

Treasurer's Report for the Year ended 31 December, 2022

The Financial Statements for the year ended 31st December 2022 are presented to Parishioners for comment and approval. As in previous years, the Financial Statements presented at this time are subject to audit, however we do not anticipate any significant changes from the audit process.

The following table summarises the Parish net operating result over the past four years.

	2022	2021	2020	2019	2018
Total Income	\$430,353	\$403,265	\$408,056	\$396,053	\$334,667
Total Expenditure	\$417,077	\$344,785	\$402,842	\$359,730	\$343,512
Net Surplus	\$13,276	\$58,480+	\$5214*	\$36,323	-\$8845

* this does not include the gain on sale of the Deanery (\$404020)

+ this does not include insurance claim received (\$106,188) or church renovation fund (\$100,200)

It is useful to analyse the results excluding all income and expenditure relating to major maintenance and depreciation and therefore to arrive at what may be termed operational or trading income.

	2022	2021	2020	2019	2018
Net Surplus	\$13,276	\$58,480	\$5214	\$36,323	-\$8845
Less WDT Interest Call Fund	\$6,308	\$10,236	\$12,940	\$12,142	\$16,071
Maintenance Grants	\$60,000	\$60,000	\$60,000	\$60,000	\$60,000
	-\$49,523	-11,756	-\$67,726	-\$35,819	-\$84,916
Accrued Annual Leave	-\$2928	-\$2,537	-\$1789	-\$2400	\$10,132
Seismic Assessment			\$57,500		
Depreciation	\$68,942	\$58,185	\$60,570	\$63,358	\$63,035
Net Profit for Parish Purposes	\$15,910	\$43,892	\$48,555	\$24,139	-\$11,749

The above shows a continued improving situation with the fourth year in a row we show a net profit for Parish purposes.

Points to note regarding the Financial Statements to 31 December, 2022

- Decrease in Parish giving from \$103,198 (2021) to \$99,481(2022), this value was in excess of the 2022 budget of \$95,600.
- Overall income is up at \$430,353 compared to \$403,265 (2021), due largely to increases of "Other Donations", interest, Vicarage Rent and a full year reimbursement for funding towards the salary of the Canon Precentor.

- Car Park rent is in line with the budget and similar to the income of 2021. An overall increase has been advised to car park tenants which will impact on the 2023 income.
- Fundraising was zero again this year as the planned gala budgeted to gross \$15,000 did not take place.
- Overall operating expenditure increased from \$286,520, to \$417,077.
- Stipends/Ministry Costs increased from \$136,712 (2021) to \$196,667 due to the fact that we have funded two ministry staff for the full year. We did however receive a grant of \$111,000 towards the cost of the Canon Precentor.
- Parish running costs increased to \$36 554 from \$26,905, Expenses contributing to the increase are Worship Resources, Communion Supplies, Printing and Stationery and general expenses.
- Property expenses increased to \$125,301 from \$68,825. This is due to the fact that we still own the former Deanery as a rental property, funds were borrowed from WBDT for the purchase of the current Deanery with an interest cost for the year of \$21,863 and we are paying outgoings on the two properties, property costs for the church buildings totalled \$38,250 compared to \$24,052 last year but it was below the budgeted value of \$60,000. Maintenance of the organ, equipment, Ormond Chapel Power and security were all expenses in excess of budget.

Parish Investments

The investments held were as follows:

	2022	2021	2020	2019	2018
WBDT Deposits	\$1,640,856	\$2,340,775	\$1,775,579	\$1,681,133	\$1,479,868

\$600,000 was withdrawn to fund the purchase of the deanery and \$100,000 was withdrawn for building maintenance.

Deanery

The current deanery was purchased for \$1,180k and was financed by way of a loan from the WDDT - \$1,016k. Currently the interest rate is 3% but will be reviewed in due course. The loan must be repaid on sale of the Auckland Road property.

Earthquake Strengthening

I have not addressed any costs at this point for investigation work. This will be discussed by the relevant sub-committee.

Budget for year ending 31/12/23

The budget presented provides for a small increase in overall giving. Though a gala was budgeted for in 2022, it did not happen so it has again been included this year.

New car park rentals were advised in December so there will be an annual increase of 20% (\$5 up to \$6 per car park) as long as the car parks are 100% occupied.

Though we receive a good return on the Auckland Road rental property, the net return does not cover the cost of bridging finance for the deanery.

The Diocesan office has signalled that insurance premiums could double this year. In the budget I have allowed a 50% increase.

The Diocesan office has not signalled any increase in the interest rate on bridging finance for the vicarage property loan. It is still budgeted at 3% pa.

In closing, we need to acknowledge the service that Paul Anderson has provided to our parish. His background in a wide variety of business models has provided the parish with sound advice. We must also acknowledge the support from the staff from the WBDT office. They have worked under pressure with a lack of staff, coupled with the implementation of a new and more robust parish accounting platform which once fully operational will provide better reporting.

Lyndsay Browne

Treasurer

NB – a footnote from the Dean:

Anyone with appropriate skills who is interested in making themselves available to join the Cathedral Parish's finance committee is welcome to have a conversation with either the Dean or the Treasurer.

We are delighted that Lyndsay Browne, CA, has agreed to take over as our Treasurer. With previous experience as a member of WBDT and as a long time member of the parish, we will continue to be served well.

Thank you, Lyndsay!

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