$0	\$0	\$0	0%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Managed fund - gains/(losses)	\$11,341	\$15,708	\$4,367	38.5%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Other income					
Grants Received	\$37,500	\$37,500	\$0	0%	No change. In line with the 2014 Budget.
Donations					
TOTAL INCOME	\$48,841	\$53,208	\$4,367	8.9%	
EXPENSES					
Grants					
National Aboriginal Bishop Grant	\$9,000	\$9,000	\$0	0%	No change. In line with the 2014 Budget.
TOTAL EXPENSE	\$9,000	\$9,000	\$0	0%	
Operating inflow/ (Outflow)	\$39,841	\$44,208	\$4,367	11.0%	

2015 BUDGET - GRANTS

<i>2015 Budget Grants</i>	Grant Budget Forecast				Commentary
	2014 Budget	2015 Budget	Movement	%	
GRANTS	\$	\$	\$	%	
Statutory					
Defence Force Board	\$24,000	\$24,000	\$0	0%	No Change. In line with the 2014 Budget.
NATSIAC	\$26,490	\$26,490	\$0	0%	No Change. In line with the 2014 Budget.
Indigenous Bishop	\$37,500	\$37,500	\$0	0%	No Change. In line with the 2014 Budget.
TOTAL Statutory Grants	\$87,990	\$87,990	\$0	0%	
Special					
Anglican Consultative Council (GBP100,000) 2014 onwards	\$166,667	\$171,667	\$5,000	3%	Increase based on devaluation of AUD from 2014.
Christian Conference of Asia	\$8,000	\$8,000	\$0	0%	No Change. In line with the 2014 Budget.
CCEA - (USD 6,000)	\$6,500	\$6,500	\$0	0%	No Change. In line with the 2014 Budget.
NCCA	\$54,600	\$54,600	\$0	0%	No Change. In line with the 2014 Budget.
NATSIEC	\$10,000	\$10,000	\$0	0%	No Change. In line with the 2014 Budget.
World Council of Churches (CHF13,000)	\$14,000	\$14,000	\$0	0%	No Change. In line with the 2014 Budget.
International Anglican Youth Network (USD200)	\$275	\$275	\$0	0%	No Change. In line with the 2014 Budget.
International Anglican Families Network (USD 1000)	\$1,000	\$1,000	\$0	0%	No Change. In line with the 2014 Budget.
TOTAL Special Grants	\$261,042	\$266,042	\$5,000	2%	
Reserve					
Fresh Expressions - budget \$12,500	\$12,500	\$12,500	\$0	0%	No Change. In line with the 2014 Budget.
TOTAL Reserve Grants	\$12,500	\$12,500	\$0	0%	
Indigenous Endowment Grants					
National Aboriginal Bishop	\$9,000	\$9,000	\$0	0%	No Change. In line with the 2014 Budget.
TOTAL Indigenous Endowment Grants	\$9,000	\$9,000	\$0	0%	
TOTAL Grants	\$370,532	\$375,532	\$5,000	1%	

THE BUDGET FOR 2015**Assessments – Statutory**

<i>Assessment by Diocese</i>	General Synod Members 2010	2015 Forecast
TOTAL	224	\$1,393,002
Per Member	1	\$6,219
Adelaide	12	\$74,625
Armidale	4	\$24,875
Ballarat	4	\$24,875
Bathurst	6	\$37,313
Bendigo	4	\$24,875
Brisbane	20	\$124,375
Bunbury	4	\$24,875
Canberra and Goulburn	12	\$74,625
Gippsland	4	\$24,875
Grafton	4	\$24,875
Melbourne	36	\$223,875
Newcastle	10	\$62,188
North Queensland	6	\$37,313
North West Australia	2	\$12,438
Northern Territory	2	\$12,438
Perth	18	\$111,938
Riverina	2	\$12,438
Rockhampton	2	\$12,438
Sydney	60	\$373,126
Tasmania	6	\$37,313
The Murray	2	\$12,438
Wangaratta	2	\$12,438
Willochra	2	\$12,438

Assessments – Special

<i>Assessment by Diocese</i>	General Synod Members 2010	2015 Forecast
TOTAL	160	\$265,915
Per Member	1	\$1,662
Adelaide	12	\$19,944
Ballarat	4	\$6,648
Bathurst	6	\$9,972
Bendigo	4	\$6,648
Brisbane	20	\$33,239
Bunbury	4	\$6,648
Canberra and Goulburn	12	\$19,944
Gippsland	4	\$6,648
Grafton	4	\$6,648
Melbourne	36	\$59,831
Newcastle	10	\$16,620
North Queensland	6	\$9,972
North West Australia	2	\$3,324
Northern Territory	2	\$3,324
Perth	18	\$29,915
Riverina	2	\$3,324
Rockhampton	2	\$3,324
Sydney	0	\$0
Tasmania	6	\$9,972
The Murray	2	\$3,324
Wangaratta	2	\$3,324
Willochra	2	\$3,324

FORECAST BUDGET FOR 2016

The General Synod Forecast for 2016 has been prepared in accordance with the "Preferred Model for funds flows between General Synod Funds" ("Preferred Model"). The Preferred Model was developed by the Financial Principles and Policies Task Force and adopted in principle by the Standing Committee at its November 2012 meeting.

Key Points

1. Budgeted Statutory Fund expenses for 2016 increase by \$27,889 or 1.89% from \$1,476,518 in 2015 to \$1,504,407 in 2016.
2. This budget assumes there will be a \$nil rebate of surplus (being the forecast surplus derived from the 2014 year) in the Statutory Fund. In the event that there is no rebate, the dioceses will be asked to pay a 3.50% (\$48,755) higher Statutory assessment figure in 2016 (\$1,441,757) than they paid in 2015 (\$1,393,002).
3. An amount of \$40,248 will be taken from the "Reserves and Unallocated Surplus" of the Statutory Fund and used to fund the Statutory Fund's operation in 2014 so as to hold the increase in Statutory Assessments to 3.50% for the year.
4. Working Groups, commissions and task forces funded from the Statutory Fund are budgeted to receive \$934 less in 2016 than they did in 2015 (a decrease of 0.38%).
5. The Special Fund assessment amount (\$272,276) is arrived at after the payment of a rebate (\$52,500) from the accumulated surplus amount held in the Special Fund. This amount being 15% of the accumulated surplus balance at year end 2013.
6. The Reserve Fund Surplus in 2016 which will be taken into retained surplus (and therefore available for investment) is forecast to be \$192,374.
7. The Shared Service Centre Fund surplus in 2016 available for distribution (taken up in 2017) to the Reserve Fund (75%) and the Statutory Fund (25%) is forecast to be \$238,770.

The Process

To arrive at the 2016 budget numbers for the 5 General Synod Funds, the following items were considered:

1. The budget numbers for 2013, 2014 and 2015.
2. The year to date actual numbers for 2013.
3. The actual numbers for the 2010, 2011 and 2012.
4. Reasonably probable events that will impact on the 2016 budget numbers but are not reflected in historical numbers.

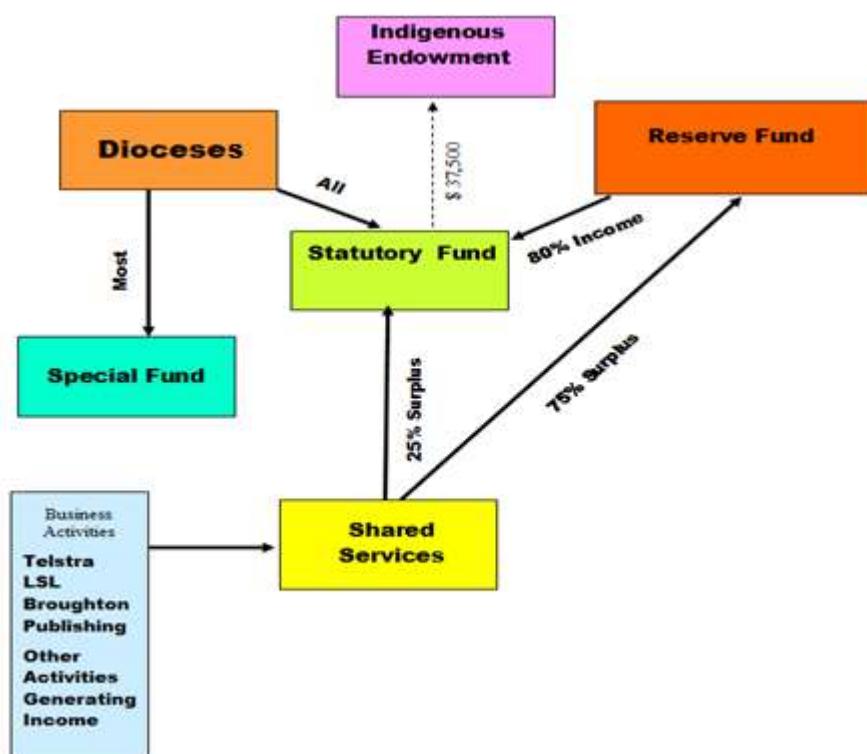
Assumptions

When drafting the 2016 budget, the following assumptions were made:

Assumptions made that affect all 5 Funds

1. The “Preferred Model for funds flows between General Synod Funds” (“Preferred Model”) developed by the Financial Principles and Policies Task Force (adopted in principle by the Standing Committee at its November 2012 meeting – SC2012/2/08) is applied.

The Preferred Model is represented diagrammatically as follows:



The Preferred Model assumptions are:

- a. The Funds flows amounts referred to in the 2016 Budget are generated from the 2015 Shared Service Fund Surplus and the 2015 Reserve Fund income amount.
 - b. The Reserve Fund accumulated surplus is to be built up to an amount equal to 1.2 times the previous financial year's operating costs (for all 5 funds) and then maintained at that amount (or better). As a result, the Reserve Fund will only transfer 80% of its income to the Statutory Fund when its accumulated surplus is equal to (or better) than 1.2 x the total of the previous financial year's operating costs (for all 5 funds). For 2016 there is no transfer of income from the Reserve Fund to the Statutory Fund.
 - c. Over time, the Reserve Fund is expected to slowly grow and the income derived from the Fund is expected to provide an increasing proportion of the General Synod funding requirement (thereby lowering statutory assessments).
 - d. All "Primate related expenses" (including the cost of the Primate's Assistant) are included in the Statutory Fund.
2. The inflation rate will be 2.6%.
 3. On the advice of an asset consultant, the General Synod Investment Committee re-set the investment settings of the Statutory, Reserve and Indigenous Endowment Funds in the last quarter of 2013. This re-set will impact on the income expected to be derived in 2016 from investment in managed funds and the interest income expected to be derived from term deposits.

Assumptions made that affect the Statutory Fund

1. The Assessments/Rebate/Contribution line item under "Income" (\$1,482,005) is comprised of \$1,441,757 in assessments, \$nil in rebates (being the forecast surplus from 2014) and \$40,248 in contribution from reserves.
2. The percentage of the General Synod's resources required to complete tasks relating to the Shared Services Fund (on a line by line basis) will remain the same in 2016 as they were in 2015.
3. Any surplus achieved in 2014 within the Statutory Fund will be used to offset Statutory Assessments in the 2016 year.
4. An amount of \$40,248 will be taken from the "Reserves and Unallocated Surplus" of the Statutory Fund and used to fund the Statutory Fund's operation in 2014 so as to hold the increase in Statutory Assessments to 3.50% for the year.
5. There are no reasonably probable events that will impact on the 2015 budget numbers that are not reflected in the prior year numbers.
6. All Working Group, Commission and Task Force Chairs were requested to provide budget estimates for 2016 and explanations for increases over 2015 budget amounts where such increases existed. In the event that no budget request was submitted, the budget allocations in 2016 are the same as those in 2015. The list of

amounts where such increases existed. In the event that no budget request was submitted, the budget allocations in 2016 are the same as those in 2015. The list of budget allocations for Working Groups, Commissions and Task Forces (with variations and explanations where applicable) for 2016 is detailed in the table headed "2016 Budget – Statutory Fund – Meetings/Conferences/Working Groups".

Assumptions made that affect the Special Fund

1. 15% of the accumulated surplus in the Special Fund as at year end 2013 will be used to offset Special Fund assessments in the 2016 year. As a result a lower Special Fund assessment will need to be levied.
2. In the absence of a specific reason to change, the grants to be made by the Special Fund in 2016 are the same as those made in 2015.
3. The AUD: GBP exchange rate will be 0.57 (57 cents to the Pound).
4. There are no reasonably probable events that will impact on the 2016 budget numbers that are not reflected in the prior year numbers.

The following schedules are the draft budget for the 5 General Synod Funds for the year ending 31 December 2016.

CONSOLIDATED BUDGET FOR 2016

	Statutory Fund	Reserve Fund	Special Fund	Shared Service Centre Fund	Indigenous Endowment Fund	Total
INCOME	\$	\$	\$	\$	\$	\$
Assessments / Rebate						
Required Assessments	\$1,441,757		\$272,276			\$1,714,033
Rebate	\$0		\$52,500			\$52,500
Contribution from Reserves and Unallocated Surplus	\$40,248					\$40,248
Required Assessments, Rebate and Contributions	\$1,482,005		\$324,776			\$1,806,781
Distribution from SSC Fund	\$59,437	\$178,311				\$237,748
Investment income						
Interest	\$3,263	\$1,632	\$11,279	\$4,099	\$0	\$20,272
Managed fund - gains/(losses)	\$91,035	\$32,905			\$21,198	\$146,170
Other Income						
Grants Received					\$37,500	\$37,500
Long Service Leave Fund - Admin Fee				\$349,935		\$349,935
Telstra Commissions				\$258,430		\$258,430
Sundry income	\$2,000	\$2,000				\$4,000
TOTAL INCOME	\$1,637,740	\$214,847	\$336,055	\$612,464	\$58,698	\$2,860,836
EXPENSES						
Assets costing less than \$1,000	\$2,105			\$581		\$2,686
Auditors remuneration	\$31,580			\$1,858		\$33,438
Bank charges	\$350	\$10,000	\$211			\$10,561
Consultants	\$10,000					\$10,000
Depreciation expenses	\$5,263			\$1,453		\$6,717
Employee expenses	\$697,435			\$252,489		\$949,923
Grants	\$87,990	\$12,500	\$271,042		\$9,000	\$380,532
Insurance	\$17,369			\$4,796		\$22,165
IT Costs	\$42,107			\$11,626		\$53,734
Legal	\$9,369					\$9,369
Meetings/Conferences/Working Groups	\$247,640		\$64,803	\$4,217		\$316,659

	Statutory Fund	Reserve Fund	Special Fund	Shared Service Centre Fund	Indigenous Endowment Fund	Total
Postage and couriers	\$1,895			\$523		\$2,418
Premises expense	\$8,421			\$2,326		\$10,747
Printing and copying	\$5,053			\$1,395		\$6,448
Rent	\$65,053			\$24,815		\$89,868
Staff travel	\$5,684			\$1,569		\$7,254
Stationery expense	\$5,790			\$1,599		\$7,389
Subscriptions, magazines	\$1,579			\$436		\$2,015
Telephone & communication	\$14,527			\$4,011		\$18,538
Other expenses	\$1,000					\$1,000
Contingency	\$20,000					\$20,000
Telstra Plan - Church Resources				\$60,000		\$60,000
<u>Primate's Expenses</u>						\$0
General expenses	\$71,486					\$71,486
Travel	\$29,355					\$29,355
Primate's Assistant	\$123,356	\$0		\$0		\$123,356
General Synod	\$0					\$0
TOTAL EXPENSES	\$1,504,407	\$22,500	\$336,055	\$373,694	\$9,000	\$2,245,656
Operating inflow/ (Outflow)	\$133,333	\$192,347	-\$0	\$238,770	\$49,698	\$614,148
Transfer to General Synod Reserve for GS16/GS17	-\$133,333	\$0	\$0	\$0	\$0	-\$133,333
Transfer from General Synod Reserve for GS16	\$0	\$0	\$0	\$0	\$0	\$0
Transfer to Reserve Fund	\$0	\$0	\$0	\$179,077		-\$179,077
Transfer to Statutory Fund	\$0	\$0	\$0	-\$59,692		-\$59,692
Transfer from/to Shared Service Fund						
Surplus / (Deficit)	\$0	\$192,347	\$0	\$0	\$49,698	\$242,045

2016 BUDGET - STATUTORY FUND

<i>Statutory Fund</i>	Statutory Budget Forecast				CPI = 2.60%
	2015 Budget	2016 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Assessments					
Required Assessment	\$1,393,002	\$1,441,757	\$48,755	3.50%	
Rebate	\$0	\$0			Any surplus derived in the 2014 year will be rebated in 2016.
Contribution from Reserves and Unallocated Surplus	\$79,526	\$40,248	-\$39,278	-49.39%	Contribution required to keep the increase in statutory assessments to 3.50%.
Total Assessments, Rebate and Contributions	\$1,472,529	\$1,482,005	\$9,476	0.64%	
Distribution from SSC Fund	\$52,938	\$59,437	\$6,499	12.28%	Based on 25% of Shared Service Centre Fund Surplus from prior year as per the FPPTF model
Investment income					
Interest	\$3,181	\$3,263	\$83	2.60%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Managed fund - gains/(losses)	\$79,204	\$91,035	\$11,831	14.94%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Other income					
Sundry income	\$2,000	\$2,000	\$0	0.00%	No change. In line with 2015 budget.
	\$1,609,851	\$1,637,740	\$27,889	1.73%	
EXPENSES					
Assets costing less than \$1,000	\$2,052	\$2,105	\$53	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Auditors remuneration	\$30,780	\$31,580	\$800	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Bank charges	\$350	\$350	\$0	0.00%	No change. In line with 2015 budget.

<u>Statutory Fund</u>	Statutory Budget Forecast				CPI = 2.60%
	2015 Budget	2016 Budget	Movement	%	Commentary
Consultants	\$10,000	\$10,000	\$0	0.00%	No change. In line with 2015 budget.
Depreciation expenses	\$5,130	\$5,263	\$133	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Employee expenses	\$679,761	\$697,435	\$17,674	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Grants	\$87,990	\$87,990	\$0	0.00%	No change. In line with 2015 budget.
Insurance	\$16,929	\$17,369	\$440	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
IT Costs	\$41,040	\$42,107	\$1,067	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Legal	\$9,131	\$9,369	\$237	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Meetings/ Conferences/ Working Groups	\$248,574	\$247,640	-\$934	-0.38%	See commentary in Meetings/Conferences/Working Groups summary.
Postage and couriers	\$1,847	\$1,895	\$48	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Premises expense	\$8,208	\$8,421	\$213	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Printing and copying	\$4,925	\$5,053	\$128	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Rent	\$63,405	\$65,053	\$1,649	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Staff travel	\$5,540	\$5,684	\$144	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Stationery expense	\$5,643	\$5,790	\$147	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Subscriptions, magazines	\$1,539	\$1,579	\$40	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Telephone & communication	\$14,159	\$14,527	\$368	2.60%	Increase in line with 2015 budget + cpi of 2.6%.
Other expenses	\$1,000	\$1,000	\$0	0.00%	No change. In line with 2015 budget.
Contingency	\$20,000	\$20,000	\$0	0.00%	No change. In line with 2015 budget.

<u>Statutory Fund</u>	Statutory Budget Forecast				CPI = 2.60%
	2015 Budget	2016 Budget	Movement	%	Commentary
<u>Primate's Expenses</u>					
General expenses	\$69,675	\$71,486	\$1,812	2.60%	Increase in line with the 2015 budget + cpi increase
Travel	\$28,611	\$29,355	\$744	2.60%	Increase in line with the 2015 budget + cpi increase
Primates Assistant	\$120,230	\$123,356	\$3,126	2.60%	Primate's Assistant costs are included in the Statutory Fund as per the FPPTF funding model .
General Synod 16	\$0	\$0	\$0	0.00%	
TOTAL EXPENSE	\$1,476,518	\$1,504,407	\$27,889	1.89%	
Operating inflow/ (Outflow)	\$133,333	\$133,333	\$0	0.00%	
MOVEMENT IN RESERVES					
Transfer to General Synod Reserve for GS16/GS17	-\$133,333	-\$133,333	\$0	0.00%	
Transfer from General Synod Reserve for GS16	\$0	\$0	\$0	0.00%	
Transfer from/to Reserve Fund	\$0	\$0	\$0	0.00%	
Transfer from/to Statutory Fund					
Transfer from/to Shared Service Fund	\$0	\$0	\$0	0.00%	
Surplus / (Deficit)	\$0	\$0	\$0	0.00%	

2016 BUDGET - STATUTORY FUND

Meetings/Conferences/Working Groups

<u>Meetings/Conferences</u> <u>/Working Groups</u>		Statutory Budget Forecast			
		2015 Budget	2016 Budget	Movement	Commentary
Committees, Task Forces etc.		\$	\$	\$	
GSSC & Exec Committee					
GSSC		\$50,000	\$50,000	\$0	No change. In line with 2015 budget.
Exec		\$6,400	\$6,400	\$0	No change. In line with 2015 budget.
Other		\$3,600	\$3,600	\$0	No change. In line with 2015 budget.
TOTAL GSSC & Exec		\$60,000	\$60,000	\$0	
GSSC Working Groups					
Diocesan Financial Advisory Group		\$21,000	\$21,500	\$500	Increase due to expected ongoing activities regarding the assessment of the financial health of dioceses (or related entities) across Australia.
Environmental		\$0	\$0	\$0	Decrease based advice that funds not needed in 2016.
National Register		\$12,100	\$12,100	\$0	No change. In line with 2015 budget.
Refugees & Migrant		\$2,000	\$2,000	\$0	No change. In line with 2015 budget.
Royal Commission		\$46,170	\$47,370	\$1,200	No change. In line with 2015 budget.
TOTAL Working Groups		\$81,270	\$82,970	\$1,700	
Commissions					
Episcopal Standards		\$25,000	\$25,000	\$0	\$20,000 of the 2016 amount relates to the reimbursement of the Reserve Fund for expenses relating to the Ballarat (Bishop Hough) matter.
Professional Standards		\$15,390	\$15,790	\$400	Increase in line with 2015 budget + cpi of 2.6%.
Church Law		\$6,500	\$6,500	\$0	No change. In line with 2015 budget.
Doctrine		\$11,000	\$5,000	-\$6,000	Decrease in line with request of Chair.
Liturgy		\$6,500	\$6,500	\$0	No change. In line with 2015 budget.
Ministry		\$3,000	\$3,000	\$0	No change. In line with 2015 budget.

		2015 Budget	2016 Budget	Movement	Commentary
Public Affairs		\$5,100	\$5,200	\$100	Increase in line with request to cover costs to hold PAC conference and 6 Teleconference meetings.
Ecumenical Relations		\$3,050	\$4,500	\$1,450	Increase in line with request for cost of holding face to face meetings throughout the year.
Womens'		\$0	\$0	\$0	No Funds requested by Chair.
TOTAL Commissions		\$75,540	\$71,490	-\$4,050	
Taskforces					
Fresh Expressions		\$13,225	\$14,500	\$1,275	Chair requested funds for projects and holding face-to-face meetings.
Christian Research Association		\$0	\$0	\$0	No change requested.
Aboriginal and Torres Strait Islander Ministry (ATSIM)		\$0	\$0	\$0	No change requested
Episcopal Ministry		\$1,539	\$1,579	\$40	Increase in line with 2015 budget + cpi of 2.6%
Financial Principles & Policies		\$1,500	\$1,500	\$0	No change. In line with 2015 budget
National Church Unity		\$2,500	\$2,600	\$100	Increase based on request by Chair.
Viability of Structures		\$0	\$0	\$0	No change requested.
TOTAL Taskforces		\$18,764	\$20,179	\$1,415	
Conferences					
Domestic Conferences		\$3,000	\$3,000	\$0	No change. In line with 2015 budget.
TOTAL Conferences		\$3,000	\$3,000	\$0	
Research		\$10,000	\$10,000	\$0	No change. In line with 2015 budget.
TOTAL Committees etc.		\$248,574	\$247,640	-\$934	

2016 BUDGET - RESERVE FUND

<u>Reserve Fund</u>	Reserve Fund Budget Forecast				CPI = 2.60%
	2015 Budget	2016 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Distribution from SSC	\$158,813	\$178,311	\$19,497	12.28%	75% of surplus of Shared Service Centre Fund from prior year as per the FPPTF Model.
Investment income					
Interest	\$1,590	\$1,632	\$41	2.60%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Managed fund - gains/(losses)	\$20,166	\$32,905	\$12,739	63.17%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Other income					
Sundry income	\$2,000	\$2,000	\$0	0.00%	No Change. In line with 2015 budget.
TOTAL INCOME	\$182,570	\$214,847	\$32,278	17.68%	
EXPENSES					
Consultant Fees	\$10,000	\$10,000	\$0	0.00%	No Change. In line with 2015 budget.
Grants					
Fresh Expression	\$12,500	\$12,500	\$0	0.00%	No Change. In line with 2015 budget.
TOTAL EXPENSE	\$22,500	\$22,500	\$0	0.00%	
Operating inflow/ (Outflow)	\$160,070	\$192,347	\$32,278	20.16%	

	2015 Budget	2016 Budget	Movement	%	Commentary
MOVEMENT IN RESERVES					
Transfer to General Synod Reserve for GS16/GS17	\$0	\$0	\$0	0.00%	
Transfer from General Synod Reserve for GS16	\$0	\$0	\$0	0.00%	
Transfer from/to Reserve Fund	\$0	\$0	\$0	0.00%	
Transfer to Statutory Fund	\$0	\$0	\$0	0.00%	80% of income to Statutory Fund - once accumulated surplus is equal to (or better) than 1.2 x the total of the previous financial year's operating costs (for all 5 funds) per FPPTF model.
Transfer from/to Shared Service Fund	\$0	\$0	\$0	0.00%	
Surplus / (Deficit)	\$160,070	\$192,347	\$32,278	20.16%	

2016 BUDGET - SPECIAL FUND

<u>Special Fund</u>	Special Fund Budget Forecast				CPI = 2.60%
	2015 Budget	2016 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Assessments /Rebate					
Required Assessment	\$265,915	\$272,276	\$6,361	2.39%	
Rebate	\$52,500	\$52,500	\$0	0%	
Total Assessments and rebate	\$318,415	\$324,776	\$6,361	2.00%	
Investment income					
Interest	\$10,993	\$11,279	\$286	2.6%	
TOTAL INCOME	\$329,408	\$336,055	\$6,647	2.02%	
EXPENSES					
Bank charges	\$205	\$211	\$5	2.6%	Increase in line with 2015 budget + cpi of 2.6%.
Grants					
Anglican Consultative Council (GBP100,000)	\$171,667	\$176,667	\$5,000	2.9%	Increase based on \$5,000 devaluation of AUD from 2015.
Christian Conference of Asia	\$8,000	\$8,000	\$0	0%	No change, in line with the 2015 Budget.
CCEA	\$6,500	\$6,500	\$0	0%	No change, in line with the 2015 Budget.
NCCA	\$54,600	\$54,600	\$0	0%	No change, in line with the 2015 Budget.
NATSIEC	\$10,000	\$10,000	\$0	0%	No change, in line with the 2015 Budget.
World Council of Churches (CHF13,000)	\$14,000	\$14,000	\$0	0%	No change, in line with the 2015 Budget.
International Anglican Youth Network (USD200)	\$275	\$275	\$0	0%	No change, in line with the 2015 Budget.
International Anglican Families Network (USD 1000)	\$1,000	\$1,000	\$0	0%	No change, in line with the 2015 Budget.
Meetings/ Conferences/ Working Groups					
Domestic Conferences	\$26,317	\$27,001	\$684	2.6%	Increase in line with 2015 budget + cpi of 2.6%
International Conferences	\$36,844	\$37,802	\$958	2.6%	Increase in line with 2015 budget + cpi of 2.6%
TOTAL EXPENSE	\$329,407	\$336,055	\$6,647	2.02%	
Operating inflow/ (Outflow)	\$0	\$0	\$0	0%	

<i>Special Fund</i>	Special Fund Budget Forecast				CPI = 2.60%
	2015 Budget	2016 Budget	Movement	%	Commentary
MOVEMENT IN RESERVES					
Transfer to General Synod Reserve for GS16/GS17	\$0	\$0	\$0	0%	
Transfer from General Synod Reserve for GS16	\$0	\$0	\$0	0%	
Transfer from/to Reserve Fund	\$0	\$0	\$0	0%	
Transfer to Statutory Fund	\$0	\$0	\$0	0%	
Transfer from/to Shared Service Fund	\$0	\$0	\$0	0%	
Surplus / (Deficit)	\$0	\$0	\$0	0%	

2016 BUDGET - SHARED SERVICE CENTRE FUND

<u>Shared Service Centre Fund</u>	Shared Service Centre Fund Budget Forecast				CPI = 2.60%
	2015 Budget	2016 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Investment income					
Interest	\$3,995	\$4,099	\$104	2.6%	
Other income					
Long Service Leave Fund - Admin Fee	\$341,067	\$349,935	\$8,868	2.6%	Increase in line with 2015 budget + cpi of 2.6%.
Telstra Commissions	\$258,430	\$258,430	\$0	0%	No change, in line with the 2015 Budget.
Sundry income	\$0	\$0	\$0	0.0%	Increase in line with 2015 budget + cpi of 2.6%.
TOTAL INCOME	\$603,492	\$612,464	\$8,972	1.49%	
EXPENSES					
Assets costing less than \$1,000	\$566	\$581	\$15	2.6%	Increase in line with 2015 budget + cpi of 2.6%.
Auditors remuneration	\$1,811	\$1,858	\$47	2.6%	
Bank charges	\$0	\$0	\$0	0.0%	
Depreciation expenses	\$1,416	\$1,453	\$37	2.6%	
Employee expenses	\$246,090	\$252,489	\$6,398	2.6%	
Insurance	\$4,674	\$4,796	\$122	2.6%	
IT Costs	\$11,332	\$11,626	\$295	2.6%	
Meetings/ Conferences/ Working Groups	\$4,110	\$4,217	\$107	2.6%	
Postage and couriers	\$510	\$523	\$13	2.6%	
Premises expense	\$2,267	\$2,326	\$59	2.6%	
Printing and copying	\$1,360	\$1,395	\$35	2.6%	
Rent	\$24,186	\$24,815	\$629	2.6%	
Staff travel	\$1,530	\$1,569	\$40	2.6%	
Stationery expense	\$1,558	\$1,599	\$41	2.6%	
Subscriptions, magazines	\$425	\$436	\$11	2.6%	
Telephone & communication	\$3,909	\$4,011	\$102	2.6%	
Telstra Plan - Church Resources	\$60,000	\$60,000	\$0	0.0%	No change, in line with the 2015 Budget.
TOTAL EXPENSE	\$365,745	\$373,694	\$7,949	2.17%	
Operating inflow/ (Outflow)	\$237,748	\$238,770	\$1,022	0%	

	2015 Budget	2016 Budget	Movement	%	Commentary
MOVEMENT IN RESERVES					
Transfer to General Synod Reserve for GS16/GS17	\$0	\$0	\$0	0.0%	
Transfer from General Synod Reserve for GS16	\$0	\$0	\$0	0.0%	
Transfer to Reserve Fund	-\$178,311	-\$179,077	-\$767	0.43%	75% of current year surplus from Shared Service Centre Fund to Reserve Fund – FPPTF Model.
Transfer to Statutory Fund	-\$59,437	-\$59,692	-\$256	0.43%	25% of current year surplus from Shared Service Centre Fund to Statutory Fund - FPPTF Model.
Transfer from/to Shared Service Fund	\$0	\$0	\$0	0.0%	
Surplus / (Deficit)	\$0	\$0	\$0	0%	

2016 BUDGET - INDIGENOUS ENDOWMENT FUND

<u>Indigenous Endowment Fund</u>	Indigenous Endowment Budget Forecast				CPI = 2.60%
	2015 Budget	2016 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Investment income					
Interest	\$0	\$0	\$0	0%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Managed fund - gains/(losses)	\$15,708	\$21,198	\$5,490	35.0%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Other income					
Grants Received	\$37,500	\$37,500	\$0	0%	No change. In line with the 2015 Budget.
Donations					
TOTAL INCOME	\$53,208	\$58,698	\$5,490	10%	
EXPENSES					
<u>Grants</u>					
National Aboriginal Bishop Grant	\$9,000	\$9,000	\$0	0%	No change. In line with the 2015 Budget.
TOTAL EXPENSE	\$9,000	\$9,000	\$0	0%	
Operating inflow/ (Outflow)	\$44,208	\$49,698	\$5,490	12%	

2016 BUDGET - GRANTS

<i>2015 Budget Grants</i>	Grant Budget Forecast				Commentary
	2015 Budget	2016 Budget	Movement	%	
GRANTS	\$	\$	\$	%	
Statutory					
Defence Force Board	\$24,000	\$24,000	\$0	0%	No Change. In line with the 2015 Budget.
NATSIAC	\$26,490	\$26,490	\$0	0%	No Change. In line with the 2015 Budget.
Indigenous Bishop	\$37,500	\$37,500	\$0	0%	No Change. In line with the 2015 Budget.
TOTAL Statutory Grants	\$87,990	\$87,990	\$0	0%	
Special					
Anglican Consultative Council (GBP100,000) 2014 onwards	\$171,667	\$176,667	\$5,000	3%	Increase based on devaluation of AUD from 2015.
Christian Conference of Asia	\$8,000	\$8,000	\$0	0%	No Change. In line with the 2015 Budget.
CCEA - (USD 6,000)	\$6,500	\$6,500	\$0	0%	No Change. In line with the 2015 Budget.
NCCA	\$54,600	\$54,600	\$0	0%	No Change. In line with the 2015 Budget.
NATSIEC	\$10,000	\$10,000	\$0	0%	No Change. In line with the 2015 Budget.
World Council of Churches (CHF13,000)	\$14,000	\$14,000	\$0	0%	No Change. In line with the 2015 Budget.
International Anglican Youth Network (USD200)	\$275	\$275	\$0	0%	No Change. In line with the 2015 Budget.
International Anglican Families Network (USD 1000)	\$1,000	\$1,000	\$0	0%	No Change. In line with the 2015 Budget.
TOTAL Special Grants	\$266,042	\$271,042	\$5,000	2%	
Reserve					
Fresh Expressions - budget \$12,500	\$12,500	\$12,500	\$0	0%	No Change. In line with the 2015 Budget.
TOTAL Reserve Grants	\$12,500	\$12,500	\$0	0%	
Indigenous Endowment Grants					
National Aboriginal Bishop	\$9,000	\$9,000	\$0	0%	No Change. In line with the 2015 Budget.
TOTAL Indigenous Endowment Grants	\$9,000	\$9,000	\$0	0%	
TOTAL Grants	\$375,532	\$380,532	\$5,000	1%	

THE BUDGET FOR 2016**Assessments – Statutory**

<i>Assessment by Diocese</i>	General Synod Members 2010	2016 Forecast
TOTAL	224	\$1,441,757
Per Member	1	\$6,436
Adelaide	12	\$77,237
Armidale	4	\$25,746
Ballarat	4	\$25,746
Bathurst	6	\$38,619
Bendigo	4	\$25,746
Brisbane	20	\$128,728
Bunbury	4	\$25,746
Canberra & Goulburn	12	\$77,237
Gippsland	4	\$25,746
Grafton	4	\$25,746
Melbourne	36	\$231,711
Newcastle	10	\$64,364
North Queensland	6	\$38,619
North West Australia	2	\$12,873
Northern Territory	2	\$12,873
Perth	18	\$115,856
Riverina	2	\$12,873
Rockhampton	2	\$12,873
Sydney	60	\$386,185
Tasmania	6	\$38,619
The Murray	2	\$12,873
Wangaratta	2	\$12,873
Willochra	2	\$12,873

Assessments – Special

<i>Assessment by Diocese</i>	General Synod Members 2010	2016 Forecast
TOTAL	160	\$272,276
Per Member	1	\$1,702
Adelaide	12	\$20,421
Ballarat	4	\$6,807
Bathurst	6	\$10,210
Bendigo	4	\$6,807
Brisbane	20	\$34,035
Bunbury	4	\$6,807
Canberra & Goulburn	12	\$20,421
Gippsland	4	\$6,807
Grafton	4	\$6,807
Melbourne	36	\$61,262
Newcastle	10	\$17,017
North Queensland	6	\$10,210
North West Australia	2	\$3,403
Northern Territory	2	\$3,403
Perth	18	\$30,631
Riverina	2	\$3,403
Rockhampton	2	\$3,403
Sydney	0	\$0
Tasmania	6	\$10,210
The Murray	2	\$3,403
Wangaratta	2	\$3,403
Willochra	2	\$3,403

FORECAST BUDGET FOR 2017

The General Synod Forecast for 2017 has been prepared in accordance with the “Preferred Model for funds flows between General Synod Funds” (“Preferred Model”). The Preferred Model was developed by the Financial Principles and Policies Task Force and adopted in principle by the Standing Committee at its November, 2012 meeting.

Key Points

1. Budgeted Statutory Fund expenses for 2017 increase by \$33,190 or 2.21% from \$1,504,407 in 2016 to \$1,537,597 in 2017. Note: the expenses associated with General Synod 17 incurred in 2017 are excluded when calculating this increase.
2. This budget assumes there will be a \$nil rebate of surplus (being the forecast surplus derived from the 2015 year) in the Statutory Fund. In the event that there is no rebate, the dioceses will be asked to pay a 3.50% (\$50,462) higher statutory assessment figure in 2017 (\$1,492,219) than they paid in 2016 (\$1,441,757).
3. An amount of \$8,578 will be taken from the “Reserves and Unallocated Surplus” of the Statutory Fund and used to fund the Statutory Fund’s operation in 2014 so as to hold the increase in Statutory Assessments to 3.50% for the year.
4. Working Groups, commissions and task forces funded from the Statutory Fund are budgeted to receive \$3,617 more in 2017 than they did in 2016 (an increase of 1.46%).
5. The Special Fund assessment amount (\$278,673) is arrived at after the payment of a rebate (\$52,500) from the accumulated surplus amount held in the Special Fund. This amount being 15% of the accumulated surplus balance at year end 2013.
6. The Reserve Fund Surplus in 2017 which will be taken into retained surplus (and therefore available for investment) is forecast to be \$210,203.
7. The Shared Service Centre Fund surplus in 2017 available for distribution to the Reserve Fund and the Statutory Fund (taken up in 2018) is forecast to be \$239,819.

The Process

To arrive at the 2017 budget numbers for the 5 General Synod Funds, the following items were considered:

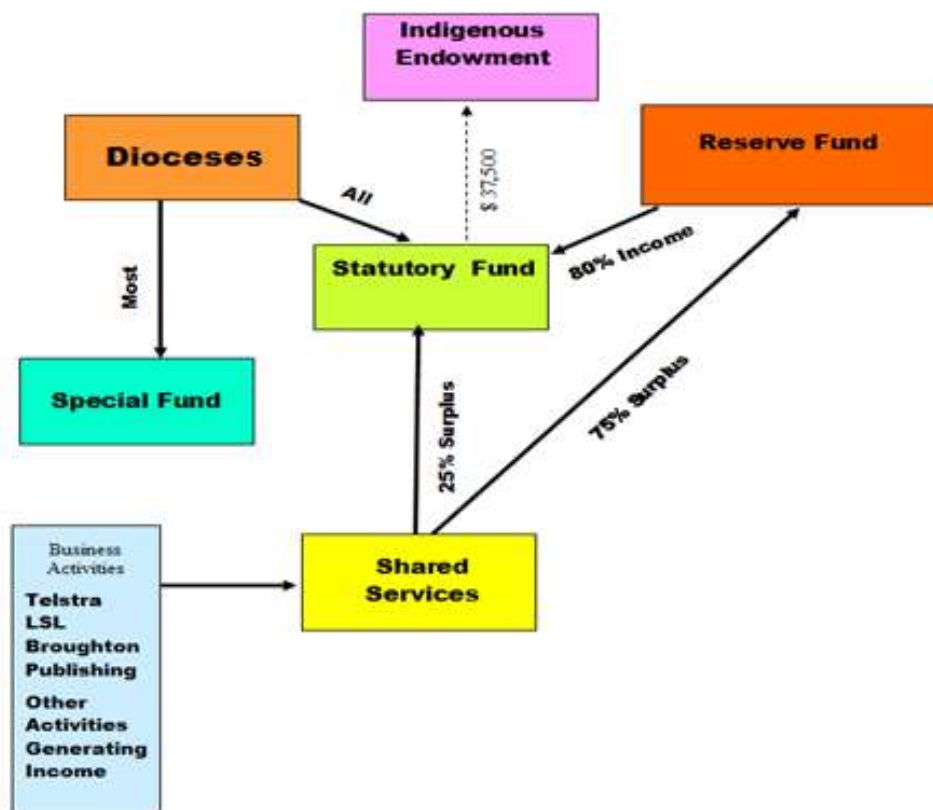
1. The budget numbers for 2013, 2014, 2015 and 2016.
2. The year to date actual numbers for 2013.
3. The actual numbers for the 2010, 2011 and 2012
4. Reasonably probable events that will impact on the 2017 budget numbers but are not reflected in historical numbers.

Assumptions

When drafting the 2017 budget, the following assumptions were made:

Assumptions made that affect all 5 Funds

1. The “Preferred Model for funds flows between General Synod Funds” (Preferred Model”) developed Financial Principles and Policies Task Force (adopted in principle by the Standing Committee at its November 2012 meeting – SC2012/2/08) is applied. The Preferred Model is represented diagrammatically as follows:



The Preferred Model assumptions are:

- a. The Funds flows amounts referred to in the 2017 Budget are generated from the 2016 Shared Service Fund Surplus and the 2016 Reserve Fund income amount.
- b. The Reserve Fund accumulated surplus is to be built up to an amount equal to 1.2 times the previous financial year's operating costs (for all 5 funds) and then maintained at that amount (or better). As a result, the Reserve Fund will only transfer 80% of its income to the Statutory Fund when its accumulated surplus is equal to (or better) than 1.2 x the total of the previous financial year's operating costs (for all 5 funds). For 2017 there is no transfer of income from the Reserve Fund to the Statutory Fund.

- c. Over time, the Reserve Fund is expected to slowly grow and the income derived from the Fund is expected to provide an increasing proportion of the General Synod funding requirement (thereby lowering statutory assessments).
 - d. All "Primate related expenses" (including the cost of the Primate's Assistant) are included in the Statutory Fund.
- 2. The inflation rate will be 2.6%.
 - 3. On the advice of an asset consultant, the General Synod Investment Committee re-set the investment settings of the Statutory, Reserve and Indigenous Endowment Funds in the last quarter of 2013. This re-set will impact on the income expected to be derived in 2017 from investment in managed funds and the interest income expected to be derived from term deposits.

Assumptions made that affect the Statutory Fund

- 1. The Assessments/Rebate/Contributions line item under "Income" (\$1,500,797) is comprised of \$1,492,219 in assessments, \$nil in rebates (being the forecast surplus from 2015) and \$8,578 in contributions from reserves.
- 2. The percentage of the General Synod's resources required to complete tasks relating to the Shared Services Fund (on a line by line basis) will remain the same in 2017 as they were in 2016.
- 3. Any surplus achieved in 2015 within the Statutory Fund will be used to offset Statutory Assessments in the 2017 year.
- 4. An amount of \$8,578 will be taken from the "Reserves and Unallocated Surplus" of the Statutory Fund and used to fund the Statutory Fund's operation in 2014 so as to hold the increase in Statutory Assessments to 3.50% for the year.
- 5. There are no reasonably probable events that will impact on the 2017 budget numbers that are not reflected in the prior year numbers.
- 6. All Working Group, Commission and Task Force Chairs were requested to provide budget estimates for 2017 and explanations for increases over 2016 budget amounts where such increases existed. In the event that no budget request was submitted, the budget allocations in 2017 are the same as those in 2016. The list of budget allocations for Working Groups, Commissions and Task Forces (with variations and explanations where applicable) for 2017 is detailed in the table headed "2017 Budget – Statutory Fund – Meetings/Conferences/Working Groups".

Assumptions made that affect the Special Fund

1. 15% of the accumulated surplus in the Special Fund as at year end 2013 will be used to offset Special Fund assessments in the 2017 year. As result a lower Special Fund assessment will need to be levied.
2. In the absence of a specific reason to change, the grants to be made by the Special Fund in 2017 are the same as those made in 2016.
3. The AUD: GBP exchange rate will be 0.55 (55 cents to the Pound).
4. There are no reasonably probable events that will impact on the 2017 budget numbers that are not reflected in the prior year numbers.

The following schedules are the draft budget for the 5 General Synod Funds for the year ending 31 December 2017.

CONSOLIDATED BUDGET FOR 2017

	Statutory Fund	Reserve Fund	Special Fund	Shared Service Centre Fund	Indigenous Endowment Fund	Total
INCOME	\$	\$	\$	\$	\$	\$
Assessments / Rebate						
Required Assessments	\$1,492,219		\$278,673			\$1,770,892
Rebate	\$0		\$52,500			\$52,500
Contribution from Reserves and Unallocated Surplus	\$8,578					\$8,578
Required Assessments, Rebate and Contributions	\$1,500,797		\$331,173			\$1,831,970
Distribution from SSC Fund	\$59,692	\$179,077				\$238,770
Investment income						
Interest	\$3,348	\$1,674	\$11,572	\$4,205	\$0	\$20,799
Managed fund - gains/(losses)	\$105,093	\$49,951			\$28,112	\$183,156
Other Income						
Grants Received					\$37,500	\$37,500
Long Service Leave Fund - Admin Fee				\$359,033		\$359,033
Telstra Commissions				\$258,430		\$258,430
Sundry income	\$2,000	\$2,000				\$4,000
TOTAL INCOME	\$1,670,930	\$232,703	\$342,745	\$621,668	\$65,612	\$2,933,659
EXPENSES						
Assets costing less than \$1,000	\$2,160			\$596		\$2,756
Auditors remuneration	\$32,401			\$1,906		\$34,307
Bank charges	\$350		\$216			\$566
Consultants	\$10,000	\$10,000				\$20,000
Depreciation expenses	\$5,400			\$1,491		\$6,891
Employee expenses	\$715,568			\$259,053		\$974,621

	Statutory Fund	Reserve Fund	Special Fund	Shared Service Centre Fund	Indigenous Endowment Fund	Total
Grants	\$87,990	\$12,500	\$276,042		\$9,000	\$385,532
Insurance	\$17,821			\$4,920		\$22,741
IT Costs	\$43,202			\$11,929		\$55,131
Legal	\$9,612					\$9,612
Meetings/ Conferences/ Working Groups	\$251,257		\$66,488	\$4,327		\$322,071
Postage and couriers	\$1,944			\$537		\$2,481
Premises expense	\$8,640			\$2,386		\$11,027
Printing and copying	\$5,184			\$1,432		\$6,616
Rent	\$66,745			\$25,460		\$92,205
Staff travel	\$5,832			\$1,610		\$7,442
Stationery expense	\$5,940			\$1,640		\$7,581
Subscriptions, magazines	\$1,620			\$447		\$2,067
Telephone & communication	\$14,905			\$4,115		\$19,020
Other expenses	\$1,000					\$1,000
Contingency	\$20,000					\$20,000
Telstra Plan - Church Resources				\$60,000		\$60,000
Primate's Expenses						\$0
General expenses	\$73,345					\$73,345
Travel	\$30,118					\$30,118
Assistant	\$126,563	\$0		\$0		\$126,563
General Synod 17	\$399,999					\$399,999
TOTAL EXPENSE	\$1,937,596	\$22,500	\$342,745	\$381,850	\$9,000	\$2,693,692
Operating inflow/ (Outflow)	-\$266,666	\$210,203	-\$0	\$239,819	\$56,612	\$239,967
Transfer to General Synod Reserve for GS16/GS17	-\$133,333					-\$133,333
Transfer from General Synod Reserve for GS16	\$399,999					\$399,999
Transfer to Reserve Fund		\$0		-\$179,864		-\$179,864
Transfer to Statutory Fund				-\$59,955		-\$59,955
Transfer from/to Shared Service Fund				\$0		\$0
Surplus / (Deficit)	\$0	\$210,203	\$0	\$0	\$56,612	\$266,814

2017 BUDGET - STATUTORY FUND

<u>Statutory Fund</u>	Statutory Budget Forecast				CPI = 2.60%
	2016 Budget	2017 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Assessments					
Required Assessment	\$1,441,757	\$1,492,219	\$50,462	3.50%	
Rebate	\$0	\$0			Any surplus derived in the 2015 year will be rebated in 2017.
Contribution from Reserves and Unallocated Surplus	\$40,248	\$8,578	-\$31,670	-78.69%	Contribution required to keep the increase in Statutory Assessments to 3.50%.
Total Assessments, Rebate and Contributions	\$1,482,005	\$1,500,797	\$18,792	1.27%	
Distribution from SSC	\$59,437	\$59,692	\$256	0.43%	Based on 25% of Shared Service Centre Fund Surplus from prior year as per the FPPTF model.
Investment income					
Interest	\$3,263	\$3,348	\$85	2.60%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Managed fund - gains/(losses)	\$91,035	\$105,093	\$14,058	15.44%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Other income					
Sundry income	\$2,000	\$2,000	\$0	0.00%	No change. In line with 2016 budget.
	\$1,637,740	\$1,670,930	\$33,190	2.03%	

<u>Statutory Fund</u>	Statutory Budget Forecast				CPI = 2.60%
	2016 Budget	2017 Budget	Movement	%	Commentary
EXPENSES					
Assets costing less than \$1,000	\$2,105	\$2,160	\$55	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Auditors remuneration	\$31,580	\$32,401	\$821	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Bank charges	\$350	\$350	\$0	0.00%	No change. In line with 2016 budget.
Consultants	\$10,000	\$10,000	\$0	0.00%	No change. In line with 2016 budget.
Depreciation expenses	\$5,263	\$5,400	\$137	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Employee expenses	\$697,435	\$715,568	\$18,133	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Grants	\$87,990	\$87,990	\$0	0.00%	No change. In line with 2016 budget.
Insurance	\$17,369	\$17,821	\$452	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
IT Costs	\$42,107	\$43,202	\$1,095	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Legal	\$9,369	\$9,612	\$244	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Meetings/Conferences/ Working Groups	\$247,640	\$251,257	\$3,617	1.46%	See commentary in Meetings/Conferences/Working Groups summary.
Postage and couriers	\$1,895	\$1,944	\$49	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Premises expense	\$8,421	\$8,640	\$219	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Printing and copying	\$5,053	\$5,184	\$131	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Rent	\$65,053	\$66,745	\$1,691	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Staff travel	\$5,684	\$5,832	\$148	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Stationery expense	\$5,790	\$5,940	\$151	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Subscriptions, magazines	\$1,579	\$1,620	\$41	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Telephone & communication	\$14,527	\$14,905	\$378	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Other expenses	\$1,000	\$1,000	\$0	0.00%	No change. In line with 2016 budget.
Contingency	\$20,000	\$20,000	\$0	0.00%	No change. In line with 2016 budget.

	2016 Budget	2017 Budget	Movement	%	Commentary
<u>Primate's Expenses</u>					
General expenses	\$71,486	\$73,345	\$1,859	2.60%	Increase in line with the 2016 budget + cpi increase.
Travel	\$29,355	\$30,118	\$763	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
Primate's Assistant	\$123,356	\$126,563	\$3,207	2.60%	Increase in line with 2016 budget + cpi of 2.6%.
General Synod 17	\$0	\$399,999	\$399,999	0.00%	
TOTAL EXPENSE	\$1,504,407	\$1,937,596	\$433,189	28.79%	
Operating inflow/ (Outflow)	\$133,333	-\$266,666	-\$399,999	-300%	
MOVEMENT IN RESERVES					
Transfer to General Synod Reserve for GS16/GS17	-\$133,333	-\$133,333	\$0	0.00%	
Transfer from General Synod Reserve for GS16	\$0	\$399,999	\$399,999	0.00%	Based on spending 3 years of General Synod Reserve on the 17th General Synod
Transfer from/to Reserve Fund	\$0	\$0	\$0	0.00%	
Transfer from/to Statutory Fund					
Transfer from/to Shared Service Fund	\$0	\$0	\$0	0.00%	
Surplus / (Deficit)	\$0	\$0	\$0	0.00%	

2017 BUDGET - STATUTORY FUND

Meetings/Conferences/Working Groups

<u>Meetings/Conferences/ Working Groups</u>	Statutory Budget Forecast			
	2016 Budget	2017 Budget	Movement	Commentary
Committees, Task Forces etc.	\$	\$	\$	
GSSC & Exec Committee				
GSSC	\$50,000	\$50,000	\$0	No change. In line with 2016 budget.
Exec	\$6,400	\$6,400	\$0	No change. In line with 2016 budget.
Other	\$3,600	\$3,600	\$0	No change. In line with 2016 budget.
TOTAL GSSC & Exec	\$60,000	\$60,000	\$0	
GSSC Working Groups				
Diocesan Financial Advisory Group	\$21,500	\$22,000	\$500	Increase due to expected ongoing activities regarding the assessment of the financial health of dioceses (or related entities) across Australia.
Environmental	\$0	\$0	\$0	Decrease based advice that funds not needed in 2017.
National Register	\$12,100	\$12,100	\$0	No change. In line with 2016 budget.
Refugees & Migrant	\$2,000	\$0	-\$2,000	No funding needed for 2017.
Royal Commission	\$47,370	\$48,602	\$1,232	Increase in line with 2016 budget + cpi of 2.6%.
TOTAL Working Groups	\$82,970	\$82,702	-\$268	
Commissions				
Episcopal Standards	\$25,000	\$22,234	-\$2,766	\$17,234 of the 2017 amount relates to the reimbursement of the Reserve Fund for expenses relating to the Ballarat (Bishop Hough) matter.
Professional Standards	\$15,790	\$16,201	\$411	Increase in line with 2016 budget + cpi of 2.6%.
Church Law	\$6,500	\$6,500	\$0	No change. In line with 2016 budget.
Doctrine	\$5,000	\$11,000	\$6,000	Decrease in line with request to cover face to face meetings in 2016.
Liturgy	\$6,500	\$6,500	\$0	No change. In line with 2016 budget.
Ministry	\$3,000	\$3,000	\$0	No change. In line with 2016 budget.
Public Affairs	\$5,200	\$5,300	\$100	Increase requested to meet costs to hold PAC conference and 6 teleconference meetings.
Ecumenical Relations	\$4,500	\$3,100	-\$1,400	Decrease in line with request Chairs advice. Funding for cost of holding face to face meetings throughout the year.

		2016 Budget	2017 Budget	Movement	Commentary
Womens'		\$0	\$0	\$0	No Funds requested by Chair.
TOTAL Commissions		\$71,490	\$73,835	\$2,345	
Taskforces					
Fresh Expressions		\$14,500	\$15,850	\$1,350	Chair requested funds for Fresh Expressions projects and holding face-to-face meetings.
Christian Research Association		\$0	\$0	\$0	No change requested.
Aboriginal and Torres Strait Islander Ministry (ATSIM)		\$0	\$0	\$0	No change requested.
Episcopal Ministry		\$1,579	\$1,620	\$41	In line with 2016 + cpi.
Financial Principles & Policies		\$1,500	\$1,500	\$0	No change. In line with 2016 budget.
National Church Unity		\$2,600	\$2,750	\$150	Increase based advice given.
Viability of Structures		\$0	\$0	\$0	No funds requested
TOTAL Taskforces		\$20,179	\$21,720	\$1,541	
Conferences					
Domestic Conferences		\$3,000	\$3,000	\$0	No change. In line with 2016 budget
TOTAL Conferences		\$3,000	\$3,000	\$0	
Research		\$10,000	\$10,000	\$0	No change. In line with 2016 budget
TOTAL Committees etc.		\$247,640	\$251,257	\$3,617	

2017 BUDGET - RESERVE FUND

<u>Reserve Fund</u>	Reserve Fund Budget Forecast				CPI = 2.60%
	2016 Budget	2017 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Distribution from SSC	\$178,311	\$179,077	\$767	0.43%	75% of surplus of Shared Service Centre Fund from prior year as per the FPPTF Model.
Investment income					
Interest	\$1,632	\$1,674	\$42	2.60%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Managed fund - gains/(losses)	\$32,905	\$49,951	\$17,046	51.80%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Other income					
Sundry income	\$2,000	\$2,000	\$0	0.00%	No Change. In line with 2016 budget.
TOTAL INCOME	\$214,847	\$232,703	\$17,855	8.31%	
EXPENSES					
Consultant Fees	\$10,000	\$10,000	\$0	0.00%	No Change. In line with 2016 budget.
Grants					
Fresh Expression	\$12,500	\$12,500	\$0	0.00%	No Change. In line with 2016 budget.
TOTAL EXPENSES	\$22,500	\$22,500	\$0	0.00%	

<u>Reserve Fund</u>	Reserve Fund Budget Forecast				CPI = 2.60%
	2016 Budget	2017 Budget	Movement	%	Commentary
Operating inflow/ (Outflow)	\$192,347	\$210,203	\$17,855	9.28%	
MOVEMENT IN RESERVES					
Transfer to General Synod Reserve for GS16/GS17	\$0	\$0	\$0	0.00%	
Transfer from General Synod Reserve for GS16	\$0	\$0	\$0	0.00%	
	2016 Budget	2017 Budget	Movement	%	Commentary
Transfer to Statutory Fund	\$0	\$0	\$0	0.00%	80% of income to Statutory Fund - once accumulated surplus is equal to (or better) than 1.2 x the total of the previous financial year's operating costs (for all 5 funds). – FPPTF model
Transfer from/to Shared Service Fund	\$0	\$0	\$0	0.00%	
Surplus / (Deficit)	\$192,347	\$210,203	\$17,855	9.28%	

2017 BUDGET - SPECIAL FUND

<i>Special Fund</i>	Special Fund Budget Forecast				CPI = 2.60%
	2016 Budget	2017 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Assessments /Rebate					
Required Assessment	\$272,276	\$278,673	\$6,397	2.35%	
Rebate	\$52,500	\$52,500	\$0	0%	
Total Assessments and rebate	\$324,776	\$331,173	\$6,397	1.97%	
Investment income					
Interest	\$11,279	\$11,572	\$293	2.6%	Increase in line with 2016 budget + cpi of 2.6%.
TOTAL INCOME	\$336,055	\$342,745	\$6,690	1.99%	
EXPENSES					
Bank charges	\$211	\$216	\$5	2.6%	Increase in line with 2016 budget + cpi of 2.6%.
Grants					
Anglican Consultative Council (GBP100,000)	\$176,667	\$181,667	\$5,000	2.8%	Increase based on \$5,000 devaluation of AUD from 2016.
Christian Conference of Asia	\$8,000	\$8,000	\$0	0%	No change, in line with the 2016 Budget.
CCEA	\$6,500	\$6,500	\$0	0%	No change, in line with the 2016 Budget.
NCCA	\$54,600	\$54,600	\$0	0%	No change, in line with the 2016 Budget.
NATSIEC	\$10,000	\$10,000	\$0	0%	No change, in line with the 2016 Budget.
World Council of Churches (CHF13,000)	\$14,000	\$14,000	\$0	0%	No change, in line with the 2016 Budget.
International Anglican Youth Network (USD200)	\$275	\$275	\$0	0%	No change, in line with the 2016 Budget.
International Anglican Families Network (USD 1000)	\$1,000	\$1,000	\$0	0%	No change, in line with the 2016 Budget.
Meetings/ Conferences/ Working Groups					
Domestic Conferences	\$27,001	\$27,703	\$702	2.6%	No change, in line with the 2016 Budget.
International Conferences	\$37,802	\$38,784	\$983	2.6%	No change, in line with the 2016 Budget.
TOTAL EXPENSE	\$336,055	\$342,745	\$6,690	1.99%	
Operating inflow/ (Outflow)	\$0	\$0	\$0	0%	

<u>Special Fund</u>	Special Fund Budget Forecast				CPI = 2.60%
	2016 Budget	2017 Budget	Movement	%	Commentary
MOVEMENT IN RESERVES					
Transfer to General Synod Reserve for GS16/GS17	\$0	\$0	\$0	0%	
Transfer from General Synod Reserve for GS16	\$0	\$0	\$0	0%	
Transfer from/to Reserve Fund	\$0	\$0	\$0	0%	
Transfer to Statutory Fund	\$0	\$0	\$0	0%	
Transfer from/to Shared Service Fund	\$0	\$0	\$0	0%	
Surplus / (Deficit)	\$0	\$0	\$0	0%	

2017 BUDGET - SHARED SERVICE CENTRE FUND

<u>Shared Service Centre Fund</u>	Shared Service Centre Fund Budget Forecast				CPI = 2.60%
	2016 Budget	2017 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Investment income					
Interest	\$4,099	\$4,205	\$107	2.6%	
Other income					
Long Service Leave Fund - Admin Fee	\$349,935	\$359,033	\$9,098	2.6%	Increase in line with 2016 budget + cpi of 2.6%.
Telstra Commissions	\$258,430	\$258,430	\$0	0%	No change, in line with the 2016 Budget.
Sundry income	\$0	\$0	\$0	0.0%	
TOTAL INCOME	\$612,464	\$621,668	\$9,205	1.5%	
EXPENSES					
Assets costing less than \$1,000	\$581	\$596	\$15	2.6%	Increase in line with 2016 budget + cpi of 2.6%
Auditors remuneration	\$1,858	\$1,906	\$48	2.6%	
Bank charges	\$0	\$0	\$0	0.0%	
Depreciation expenses	\$1,453	\$1,491	\$38	2.6%	
Employee expenses	\$252,489	\$259,053	\$6,565	2.6%	
Insurance	\$4,796	\$4,920	\$125	2.6%	
IT Costs	\$11,626	\$11,929	\$302	2.6%	
Meetings/Conferences/Working Groups	\$4,217	\$4,327	\$110	2.6%	
Postage and couriers	\$523	\$537	\$14	2.6%	
Premises expense	\$2,326	\$2,386	\$60	2.6%	
Printing and copying	\$1,395	\$1,432	\$36	2.6%	
Rent	\$24,815	\$25,460	\$645	2.6%	
Staff travel	\$1,569	\$1,610	\$41	2.6%	
Stationery expense	\$1,599	\$1,640	\$42	2.6%	
Subscriptions, magazines	\$436	\$447	\$11	2.6%	
Telephone & communication	\$4,011	\$4,115	\$104	2.6%	
Telstra Plan - Church Resources	\$60,000	\$60,000	\$0	0.0%	No change, in line with the 2016 Budget
TOTAL EXPENSE	\$373,694	\$381,850	\$8,156	2.2%	
Operating inflow/ (Outflow)	\$238,770	\$239,819	\$1,049	0.4%	

	2016 Budget	2017 Budget	Movement	%	Commentary
MOVEMENT IN RESERVES					
Transfer to General Synod Reserve for GS16/GS17	\$0	\$0	\$0	0.0%	
Transfer from General Synod Reserve for GS16	\$0	\$0	\$0	0.0%	
Transfer to Reserve Fund	-\$179,077	-\$179,864	-\$787	0.44%	75% of current year surplus from Shared Service Centre Fund to Reserve Fund – FPPTF Model.
Transfer to Statutory Fund	-\$59,692	-\$59,955	-\$262	0.44%	25% of current year surplus from Shared Service Centre Fund to Statutory Fund – FPPTF Model.
Transfer from/to Shared Service Fund	\$0	\$0	\$0	0.0%	
Surplus / (Deficit)	\$0	\$0	\$0	0.0%	

2017 BUDGET - INDIGENOUS ENDOWMENT FUND

<i>Indigenous Endowment Fund</i>	Indigenous Endowment Budget Forecast				CPI = 2.60%
	2016 Budget	2017 Budget	Movement	%	Commentary
INCOME	\$	\$	\$	%	
Investment income					
Interest	\$0	\$0	\$0	0%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Managed fund - gains/(losses)	\$21,198	\$28,112	\$6,914	32.6%	These numbers reflect the new investment settings developed by the GS Investment Committee. These settings have rebalanced the split of investments away from "income" and more to "growth" focused investments. Whilst the Budget includes expected income/distributions only, there is expected to be a capital growth return.
Other income					
Grants Received	\$37,500	\$37,500	\$0	0%	No change. In line with the 2016 Budget.
Donations					
TOTAL INCOME	\$58,698	\$65,612	\$6,914	12%	
EXPENSES					
<u>Grants</u>					
National Aboriginal Bishop Grant	\$9,000	\$9,000	\$0	0%	No change. In line with the 2016 Budget.
TOTAL EXPENSE	\$9,000	\$9,000	\$0	0%	
Operating inflow/ (Outflow)	\$49,698	\$56,612	\$6,914	14%	

2017 BUDGET - GRANTS

<i>2015 Budget Grants</i>	Grant Budget Forecast				Commentary
	2016 Budget	2017 Budget	Movement	%	
GRANTS	\$	\$	\$	%	
Statutory					
Defence Force Board	\$24,000	\$24,000	\$0	0%	No Change. In line with the 2016 Budget.
NATSIAC	\$26,490	\$26,490	\$0	0%	No Change. In line with the 2016 Budget.
Indigenous Bishop	\$37,500	\$37,500	\$0	0%	No Change. In line with the 2016 Budget.
TOTAL Statutory Grants	\$87,990	\$87,990	\$0	0%	
Special					
Anglican Consultative Council (GBP100,000) 2014 onwards	\$176,667	\$181,667	\$5,000	2.8%	Increase based on \$5,000 devaluation of AUD from 2016.
Christian Conference of Asia	\$8,000	\$8,000	\$0	0%	No Change. In line with the 2016 Budget.
CCEA - (USD 6,000)	\$6,500	\$6,500	\$0	0%	No Change. In line with the 2016 Budget.
NCCA	\$54,600	\$54,600	\$0	0%	No Change. In line with the 2016 Budget.
NATSIEC	\$10,000	\$10,000	\$0	0%	No Change. In line with the 2016 Budget.
World Council of Churches (CHF13,000)	\$14,000	\$14,000	\$0	0%	No Change. In line with the 2016 Budget.
International Anglican Youth Network (USD200)	\$275	\$275	\$0	0%	No Change. In line with the 2016 Budget.
International Anglican Families Network (USD 1000)	\$1,000	\$1,000	\$0	0%	No Change. In line with the 2016 Budget.
TOTAL Special Grants	\$271,042	\$276,042	\$5,000	2%	
Reserve					
Fresh Expressions - budget \$12,500	\$12,500	\$12,500	\$0	0%	No Change. In line with the 2016 Budget.
TOTAL Reserve Grants	\$12,500	\$12,500	\$0	0%	

<i>2015 Budget Grants</i>	Grant Budget Forecast			
	2016 Budget	2017 Budget	Movement %	Commentary
Indigenous Endowment Grants				
National Aboriginal Bishop	\$9,000	\$9,000	\$0 0%	No Change. In line with the 2016 Budget.
TOTAL Indigenous Endowment Grants	\$9,000	\$9,000	\$0 0%	
TOTAL Grants	\$380,532	\$385,532	\$5,000 1%	

THE BUDGET FOR 2017**Assessments – Statutory**

<i>Assessment by Diocese</i>	General Synod Members 2010	2017 Forecast
TOTAL	224	\$1,492,219
Per Member	1	\$6,662
Adelaide	12	\$79,940
Armidale	4	\$26,647
Ballarat	4	\$26,647
Bathurst	6	\$39,970
Bendigo	4	\$26,647
Brisbane	20	\$133,234
Bunbury	4	\$26,647
Canberra & Goulburn	12	\$79,940
Gippsland	4	\$26,647
Grafton	4	\$26,647
Melbourne	36	\$239,821
Newcastle	10	\$66,617
North Queensland	6	\$39,970
North West Australia	2	\$13,323
Northern Territory	2	\$13,323
Perth	18	\$119,910
Riverina	2	\$13,323
Rockhampton	2	\$13,323
Sydney	60	\$399,702
Tasmania	6	\$39,970
The Murray	2	\$13,323
Wangaratta	2	\$13,323
Willochra	2	\$13,323

Assessments – Special

<i>Assessment by Diocese</i>	General Synod Members 2010	2017 Forecast
TOTAL	160	\$278,673
Per Member	1	\$1,741
Adelaide	12	\$20,900
Ballarat	4	\$6,967
Bathurst	6	\$10,450
Bendigo	4	\$6,967
Brisbane	20	\$34,834
Bunbury	4	\$6,967
Canberra & Goulburn	12	\$20,900
Gippsland	4	\$6,967
Grafton	4	\$6,967
Melbourne	36	\$62,701
Newcastle	10	\$17,417
North Queensland	6	\$10,450
North West Australia	2	\$3,483
Northern Territory	2	\$3,483
Perth	18	\$31,351
Riverina	2	\$3,483
Rockhampton	2	\$3,483
Sydney	0	\$0
Tasmania	6	\$10,450
The Murray	2	\$3,483
Wangaratta	2	\$3,483
Willochra	2	\$3,483