

SYDNEY CITY CHRISTIAN MISSION FELLOWSHIP INC.

FINANCIAL REPORT 2016

ABN 83 894 491 228

General Information

Our Vision

Sydney City Christian Mission Fellowship exists to exalt the Lord Jesus Christ and proclaim His Gospel, to train and to encourage believers to develop a loving and caring relationship amongst themselves and put world mission as their priority.

Our History

Sydney City Christian Mission Fellowship (the church) is an Incorporated Association registered on the 1st of April 2015 in NSW as Sydney City Christian Mission Fellowship and began operating on the 1st of May 2015. The church is a member of the Christian Mission Fellowship International denomination.

Our Activities

The principal activities of the church include weekly church services on Sundays, Saturday prayer meetings, and group meetings during the week. Moreover, the church financially supports the church-planting objectives of its commissioned missionaries, ministering to the unreached communities around the world. In its first year, the church contributed \$20,000 to supporting this world outreach vision. It is forecast to keep growing as the need is great.

Corporate Structure

The church is an incorporated association that is neither a legal subsidiary, nor a legal parent of any other entity as at the end of the last reporting period. It is affiliated with other churches in the Christian Mission Fellowship International denomination, around Australia and the world. These financial statements reflect only the operations and activities of the Sydney City Christian Mission Fellowship in the last financial year, and not of any other.

Corporate Governance

The church is governed by a Management Committee (the Committee) comprising of six members that includes the Pastor as Chairman, the Worship Leader as Deputy Chairman; a Secretary/Treasurer; a Business Manager and two ordinary members. The Committee is appointed by the Church Council at the AGM, except in the case of the first Committee, appointed with the approval of the commissioning church and ratified or changed at the first AGM.

The governing documents include a Constitution that satisfies the requirements of the Associations Incorporation Act 2009 (NSW) and relevant by-laws passed by the Committee. Monthly Committee meetings discuss ministry activities. General Meetings of the Church Council include the appointment and/or replacement of Committee members by ordinary resolution. Management Reports are prepared quarterly prior to Business Activity Statements submissions with the Australian Tax Office. Annual Financial Reports are prepared and audited or reviewed by an independent auditor for assurances before they are passed in the Annual General Meetings.

SYDNEY CITY CHRISTIAN MISSION FELLOWSHIP INC.
INCOME STATEMENT FOR THE 14-MTH PERIOD
MAY 2015 to JUNE 2016

	Note	2016 \$
INCOME		
Sunday Service Collection		135,275
Pledges		2,000
Gratuitous & Benevolent Donations Collected		2,301
Fundraising Income		4,492
Other		567
TOTAL INCOME		144,635
 EXPENSES		
Missionary Support		19,200
Ministry Activities		300
Administrative		1,711
Gifts & Donations		4,715
Facilities & Other Hire		10,928
Repairs & Maintenance		1,496
Conferences & Seminars		2,386
Other		137
TOTAL EXPENSES		40,873
 OPERATING PROFIT		 103,762

SYDNEY CITY CHRISTIAN MISSION FELLOWSHIP INC.
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	Note	2016 \$
CURRENT ASSETS		
Cash & Cash Equivalents	4	96,463
Other	5	500
Total Current Assets		96,963
NON-CURRENT ASSETS		
Plant & Equipment	6	10,572
TOTAL ASSETS		107,535
CURRENT LIABILITIES		
Creditors	7	3,772
NET ASSETS		103,763
EQUITY		
Accumulated Funds		103,763
TOTAL EQUITY		103,763

Notes to the Financial Statements

For the 14-Month Financial Year Ended 30 June 2016

These form an integral part of and should be read in conjunction with the accompanying financial statements.

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The Management Committee has prepared the financial report on the basis that the church is not a reporting entity as there are unlikely to be users who are unable to command the preparation of reports tailored so as to satisfy all of their information needs. Accordingly, this Special Purpose Financial Report has been prepared for the purposes of complying with the requirements of the Associations Incorporations Act 2009 (NSW) and the Australian Charities and Not-for-profits Commission Act 2012.

NOTE 2: BASIS OF PREPARATION

Reporting Basis and Conventions

The financial report has been prepared on an Accruals Basis using Historical Costs Convention and does not take into account changing money values or current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for the assets. The accounting policies have been consistently applied, unless otherwise stated.

Accounting Policies

(a) Income Tax

No provision for income tax is required as the church is exempt from income tax under Section 50.5 of the Income Tax Assessment Act 1997.

(b) Plant and Equipment

Each class of plant and equipment is carried at cost less accumulated depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is

The financial statements should be read in conjunction with the notes

assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

(c) Depreciation

The depreciable amount of all fixed assets are depreciated on a straight line basis, unless otherwise stated, over their useful lives to the entity commencing from the time the asset is held ready for use.

The effective depreciation rate used for Music and PA Equipment is 14-20%

The assets' residual values and useful lives are reviewed and adjusted if appropriate at each balance sheet date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

(c) Impairment of assets

At each reporting date, the entity reviews the carrying values of its assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed in the profit and loss.

(d) Leases

Lease payments under finance leases, where substantially all the risks and benefits incidental to ownership are transferred to the lessee, are treated as reductions in the liability.

The assets are recognised at full cost in the balance sheet and periodically depreciated on a straight-line basis.

(e) Revenue

Revenue from tithes, offerings, missions support is recognised and recorded as revenue in the year in which it is received.

(f) Expenses

Expenses are recognised and recorded in the year in which they are paid.

NOTE 3: RELATED PARTY INFORMATION

(a) The names of persons who formed part of the Church Management Committee at any time during the year were:

Chairman	-	Mr. Meli Usumaki
Deputy Chair	-	Mr. Aisake Bukavesi
Secretary	-	Mr. Jonah Rakadrudru
Ministry Elder	-	Ms. Miriama Cama
Business Manager	-	Mr. Anasa Leiwere
Community Elder	-	Mr. Vili Vai
Ordinary Member	-	Ms. Naomi Nawaikabakaba

The Committee, while responsible to the local church, is also affiliated with Christian Mission Fellowship Australia. The church's Committee Chairman is a member of that national Board of Directors. Decisions by that national body have a material impact on the operations of the local church. Directives, while not legally binding, are set from time to time, and as at the end of the last financial year, they are:

- Monthly mission contribution levy of 10% of Tithes received by the church towards the World Mission Fund, administered by that entity.
- Monthly contribution of \$500 for World Missions to the same fund.
- Contributions towards the management of annual events including conferences, camps and retreats.

(b) Key Management Personnel

Key Management Personnel includes only the members of the Management Committee named above.

(c) Key Management Personnel Compensation

None of the Management Committee members receive any compensation or allowance for services rendered as they are deemed voluntary.

NOTE 4: CASH AND CASH EQUIVALENTS

Cash on Hand	2,611
Cash on Deposit:	
Westpac Operations Account	91,831
Westpac Capital Fund Account	1,950
Cash at Call:	
Petty Cash	21
	96,413

NOTE 5: OTHER ASSETS

Deposits	500
	500

NOTE 6: PLANT & EQUIPMENT

Music & PA Equipment	12,000
Less Accumulated Depreciation	(1,428)
	10,572

NOTE 7: CREDITORS

Bava's Music City (GEM VISA)	4,272
GST	(500)
	3,772

The financial statements should be read in conjunction with the notes

NOTE 8: CAPITAL FUND

A Pledges Account was initially setup to help save up for foreseeable annual payments towards World Mission through the annual International Conferences. The growth in income made it superfluous and the Committee decided to transfer the balance into the main account and use the cleaned-out account for Capital Expenditure purposes, with a view to being a Building Fund. At the end of the financial year, these funds have yet to be transferred, a sum of \$2,770 still recorded as revenue, in the Operations Account.

NOTE 9: GOING CONCERN

The financial statements are prepared on the basis that the church will continue as a going concern and that the assets, including plant property and equipment and liabilities, would be realised in the normal course of business at their recorded values as at 30 June 2016. The church's ability to continue as a going concern is not reliant on the financial support of any other entity.

The church has not agreed to provide any other entity with financial support to ensure they can continue on a going concern basis.

Sydney City Christian Mission Fellowship Inc.

STATEMENT BY MEMBERS OF THE COMMITTEE

The Committee of Management reports that:

(a) During the year ended 30 June 2016, no officer of the Association, firm of which the officer is a member, or body corporate in which the officer has a substantial financial interest, has received or become entitled to receive a benefit as a result of a contract between the officer, firm or body corporate and the Association; and

(b) During the year ended 30 June 2016, no officer of the Association has received directly or indirectly from the Association any payment or other benefit of a pecuniary value, except for the reimbursement of expenses incurred on behalf of the Association.

DECLARATION BY OFFICERS OF THE ASSOCIATION

The officers of the Association have determined that the Association is not a reporting entity and that this is a special purpose financial report because there are no users dependent on general purpose financial statements. These financial statements therefore have been prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Committee of Management:

(a) The accompanying Statement of Comprehensive Income, Statement of Financial Position and Notes to the Financial Statements dated 30 June 2016, comprising the "Special Purpose Financial Statements" present fairly the state of affairs as at that date, and the results of operations for the year then ended; and

(b) the attached financial statements and notes thereto comply with the Australian Charities and Not-for-profit Commission Act 2012, the Accounting Standards as described in Note 1 to the financial statements, the ACNC Regulation 2013 and other mandatory professional reporting requirements;

(c) the attached financial statements and notes thereto give a true and fair view of the Association's financial position as at 30 June 2016 and of its performance for the financial year ended on that date; and

(b) The Committee has reasonable grounds to believe that Association will be able to pay its debts as and when they fall due.

Signed in accordance with a resolution of the Board of Management made pursuant to section 60.15 (2) of the Australian Charities and Not-for-profit Commission Regulation 2013.

Meli Usumaki

Name



Chairperson

Jonah Rakadrudru

Name



Treasurer

23/03/17

Date

The financial statements should be read in conjunction with the notes

APPENDIX 1

INCOME	\$
Sunday Service Collection	135,275
Tithe Income	98,103
Offering Income	29,118
Mission Income	8,054
Pledges:	2,000
International Conference Pledge	2,000
Gratuitous & Benevolent Donations Received:	2,301
Benevolent Collection	345
Speaker Honorarium	1,956
Fundraising Income:	4,492
Fiji Day Receipts	600
Capital Works	2,770
Community Care	100
Other Income:	567
Interest Received	36
Refunds	7
Miscellaneous	524
TOTAL INCOME	144,635

APPENDIX 2

EXPENSES	\$
Missionary Support	19,200
Tithe of Tithes	8,000
World Missions	1,600
Conferences Pledges	9,600
Ministry Activities	300
Pastoral Ministry	100
Care Ministry	200
Administrative Expenses	1,711
Administrative Fees	11
Insurance	1,128
Bank Fees	120
Telephony, Data & Web	358
Church Office Supplies	48
Postage, Printing & Photocopy	46
Gifts & Donations	4,715
Speaker Honorarium	3,970
Benevolence Donation	545
Gifts	200
Facilities & Other Hire:	10,928
Hire Fees – Community Hall (City of Sydney Council)	8,221
Hire Fees – Other Facilities (Leichardt Council)	1,125
Hire – Motor Vehicles	1,582
Repairs & Maintenance:	1,496
Equipment Repairs	68
Depreciation	1,428
Travel & Accommodation	2,385
Petrol	182
Travel & Accommodation	2,203
Other Expenses:	136
Church Resources	91
Miscellaneous	45
TOTAL EXPENSES	40,873

The financial statements should be read in conjunction with the notes

Independent Auditor's Report for Sydney City Christian Mission Fellowship Inc.

Report on the Financial Report

We have audited the financial report on pages 4 to 11, being a special purpose financial report, of Sydney City Christian Mission Fellowship Inc. for the period ended 30 June 2016, comprising the Income Statement, Statement of Financial Position and the Notes to the Financial Statements.

The Responsibility of the Committee of Management for the Financial Report

The elected Committee of the Management of Sydney City Christian Mission Fellowship Inc. is responsible for the preparation and fair presentation of the financial report, and has determined that the accounting policies used and described in Note 1 to the financial statements, which form part of the financial report, are appropriate to meet the financial reporting needs of its members, the *Associations Incorporation Act 2009 (NSW)*, and the *Australian Charities and Not-for-profits Commission Act 2012*. The Committee of Management's responsibility also includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, and described in Note 1, are appropriate to meet the needs of the members. Our audit has been conducted in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amount and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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 made by the Committee of Management, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purposes of fulfilling the requirements of the Committee of Management. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than these, or for any purpose other than that for which it was prepared.

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

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.



Qualification

It is not practicable for Sydney City Christian Mission Fellowship Inc. to maintain an effective system of internal control over revenue received until its initial entry in the accounting records and accordingly our audit in relation to such revenue was limited to the amounts recorded in the accounts.

Auditor's Opinion

In our opinion, except for the effects on the financial report of the matter referred to in the qualification paragraph, the financial report of Sydney City Christian Mission Fellowship Inc. has been prepared in accordance with the requirements of *Division 60 of the Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) Giving a true and fair view of the registered entity's financial position as at 30 June 2016 and of its financial performance for the year ended on that date; and
- (b) Complying with Australian Accounting Standards to the extent described in Note 1, and *Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis of Accounting and Restriction and Distribution of Use

Without modifying our opinion, we draw attention to the fact that the financial report is prepared to assist Sydney City Christian Mission Fellowship Inc. to comply with the financial reporting provisions of the *Associations Incorporation Act 2009 (NSW)* and the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose.

NOT-FOR-PROFIT ACCOUNTING SPECIALISTS

38 Surrey Road
KESWICK SA 5035



A PETERSEN
Fellow CA ANZ
Public Practice Certificate

Dated: 31 March 2017

