



DIOCESAN BOARD OF FINANCE - DIOCESE OF GEORGE
(Registration number 930 024 114)
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015
Mazars
Registered Auditor

1. The financial statements were prepared in accordance with the

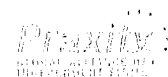
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DIOCESAN BOARD OF FINANCE - DIOCESE OF GEORGE
Annual Financial Statements for the year ended 31 December 2015
General Information

Country of incorporation and domicile	South Africa
Type of trust	Non-profit
Trustees	The Rt Revd Brian Marajh The Very Revd Titus Daniels The Ven Lyndon du Plessis The Ven Peter Rhodes The Ven Colin Paine The Ven Isaac Josephs Mr Phillip Williams Mr Charles Rowe Mr Graehymme Williams Mr Henry Mitchell Mrs Sharon Robberts
Registered office	64 Cathedral Street Cathedral Square George 6530
Business address	64 Cathedral Street Cathedral Square George 6530
Postal address	P.O. Box 126 George 6530
Bankers	Standard Bank
Auditor's	Mazars Registered Auditor
Trust registration number	936 024 114
Tax reference number	9865101151
Level of assurance	These annual financial statements have been audited in compliance with the applicable requirements of the Constitution and Canon 42 of the Anglican Church of South Africa
Preparer	The annual financial statements were independently audited by: A.T. Jeffery CA (SA)
Issued	04 May 2016

DIOCESAN BOARD OF FINANCE - DIOCESE OF GEORGE
Annual Financial Statements for the year ended 31 December 2015
Index

The reports and statements set out below comprise the annual financial statements presented to the Diocesan Board of Finance:

Index	Page
Independent Auditor's Report	3 - 4
Statement of Financial Position	5
Statement of Comprehensive Income	6
Statement of Changes in Equity	7
Accounting Policies	8
Notes to the Annual Financial Statements	9 - 11

The annual financial statements set out on pages 5 to 11, which have been prepared on the going concern basis, were approved by the Board of Trustees and the Board of Finance on 04 May 2016 and were signed on its behalf

The Rt Revd Brian Marajh

Mr Phillip Williams

Mrs Sharon Robberts

INDEPENDENT AUDITOR'S REPORT

To the trustees of Diocesan Board of Finance - Diocese of George

We have audited the annual financial statements of Diocesan Board of Finance - Diocese of George, as set out on pages 5 to 11, which comprise the statement of financial position as at 31 December 2015, and the statement of comprehensive income and the statement of changes in equity for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

Trustees' Responsibility for the Annual Financial Statements

The Diocesan Council are responsible for the preparation and fair presentation of the annual financial statements in accordance with the basis of accounting as set out in Note 1 to the financial statements, and according to the rules and regulations covering the financial conduct of Diocesan Bodies and contained in the Constitution and Canon Act of the Anglican Church of South Africa. This responsibility includes: determining that the basis of accounting described in note 1 to the financial statements is an acceptable basis for preparing and presenting financial statements in the circumstances; designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements that are 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 these annual financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the annual financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the annual financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the trust's preparation and fair presentation of the annual financial statements 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 trust's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the annual financial statements.

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

Continued-/

INDEPENDENT AUDITOR'S REPORT

Basis for Qualified Opinion

In comparison with similar organisations, it is not feasible for the Diocesan Board of Finance to institute accounting controls over cash collections from donations prior to entry of the collections in the accounting records. Accordingly, it was impracticable for us to extend our examination beyond receipts actually recorded.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the annual financial statements of the Diocese of George, Diocesan Board of Finance for the year ended 31 December 2014 are prepared, in all material respects, in accordance with the basis of accounting described in the notes to the financial statements.

Emphasis of Matter

Without further qualifying our opinion, we draw attention to note 1 to the financial statements, which describes the basis of accounting. The annual financial statements are prepared to assist the Finance Board in providing annual financial statements to the trustees. As a result, the annual financial statements may not be suitable for another purpose.



Mazars
C.P. du Plessis
Partner
Registered Auditor
04 May 2016
George

DIOCESAN BOARD OF FINANCE - DIOCESE OF GEORGE
 Annual Financial Statements for the year ended 31 December 2015
 Statement of Financial Position

Figures in Rand	Note(s)	2015	2014
Assets			
Current Assets			
Bookroom inventories	2	89,472	65,038
Parish and other receivables	3	837,665	851,147
Cash and cash equivalents	4	487,406	292,000
		<u>1,414,543</u>	<u>1,007,894</u>
Total Assets		<u>1,414,543</u>	<u>1,007,894</u>
Equity and Liabilities			
Equity			
Accumulated surplus		<u>575,901</u>	<u>109,696</u>
Liabilities			
Non-Current Liabilities			
Loan from Diocesan Board of Trustees	5	<u>779,956</u>	<u>771,201</u>
Current Liabilities			
Creditors and accruals	6	<u>58,692</u>	<u>89,604</u>
Total Liabilities		<u>838,642</u>	<u>839,804</u>
Total Equity and Liabilities		<u>1,414,543</u>	<u>1,007,894</u>

DIOCESAN BOARD OF FINANCE - DIOCESE OF GEORGE
 Annual Financial Statements for the year ended 31 December 2015
 Statement of Comprehensive Income

Figures in Rand	Note(s)	2015	2014
Revenue			
Parish Assessments		5,621,336	5,433,099
Other income			
Bank/loan income		43,292	16,071
Donations		142,659	2,891
Grant income		71,197	58,775
Dividends and other income		20,000	15,000
Trust Board admin fee		420,000	360,000
		<u>697,148</u>	<u>452,737</u>
Operating expenses			
Administrative costs	7	928,288	953,307
Bad debts		851	-
Energy costs	8	3,933,539	3,878,163
Diocesan development and training	9	22,915	22,182
Diocesan capital costs	10	414,554	400,957
Relations costs	11	251,358	266,605
Provincial levies		360,168	387,595
		<u>5,911,673</u>	<u>5,908,809</u>
Surplus (deficit) for the year		406,811	(22,973)

DIOCESAN BOARD OF FINANCE - DIOCESE OF GEORGE
 Annual Financial Statements for the year ended 31 December 2015
 Statement of Changes in Equity

Figures in Rand	Accumulated surplus	Total equity
Balance at 01 January 2014	192,063	192,063
Deficit for the year	(22,973)	(22,973)
Balance at 01 January 2015	169,090	169,090
Surplus for the year	406,811	406,811
Balance at 31 December 2015	575,901	575,901
Note(s)		

DIOCESAN BOARD OF FINANCE - DIOCESE OF GEORGE
Annual Financial Statements for the year ended 31 December 2015
Accounting Policies

1. Presentation of annual financial statements

The annual financial statements have been prepared on the historical cost basis. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1. Financial Instruments

Financial instruments at cost

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably are measured at cost less impairment.

Financial instruments at fair value

All other financial instruments are measured at fair value through profit and loss.

1.2. Tax

Tax expenses

The entity is a Public Benefit Organisation and is exempt from tax in terms of Section 30 of the Income Tax Act.

1.3. Bookroom inventories

Bookroom inventories are measured at the lower of cost and estimated selling price less costs to complete and sell, on the weighted average cost basis.

1.4. Revenue

Expenses are recognised, in surplus or deficit, using the effective interest rate method.

Donations and grants are recorded in the financial statements at the date that it is received.

Personal contributions are recognised in the period to which they apply.

DIOCESAN BOARD OF FINANCE - DIOCESE OF GEORGE
 Annual Financial Statements for the year ended 31 December 2015
 Notes to the Annual Financial Statements

Figures in Rand	2015	2014
2. Bookroom inventories		
Consist of:	5,968	4,044
APB - Prayer books	792	792
APB - Altar books	9,012	0,900
Hymn books	5,031	0,825
Parish registers	1,396	1,756
Mothers union	3,303	0,747
Resource material	40,121	0,157
Other titles	2,621	0,198
Badges	320	1,111
Cards and stickers	14,097	10,044
Receipt books	3,854	4,000
Wafers	600	1,100
Canons	1,100	2,200
Plastic covers	89,472	63,098
3. Parish and other receivables		
Parish receivables	837,605	981,049
4. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Cash on hand	111	1,111
Bank balances	487,294	293,000
	487,406	294,111
5. Loan from Diocesan Board of Trustees		
At amortised cost	779,950	770,269
Diocesan Board of Trustees		
This loan is unsecured, interest free and no fixed terms of repayment have been determined.		
Non-current liabilities	779,950	770,269
At amortised cost		
6. Creditors and accruals		
Other payables	2,122	41,521
Salary accruals	36,325	2,904
Accrued audit fees	19,745	18,111
	58,692	62,536

DIOCESAN BOARD OF FINANCE - DIOCESE OF GEORGE
 Annual Financial Statements for the year ended 31 December 2015
 Notes to the Annual Financial Statements

Figures in Rand	2015	2014
7. Administration costs		
Salaries and Wages	572,651	560,352
Retirement Housing	1,708	1,643
Electricity	78,361	77,587
UIF	4,877	4,746
Electricity & Water	25,157	17,957
Computer Expenses	15,615	34,988
Bank Charges	30,674	28,111
Carrier & Postage	3,175	4,591
Printing & Stationery	20,823	29,194
Office Rent	89,402	82,956
Network & Websites	14,922	14,352
Telephone & Fax	23,172	25,094
Diocesan Welfare	3,874	4,839
SAF/BLUF Penalties/Interest (prior 2008)	-	8,039
Travel Costs	11,194	26,253
Auditors Fee	22,652	21,945
Office Maintenance & Repairs	3,334	3,495
Office Insurance	6,697	7,166
	<u>928,288</u>	<u>953,308</u>
8. Clergy costs		
Burdough Grant	10,000	15,000
Medical Aid	390,505	369,125
Medical Allowance	156,429	151,090
Pension	740,153	693,084
Permanals	30,182	32,146
Retirement Housing	48,204	38,105
Stipend	2,516,400	2,537,410
UIF	41,667	42,203
	<u>3,933,540</u>	<u>3,878,163</u>
9. Diocesan development and training		
Archives	2,609	2,000
Retreats	16,668	7,628
Growing the Church	-	500
Development & Training	6,138	8,418
Bishops Discretionary Fund	(500)	-
Youth	(2,000)	3,636
	<u>22,915</u>	<u>22,182</u>

DIOCESAN BOARD OF FINANCE - DIOCESE OF GEORGE
 Annual Financial Statements for the year ended 31 December 2015
 Notes to the Annual Financial Statements

Figures in Rand	2015	2014
10. Episcopal costs		
Bishop's Stipend	157,107	155,000
Bishop's Pension	47,857	48,000
Medical Allowance	13,752	12,504
Retirement Housing	2,900	2,870
Bishop's UIF	1,785	1,768
Bishop's Travel Allowance	73,200	69,000
Bishop's Entertainment Allowance	308	400
Bishop's Staff Salaries	48,822	46,400
Bishop's Staff UIF	482	457
Bishop's Staff Pension	3,155	4,000
Bishop's Municipal Costs	48,205	39,000
Bishop's Telephone/Cell/Postage	12,210	11,000
Bishops Lea Insurance	2,965	10,000
Clergy weekend and retreat	1,800	-
	<u>414,554</u>	<u>469,959</u>
11. Pensioners		
Widow's Stipend	12,073	24,000
Medical Aid Expenses	232,280	210,000
Honorarium	4,000	3,000
Retired Clergy Chaplain	3,000	3,000
	<u>251,353</u>	<u>200,000</u>
12. Taxation		

No provision has been made for taxation due to the fact that this entity is a Public Benefit Organisation and is not liable for income tax.