

Saint Mary of the Angels Charitable Trust

Performance Report

For the year ended 31 March 2022

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**Saint Mary of the Angels Charitable Trust
Entity Information
For the year ended 31 March 2022**

Legal Name of Entity: Saint Mary of the Angels Charitable Trust
Type of Entity and Legal Basis: Charitable Trust
Registration Number: CC21962

Entity's Purpose or Mission:

The establishment of Saint Mary of the Angels Charitable Trust ("the Trust"), as defined in the constitution, is for "the benefit of religious, charitable and educational purposes of the Parish of Saint Mary of the Angels, at 17 Boulcott Street, Wellington, New Zealand and in particular, but without limitation to:

- a) the restoration of the historic Church of Saint Mary of the Angels,
- b) the ongoing maintenance, upkeep and preservation of the Church of Saint Mary of the Angels,
- c) the preservation and upkeep of the Church's archives and any historical exhibition,
- d) the maintenance of the presbytery/parish centre, and
- e) the development and maintenance of the grounds and environs.

Entity Structure:

The Trust is an independent body with its own constitution and separate from the Parish of Saint Mary of the Angels although its primary reason for existence is as detailed above. Whenever the Parish of Saint Mary of the Angels' Preservation and Maintenance Committee and Finance Committee decide that major work is necessary, they work together with the Trust, through its Parish Priest, when finance is required. The Trust is not necessarily the lead fund raiser or the only provider of funds because the Parish Finance Committee as is necessary, will also on occasions approach donors and organisations for funding part or all of such work. The Trustees when deciding on any funds raised by the Trust must always consider the financial viability of the Trust at all times.

For the year ended 31 March 2022, the trustees are listed below:

1. Colin Robert Keating, Chairperson
2. Fr Kevin Mowbray, SM, Trustee/Parish Priest
3. Stephen Lucy, Trustee
4. James Young, Trustee
5. Gay O'Sullivan, Trustee
6. Alan Kelly, Trustee
7. Paul Madigan, Trustee

As at 31 March 2022, the Trust has ninety (92) members, (2021: 91).

Main methods used to raise funds:

The trust raises funds through donations, bequests and interest on investments.

Main Sources of the Entity's Cash and Resources:

The main source of cash and resources of the Trust is donations from its members and bequests. The unused funds are invested in fixed term deposits to earn interest.



**Saint Mary of the Angels Charitable Trust
Statement of Service Performance
For the year ended 31 March 2022**

Description of the Entity's Outcomes:

To assist with the above listed objectives, the Trust will:

- a) solicit donations and gifts (including testamentary gifts),
- b) accept the control and custody of any assets which assist the Trust in achieving its objectives,
- c) upgrade and restore the Church and where appropriate and necessary to renew, replace any part or parts and to add to or modify in accordance with best trade practices to a state where it is in good order and condition,
- d) operate a capital fund (the "Reserve Fund") from which the income may be applied to meet the ongoing costs of maintaining and preserving the restored historic church and in maintaining the presbytery/parish centre, grounds and environs surrounding the church,
- e) promote and assist in the maintenance and preservation of the special character of the church and its environs.

Description and Quantification of the Entity's Outputs:

	This Year	Prior Year
Number of Donors	6	13

Saint Mary of the Angels Charitable Trust
Statement of Financial Performance
For the year ended 31 March 2022

	Note	This Year \$	Prior Year \$
Revenue			
Donations and other revenue	1	3,804	4,358
Interest, dividends and other investment revenue	1	3,123	9,575
Total Revenue		<u>6,927</u>	<u>13,933</u>
Expenses			
Other expenses	2	4,761	1,586
Donation to SMOA Parish for the Parish Centre refurbishment		200,000	-
Forgiveness of loan to SMOA Parish for the Parish Centre refurbishment		100,000	-
Total Expenses		<u>304,761</u>	<u>1,586</u>
Surplus for the year		<u>(297,834)</u>	<u>12,347</u>

This performance report is to be read in conjunction with the accompanying notes.

Saint Mary of the Angels Charitable Trust
Statement of Financial Position
As at 31 March 2022

Assets	Note	This Year	Prior Year
Current Assets		\$	\$
Bank accounts and cash	3	62,351	7,100
Current investments	3	10,500	550,000
Other current assets	3	300,035	100,285
Total Current Assets		372,886	657,385
 Non-Current Assets			
Investments	3	5,000	15,500
Total Non-Current Assets		5,000	15,500
 Total Assets		377,886	672,885
 Liabilities			
Current Liabilities			
Creditors and accrued expenses	4	2,875	40
Total Current Liabilities		2,875	40
 Net Assets		375,011	672,845
 Accumulated Funds			
General fund	5	353,913	652,469
Reserve fund	5	21,098	20,376
Total Accumulated Funds		375,011	672,845

This performance report is to be read in conjunction with the accompanying notes.

For and on behalf of the Trustees:



 Colin Robert Keating, Chair

Date: 25 July 2022



Saint Mary of the Angels Charitable Trust
Statement of Cash Flows
For the year ended 31 March 2022

	Note	This Year \$	Prior Year \$
Cash flows from operating activities			
Cash received from:			
Donations and other revenue		3,804	4,357
Interest, dividends and other investment receipts		3,373	11,678
Cash was applied to:			
Donation to SMOA Parish		(200,000)	-
Payments to suppliers		(1,926)	(1,585)
Net cash flow (used in)/from operating activities		(194,749)	14,450
 Cash flows from investing and financing activities			
Cash received from:			
Receipt from the sale of investments		550,000	18,450
Cash was applied to:			
Loan to SMOA Parish for the Parish Centre refurbishment		(300,000)	(100,000)
Net cash flows from/(used in) investing activities		250,000	(81,550)
 Net increase/(decrease) in cash		55,251	(67,100)
Opening cash		7,100	74,200
Closing cash	3	62,351	7,100
 This is represented by:			
 Bank accounts and cash	3	62,351	7,100

This performance report is to be read in conjunction with the accompanying notes.

Saint Mary of the Angels Charitable Trust
Statement of Accounting Policies
For the year ended 31 March 2022

Basis of Preparation

The Trust has elected to prepare its financial statements using Tier 3 PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses of less than \$2 million. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future. The figures in the performance report are rounded to the nearest dollar.

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on an historical cost basis have been used, with the exception of certain items for which specific accounting policies have been identified.

Specific Accounting Policies

1) Goods and Services Tax

The Trust is not registered for GST purposes. All items in the financial statements are stated at cost to the Trust.

2) Income Tax

The Trust is a registered Charitable entity under the Charities Act 2005, and accordingly is exempt from income tax under sections CW41 and CW42 of the Income Tax Act 2007.

3) Bank Accounts

Bank accounts in the Statement of Cash Flows comprise bank balances with BNZ.

4) Securities and Guarantees

There was no overdraft as at balance date nor was there any facility arranged.

5) Reserve Fund

The Reserve Fund is an investment fund set up to provide on-going funding for the restoration and maintenance of the interior and exterior of the Church of Saint Mary of the Angels. The Reserve Fund provides interest which the Trustees can decide to either contribute to projects within the Parish or retain within the Reserve Fund. Apart from extraordinary circumstances (as outlined in the Constitution), the Reserve Fund remains intact and only the interest can be used by the Trustees.

The balance of this Fund has been disclosed in the Equity section of the Statement of Financial Position.

6) Recognition of Revenue

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

Donations

In common with organisations of a similar nature, control over the income from donations prior to being received are limited. Therefore income is only recorded when received.

Saint Mary of the Angels Charitable Trust
Statement of Accounting Policies
For the year ended 31 March 2022

Specific Accounting Policies (continued)

6) Recognition of Revenue (continued)

Interest

Revenue from investments is recognised when the right to receive payment has been established. Interest revenue is recognised on the effective interest rate basis, taking into account the effective yield of the financial asset.

Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on bases consistent with those in the previous year.



Saint Mary of the Angels Charitable Trust
Notes to the Performance Report
For the year ended 31 March 2022

Note 1. Analysis of Revenue

Revenue Item		This Year	Prior Year
		\$	\$
Donations and other revenue	Donations for general purpose	3,420	3,684
	Fund Raising – Carols with the Angels	384	674
	Total	3,804	4,358
Revenue Item			
Interests, dividends and other investment revenue	Interest – general fund	2,434	8,851
	Interest – reserve fund	689	724
	Total	3,123	9,575

Note 2. Analysis of Expenses

Expense Item			
Other expenses	Audit fees	4,370	1,495
	Bank charges	(40)	40
	General expenses	431	51
	Total	4,761	1,586

Note 3. Analysis of Assets

Asset Item			
Bank accounts and cash	BNZ cheque account (general fund)	56,949	2,365
	BNZ cheque account (reserve fund)	5,402	4,735
	Total	62,351	7,100
Asset Item			
Current investments	BNZ term investments – general fund	-	550,000
	Fletcher Building notes @5.0%	10,500	-
	Total	10,500	550,000
Asset Item			
Other Current Assets	Accrued interest: current investments	26	251
	Accrued interest: non-current investments	9	34
	Loan to SMOA Parish	300,000	100,000
	Total	300,035	100,285
Asset Item			
Non-current investments	Fletcher Building notes @ 5.0%	-	10,500
	Fletcher Building notes @ 3.9%	5,000	5,000
	Total	5,000	15,500

The 5.0% notes will mature on 15 March 2023 and the 3.9% notes will mature on 15 March 2025.

The loan to SMOA Parish of \$300,000 granted on 27/10/2021 for the Parish Centre refurbishment is interest-free and is repayable on demand and from a date of 12 month from the date the loan was advanced.

Note 4. Analysis of Liabilities

Liability Item		This Year	Prior Year
		\$	\$
Creditors and accrued expenses	Bank audit confirmation fee	-	40
	Audit fee accrual	2,875	
	Total	2,875	40

Saint Mary of the Angels Charitable Trust
Notes to the Performance Report (continued)
For the year ended 31 March 2022

Note 5. Analysis of Accumulated Funds

This Year	General fund	Reserve fund	Total
	\$	\$	\$
Opening balance	652,469	20,376	672,845
Current year earnings	(298,556)	722	(297,834)
Closing balance	353,913	21,098	375,011
Prior Year	General fund	Reserve fund	Total
	\$	\$	\$
Opening balance	640,846	19,652	660,498
Current year earnings	11,623	724	12,347
Closing balance	652,469	20,376	672,845

Note 6. Significant grants and donations with conditions which have not been recorded as liability

There are no significant grants and donations with conditions which have not been recorded as a liability as at 31 March 2022 (2021: Nil).

Note 7. Related parties

The Trust has a related party relationship with St Mary of the Angels ("SMOA") as the former was established for the benefit of the religious, charitable and educational purposes of the SMOA Parish. The Board of Trustees of the Trust comprises of: The Archbishop or his nominee, the SMOA Parish Priest, 3 people appointed by the Finance Committee of SMOA, and 2 people appointed by the SMOA Parish Priest. In this financial year, the Trust granted a \$300,000 non-interest bearing loan to SMOA Parish as bridge financing towards the cost of the remediation of the parish centre and forgave the \$100,000 non-interest bearing loan granted in June 2020. (2021: \$100,000).

Note 8. Subsequent events

There were no subsequent events occurring to balance date which require adjustment to or disclosure in the financial statements. (2021: From 24 April 2021 the Friends of Saint Mary of the Angels Charitable Trust changed its name to Saint Mary of the Angels Charitable Trust).

Note 9. Contingent liabilities

At balance date there are no known contingent liabilities (2021: Nil). The Trust has not granted any securities in respect of liabilities payable by any other party whatsoever.

Note 10. Commitments

At balance date there were no known operating capital commitments (2021: Nil)

Note 11. COVID-19

COVID-19 is an ongoing event that continues to disrupt the business and economic activity throughout New Zealand and the world. The Trustees continue to monitor developments and initiate plans to mitigate adverse impacts. So, while COVID19 still presents a risk to future operations and revenue, the Trustees believe that the trust will be able to meet obligations as they fall due. The Trustees maintain the view that the trust will continue to operate as a going concern.




Independent auditor's report

To the Trustees of Saint Mary of the Angels Charitable Trust

Opinion

We have audited the accompanying performance report of Saint Mary of the Angels Charitable Trust on pages 1 to 9, which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 31 March 2022, the statement of financial position as at 31 March 2022, and the statement of accounting policies and notes to the performance report.

In our opinion the accompanying performance report presents fairly, in all material respects:

-  the entity information as at 31 March 2022
-  the financial position of Saint Mary of the Angels Charitable Trust as at 31 March 2022, and its financial performance, and its cashflows for the year then ended; and
-  the service performance for the year ended 31 March 2022 in accordance with the entity's service performance criteria in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit of the performance report in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) and the audit of the entity information and service performance information in accordance with the ISAs and New Zealand Auditing Standard (NZ AS) 1 *The Audit of Service Performance Information (NZ)*. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the performance report* section of our report.

We are independent of the Saint Mary of the Angels Charitable Trust in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

Other than our capacity as auditor we have no relationship with, or interests in, Saint Mary of the Angels Charitable Trust.

Responsibilities of the Trustees for the performance report

The trustees are responsible on behalf of the entity for:

- a) the preparation and fair presentation of the performance report in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-for-profit) issued by the New Zealand Accounting Standards Board;

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- b) service performance criteria that are suitable in order to prepare service performance information in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-for-profit); and
- c) such internal control as the trustees determines is necessary to enable the preparation of a performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the trustees are responsible on behalf of Saint Mary of the Angels Charitable Trust for assessing Saint Mary of the Angels Charitable Trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate Saint Mary of the Angels Charitable Trust or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the performance report

Our objectives are to obtain reasonable assurance about whether the performance report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and NZ AS 1 will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate or collectively, they could reasonably be expected to influence the decisions of users taken on the basis of this performance report.

A further description of the auditor's responsibilities for the audit of the performance report is located at the XRB's website at

<https://www.xrb.govt.nz/assurance-standards/auditors-responsibilities/audit-report-18/>

This report is made solely to the trustees of Saint Mary of the Angels Charitable Trust. Our audit has been undertaken so that we might state to the trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the trustees, for our audit work, for this report, or for the opinions we have formed.



Kendon's Chartered Accountants Limited

Alastair Lloyd • Director

Qualified Auditors • Lower Hutt • New Zealand

25 July 2022