

Anglican Diocese of Waikato & Taranaki

Consolidated General Purpose Financial Report
for the year ended 31 December 2024

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Directory

Standing Committee	Philip Richardson (Diocesan Bishop) Philippa Harrison Christina Syrratt Frances Brown Robin Brockie Peter Bargh Jennie Savage Christine Bryant Chris McLay Julian Perkins
Registered Office	CHARLOTTE BROWN HOUSE 104 Morrinsville Road Hillcrest Hamilton 3216
Nature of Business	Provides religious services / activities The Diocese was established in 1926 to deliver the missions of the Church including: - to proclaim the good news of God's Reign. - to teach, baptise and nurture the believers in the Christian faith. - to respond to human needs by loving service. - to seek to transform the unjust structures of society. - to strive to safeguard the integrity of creation, sustaining and renewing the earth. These missions are actioned by our network of ministry personnel and parishes throughout the Diocese. The Diocese covers the area from the Waikato to the area surrounding Mount Taranaki in the North Island of New Zealand.
Charities Commission Registration number	CC21363
Independent Auditor	BDO Auckland Level 4, BDO Centre 4 Graham Street Auckland

Consolidated Statement of Service Performance

for the year ended 31 December 2024

in thousands of New Zealand Dollars

Purpose and Mission

We seek to be:

- * Marked by Gratitude
- * Growing Disciples
- * Transforming Communities

The Diocese exists to enable and resource local and diocesan ministry and mission units to respond effectively to the Mission of God to proclaim the Good News of Jesus Christ.

Marked by Gratitude

The Diocese, through the affiliated parishes, express gratitude through financial support for mission and other donations:

	2024 \$'000	2023 \$'000
Missions and Givings	1,151	1,442

Growing Disciples

In order to achieve the Diocese's objective of growing disciples, the Diocese has 39 ministry units (controlled entities actively involved in local ministry), split between 32 parishes and 7 mission districts.

Between these ministry units, the following roles provide ministry:

Role	2024	2023
Full-time Stipend Priests	18	17
Part-time Stipend Priests	10	9

Providing worship services is an important part of growing disciples. A number of worship services are held by the ministry units throughout the diocese, this includes Sunday services, Wednesday services and Special services e.g. Easter, Christmas etc.

The Diocese relies heavily on volunteers to provide services. The nature of the invaluable work they do makes it impossible to quantify volunteer work. Volunteers can perform a number of roles that include helping at worship services through door duty, reading, intercessory prayers, assisting with communion, music, and A/V support. Other volunteer opportunities include hospitality, administration, pastoral visits, leading homegroups, youth leaders, serving on vestry etc. Due to the nature of these roles and the organisation, it is impossible to quantify the work of volunteers.

Transforming Communities

Ministry units are actively involved in transforming their local communities through a number of activities that include:

	2024 \$'000	2023 \$'000
Second-hand shops and other trading activities	542	539

In partnership with the Selwyn Foundation, there are Selwyn Centres across the diocese that offer friendship, fun, support and advocacy for people over 65. This is designed to address the problems of loneliness for aged people. The Diocese hosts 5 centres at different parishes. These centres offer weekly gatherings and are run by volunteers. The number of volunteers involved is hard to determine accurately due to the nature of the centres and the way numbers are recorded.

	2024	2023
Number of centres	5	5
Coordinators	5	5

Consolidated Statement of Comprehensive Revenue and Expense

for the year ended 31 December 2024

in thousands of New Zealand Dollars

	2024 \$'000	2023 \$'000
Revenue		
<u>Exchange revenue</u>		
Rental and Hall Hire	1,077	891
Investment Income	679	654
Second Hand Shop and Other Trading Activities	542	539
In Kind Services from The Diocese of Auckland	374	187
Other Revenue	830	759
<u>Non-exchange revenue</u>		
Donations and Fundraising	2,077	1,943
Giving from Waikato Diocesan Trust Board	-	272
Grants and Bequests	1,195	1,223
Appeals	384	215
Total Revenue	7,157	6,683
Expense		
Employee and Clergy Costs	2,444	2,114
Operating Costs	4,095	3,255
Missions and Givings	588	1,442
Depreciation	230	241
Giving to Taranaki Anglican Trust Board and Waikato Diocesan Trust Board	564	71
Interest Expense	57	14
Total Expense	7,978	7,137
Operating (Deficit) for the Year	(821)	(454)
Realised Capital Gain on Sale of Investments	72	125
Loss/ Gain on Revaluation of Investments at Fair Value Through Surplus or Deficit	223	(198)
Net (Deficit) for the Year	(526)	(527)
Other Comprehensive Revenue and Expense	-	-
Total Comprehensive Revenue and Expense for the Year	(526)	(527)

This statement is to be read in conjunction with the notes to the financial statements.

Consolidated Statement of Financial Position

as at 31 December 2024

in thousands of New Zealand Dollars

	Note	2024 \$'000	2023 \$'000
Assets			
Cash and Cash Equivalents	6	3,606	2,874
Short Term Deposits	6	922	1,777
Inventory		44	52
Trade and Other Receivables from Exchange Transactions		334	420
Receivables from Related Parties	7	1,382	1,085
Total Current Assets		6,287	6,208
Property, Plant and Equipment	4	1,570	1,393
Investments	6,7	15,962	16,887
Term Deposits	6	5	5
Total Non-Current Assets		17,537	18,285
Total Assets		23,825	24,493
Liabilities			
Trade and Other Payables		453	626
Loans from Related Parties	7	135	135
Provisions		169	138
Total Current Liabilities		757	899
Other Loans		38	38
Total Non-Current Liabilities		38	38
Total Liabilities		795	937
Net Assets		23,030	23,666
Equity			
General Funds	2(d)	15,852	16,501
Special Purpose Funds	2(d)	7,178	7,055
Total Equity		23,030	23,566

For and on behalf of the Diocese who authorised the issue of these financial statements on:


Chairperson

24 July 2025
Date

This statement is to be read in conjunction with the notes to the financial statements.

Consolidated Statement of Cash Flows

for the year ended 31 December 2024
in thousand of New Zealand Dollars

	2024 \$'000	2023 \$'000
Cash flows from operating activities		
Cash received from donors and fundraising, including parish givings	2,077	1,943
Cash received from grants and bequests	1,195	1,495
Cash received from other operating activities	2,915	2,349
Investment Income received	679	654
Cash paid to clergy and employees	(2,413)	(2,119)
Cash paid to suppliers	(3,977)	(2,873)
Cash paid for missions and givings	(588)	(1,442)
Interest paid	(58)	(14)
Net cash from operating activities	(169)	(7)
Cash flows from investing activities		
Acquisition of plant and equipment	(410)	(581)
Redemption of investments	456	1,148
Purchase of term deposits	-	(819)
Sale of term deposits	855	-
Net Cash from investing activities	901	(252)
Cash flows from financing activities		
Repayment of loans	-	(17)
Net cash from financing activities	-	(17)
Net increase/(decrease)	732	(276)
Opening cash and cash equivalents 1 January	2,874	3,150
Closing cash and cash equivalents	3,606	2,874
Made up of:		
Petty Cash	2	1
Cash at bank available on demand	3,604	2873
Total cash and cash equivalents	3,606	2,874

This statement is to be read in conjunction with the notes to the financial statements.

Consolidated Statement of Changes in Equity

for the year ended 31 December 2024
in thousands of New Zealand Dollars

	General Funds	Special Funds	Total
	\$'000	\$'000	\$'000
Equity at 1 January 2023	16,942	7,141	24,083
Deficit for the year	(527)	-	(527)
Transfer from reserves	86	(86)	-
Equity at 31 December 2023	16,501	7,055	23,556
Deficit for the year	(526)	-	(526)
Transfer to reserves	(123)	123	-
Equity at 31 December 2024	15,852	7,178	23,030

This statement is to be read in conjunction with the notes to the financial statements.

Notes to the Consolidated Financial statements

1 General overview

a Reporting Entity

The Anglican Diocese of Waikato and Taranaki (the Diocese) is an unincorporated entity, registered under the Charities Act 2005, and is domiciled in New Zealand. These consolidated statements comprise the Diocese and its controlled entities as set out in note 6, (together referred to as "the Group").

The consolidated general purpose financial report of the Group is for the year ended 31 December 2024 and was authorised for issue by the Standing Committee on the date specified on page 4.

b Statement of Compliance

For the purposes of financial reporting in accordance with the Financial Reporting Act 2013, and the Charities Act 2005, the Group is a public benefit entity. This consolidated general purpose financial report has been prepared in accordance with generally accepted accounting practice in New Zealand (NZ GAAP). It complies with Public Benefit Entity Standards for not-for-profit entities with reduced disclosure concessions (PBE Standards RDR), and other applicable reporting standards as appropriate that have been authorised for use by the External Reporting Board.

The Group has elected to report in accordance with PBE Standards RDR on the basis that it does not have public accountability and it is not defined as large. The Group has taken advantage of all applicable disclosure concessions.

c Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on a historical cost basis are followed by the Group, with the exception of investments which are stated at market value.

The financial statements are presented in thousands of New Zealand Dollars (\$'000), which is the Group's functional currency.

d Use of Estimates and Judgements

The preparation of the consolidated general purpose financial report in conformity with PBE Standards RDR requires the Group to make judgement, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. The significant estimates and judgements made in applying accounting policies and that affect amounts recognised in the consolidated general purpose financial report are the following:

- The estimation of useful lives and depreciation profiles for property, plant and equipment.
- The Diocese has performed an assessment of control over the entities consolidated listed in note 6. This involves the use of judgement in relation to the elements of 'power' and 'benefits' in accordance with PBE IPSAS 35 Consolidated Financial Statements.
- Statement of Service Performance - the Diocese has used judgement to determine which measures should be disclosed.

e Basis of Consolidation

The consolidated general purpose financial report includes the Diocese and its controlled entities as set out in Note 6. Controlled entities are all entities over which the Diocese has control. The Diocese controls an entity when the Diocese is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. All significant transactions between the Diocese and its controlled entities are eliminated on consolidation.

f Tax

The Group is exempt from income tax due to its charitable nature. The Diocese is registered with the Charities Commission and its registered number is CC21363. All amounts are shown exclusive of Goods and Services Tax (GST), except for receivables and payables that are stated inclusive of GST.

Notes to the Consolidated Financial statements (continued)

2 Accounting Policies

a Revenue

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

Exchange Revenue

Revenue from services is recognised in the accounting period in which the services are rendered.

Rental income from the Group's owned properties is recognised in surplus or deficit on a straight-line basis over the term of the lease.

Investment Income

Recognised in Revenue	2024 \$'000	2023 \$'000
<i>Distribution income on financial assets at fair value through surplus or deficit</i>		
Distribution income on Managed Funds	679	654
<i>Interest income from financial assets at amortised cost</i>		
Interest on term deposits and bank balance	173	116
	<u>852</u>	<u>770</u>

Interest income is recognised using the effective interest method. Investment income includes the realised gains and losses on the investments. Distribution income is recognised on the date that the Group's right to receive payment is established.

Sale of goods are mainly from the Group's second hand op shops and are recognised when goods are sold to the customers.

Services in kind are recognised where the services received can be reliably identified and measured. As the donated services are received the amount is recognised as revenue and expense in the same period.

Non-Exchange Revenue

Donations received are classified as revenue from non-exchange transactions and are recognised as revenue when they are received unless there is an obligation to return the funds if conditions are not met. If there is such an obligation, donations are initially recorded as received in advance, and recognised as revenue when conditions of the donations are satisfied.

Bequests/estates revenue are recognised in surplus or deficit when probate of the will has been granted, receipt of the bequest is probable and the amount of the bequest can be measured reliably.

c Employee Entitlements

Liabilities for annual leave are accrued and recognised in the statement of financial position. Annual leave is recorded at the undiscounted nominal values based on accrued entitlements at current rates of pay. Entitlements will include unpaid salary, wages or other remuneration due at balance date, including deductions held on employees' behalf, annual leave earned but not taken and long service leave to be settled within 12 months.

Defined contribution plans (such as Kiwisaver) are post-employment benefit plans under which the Diocese pays fixed contributions and have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an employee benefit expense in surplus or deficit in the periods during which services are rendered by employees.

d Reserves

The Group's equity has been split between general funds and special funds. General funds are amounts available for distribution at the discretion of the Group. Special funds have been identified by the Group as funds with a specific purpose and are managed by the individual entities forming the Group. The individual entities have committed to spending the special funds on the purpose intended when originally donated and have therefore recorded them separately from general funds.

Notes to the Consolidated Financial statements (continued)

e Trade and Other Receivables

Trade and Other Receivables are stated at their estimated realisable value. They are classified as financial assets at amortised cost, and are initially recorded at fair value and subsequently recorded at amortised cost.

Short term receivables are recorded at the amount due, less an allowance for expected credit losses (ECL). This allowance is calculated based on lifetime ECL.

Short-term receivables are written off when there is no reasonable expectation of recovery.

As at 31 December 2024 and 2023 there are no impairment allowances.

f Trade and Other Payables

Trade payables and other accounts payables are recognised when the Group becomes obliged to make future payments resulting from the purchase of goods and services. Trade payables and other payments are subsequently recognised at amortised cost. Trade and other payables represent liabilities for goods and services provided to the Group and which have been not been paid at the end of the financial year. Given their short term nature, the carrying values of trade and other payables are considered a reasonable approximation of their fair values.

g Changes in Accounting Policies

The Group adopted the amendments to PBE IPSAS 1 that has resulted in audit fees paid to the Group's auditor being disclosed in the financial statements for the first time. There were no other changes in accounting policies during the year.

3 Expenses

	2024	2023
	\$'000	\$'000
Audit Fees	59	53

The auditor was employed to provide audit related services over the general purpose financial report.

The auditor was not engaged to provide any other services during the year (2023: nil).

Notes to the Consolidated Financial statements (continued)

4 Plant and Equipment

All plant and equipment are initially recorded at cost and subsequently recorded at cost less accumulated depreciation and impairment. Cost includes expenditure that is directly attributable to the acquisition of the items. Where an asset is acquired in a non-exchange transition for nil or nominal consideration the asset is initially measured at its fair value. Any gain or loss on disposal of an item of plant and equipment is recognised in the operating surplus or deficit for the year.

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Group. All other repairs and maintenance costs are expensed as incurred.

At each balance date the carrying amounts of plant and equipment are assessed to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated and an impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount in surplus or deficit. The Group has reviewed plant and equipment for impairment and found no case of any significant impairment of their value.

Depreciation is provided for in surplus or deficit on a straight line basis on plant and equipment. Depreciation rates allocate the assets' cost or valuation less estimated residual value, over its estimated useful life.

Major depreciation periods are:

Plant, Equipment and Motor Vehicles	4-20 years
Buildings and Building Improvements	4-50 years

2024	Plant & Land & Buildings Work in Progress Equipment			Total
	\$'000	\$'000	\$'000	\$'000
Cost				
Balance at 1 January 2024	2,095	382	258	2,735
Additions	174	80	156	410
Disposals/Transfers	(32)	-	-	(32)
Balance at 31 December 2024	2,237	462	414	3,113
Accumulated Depreciation				
Balance at 1 January 2024	(1,274)	(68)	-	(1,342)
Depreciation for the year	(207)	(23)	-	(230)
Disposals/Transfers	29	-	-	29
Balance at 31 December 2024	(1,452)	(91)	-	(1,543)
Book value 31 December 2024	785	371	414	1,570
Book value 31 December 2023	821	314	258	1,393

Notes to the Consolidated Financial statements (continued)

5 Investments

Investments are classified as financial assets at fair value through surplus or deficit because they do not meet the requirements to be classified as financial assets held at amortised cost or financial assets at fair value through other comprehensive revenue and expense. The transaction costs are recognised in surplus or deficit.

Fair value is determined based on the quoted prices of the underlying investments at balance date.

Changes in the fair value of investments are recognised in surplus or deficit.

Managed Funds

The total net gain on financial assets at fair value through surplus or deficit for the year is shown below:

	2024 \$'000	2023 \$'000
Distribution income (note 2a)	679	654
Realised gain on sale of investments	72	125
Revaluation of investments at fair value through surplus or deficit	223	(198)
Total net gain on financial assets at fair value through surplus or deficit	974	581

	2024 \$'000	2023 \$'000
Investment in Managed Funds	15,962	16,887

6 Cash and Cash Equivalents

Cash and cash equivalents comprises of cash at bank, cash on hand and short term deposits with an original maturity of three months or less. Parish cash is restricted to use by that individual parish and cannot be used by the Group for any other purpose. Term deposits are deposits held for terms greater than three months. Cash and cash equivalents and term deposits are classified as financial assets at amortised cost. They are initially recorded at fair value and subsequently recorded at amortised cost.

Cash and Cash Equivalents	2024 \$'000	2023 \$'000
Cash and Cash Equivalents held by parishes	3,431	2,712
Other Cash and Cash Equivalents	175	162
Total Cash and Cash Equivalents	3,606	2,874
Short Term Deposits	2024 \$'000	2024 \$'000
Short Term Deposits held by parishes	922	1,777
Total Short Term Deposits	922	1,777
Term Deposits	2024 \$'000	2024 \$'000
Term Deposits held by parishes	5	5
Total Term Deposits	5	5

Notes to the Consolidated Financial statements (continued)

7 Related Parties

a Key management personnel

Key management personnel include a group of 33 persons (2023: 32 persons) being Committee Members, Clergy and senior management personnel who received in 2024 remuneration and other benefits of \$1,580,173 (2023: \$1,509,547).

b Controlled Entities

The following controlled entities with a balance date of 31 December 2024 have been included in the Group's financial statements:

The Parish of Holy Trinity, Fitzroy
The Parish of the Taranaki Cathedral Church of St Mary
The Parish of St Chad, West New Plymouth
The Parish of St Andrew, Cambridge
The Mission District of St Paul, Mangakino
The Parish of St Matthew, Morrinsville
The Mission District of St Stephen, Tamahere
The Parish of St Francis, Tokoroa
The Mission District of St Peter by the Sea, Waihi Beach
The Parish of Whangamata
The Parish of St Aidan, Claudelands
The Parish of Holy Trinity, Forest Lake
The Mission District of St Mary, Gordonlon
The Mission District of St James, Hamilton East
The Parish of St Paul, Huntly
The Parish of St Luke, Melville and Ohaupo
The Parish of St Mark, Newton
The Parish of Holy Trinity, Ngauwahia
The Parish of St Peter, Raglan
The Parish of the Waikato Cathedral Church of St Peter
The Parish of St Margaret, Te Kauwhata
The Parish of St George and St David, West Hamilton
The Mission District of All Saints, Kawhia
The Parish of St Andrew, Inglewood
The Parish of St John the Baptist, Waitara
The Parish of St Peter, Katikati
The Parish of All Saints, Matamata
The Parish of St Paul, Paeroa
The Parish of St Mark, Te Aroha
The Parish of St John The Evangelist, Waihi
The Parish of Christ Church, Orakau
The Parish of St Bride, Olorohanga
The Parish of St Luke, Te Kuiti
The Parish of Taumarunui and District
The Parish of St John, Te Awamutu
The Parish District of All Saints, Eltham
The Parish of Coastal Taranaki, Opunake
The Parish of Holy Trinity, Stratford
The Parish of St Mary and St George, South Taranaki
Car Fund
Central & South Taranaki Anglican Ministry
Episcopal Fund
Paraninihi Anglican Archdeaconry
Te Rau Aroha Camp

Notes to the Consolidated Financial statements (continued)

c Transactions with Related Entities

The Group is related to the Waikato Diocesan Trust Board (WDTB) and the Taranaki Anglican Trust Board (TATB) due to the ability of these entities to influence the financing activities of the Group and ownership of the legal title of the Group's properties. The nature and significance of the transactions and balances are described below:

Investments	Various Parishes, the Diocese, the "Episcopal Fund" and other entities within the Group have \$16.0m (2023: \$16.0m) invested with WDTB and TATB. All money invested by WDTB and TATB is shared proportionately to the various related entities that provided the funds. The proportionate share can be in the form of income distributions or an uplift in the value of the funds held.
Cash held by Related Parties	An amount of \$173,641 is held in a bank account by TATB on behalf of the Diocese of Waikato and Taranaki and is available on demand (2023: \$170,309). An amount of \$293,191 is held in a bank account by WDTB on behalf of the Parish of Otorohanga and is available on demand (2023: \$278,124).
Investments held by Related Parties	An amount of \$3,872,596 relates to an investment held by WDTB on behalf of the Waikato Cathedral and is payable to the Waikato Cathedral (2023: \$4,014,969).
Receivables from Related Parties	An amount of \$915,230 is due from WDTB which was used to purchase a new property (2023: \$915,230).
Loans	The Group has \$135,000 unsecured loan liabilities with WDTB (2023: \$135,000) relating to a loan to the Ngaruawahia Parish of \$134,513 at an interest rate of 6.55% and to be repaid when the parish is able to realise certain assets to settle the loan (2023: \$134,513 to the Ngaruawahia Parish, \$7,677 to the Standing Committee and \$9,613 to the Car Fund). Interest paid to WDTB amounted to \$8,835 in 2024 (2023: \$13,252).
Gifting	Gifting from the Waikato Diocesan Trust Board during the current year was \$nil (2023: \$272,248 to the Otorohanga Parish for the sale of 51 Hinewai St). Gifting to the Taranaki Anglican Trust Board during the year of 2024 was \$469,700 from Archdeaconry of Waitotara & Inglewood (2023: \$70,984). Gifting to the Waikato Diocesan Trust Board during the year of 2024 was \$93,861 from the Waikato Cathedral of St Peter (2023: \$nil).

8 Commitments and Contingencies

The Group is not aware of any claims against the Group or any other contingent liabilities as at the date of approving these financial statements

The Royal Commission of Inquiry into Abuse in Care, is considering the treatment of children, young people and vulnerable adults in State or faith based care between 1950 and 1999. The outcomes of the Royal Commission of Inquiry into Abuse in Care and any potential financial consequences for historical cases are currently unknown. The Group is conscious that claims may arise in relation to its care of these individuals and some such claims may be made which require recompense. Settlement has been made by the group in a small number of claims.

There remains uncertainty as to the number, nature and value of claims that the Group has not currently been made aware of, or any implications of recommendation which will be made by the Royal Commission of Inquiry into Abuse in Care. The Group has not made any specific financial provision for unknown claims, but has a commitment to act fairly and in good faith to any claims made by survivors of abuse. The inquiry did release a report. We hoped that a Crown redress unit would be established. That was one of the recommendations that the government decided not to action. We continue to handle claims as we received them.

There were no other commitments and contingencies at 31 December 2024 (2023: \$nil).

9 Subsequent events

There have been no events subsequent to year-end that require disclosure in these consolidated financial statements.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ANGLICAN DIOCESE OF WAIKATO & TARANAKI**

Opinions

We have audited the consolidated general purpose financial report of Anglican Diocese of Waikato & Taranaki ("the Diocese") and its controlled entities (together, "the Group"), which comprises the consolidated financial statements on pages 3 to 13 and the consolidated statement of service performance on page 2. The complete set of consolidated financial statements comprise the consolidated statement of financial position as at 31 December 2024, and the consolidated statement of comprehensive revenue and expense, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

Opinion on the Consolidated Statement of Service Performance

In our opinion, the accompanying general purpose financial report presents fairly, in all material respects, the consolidated statement of service performance for the year ended 31 December 2024, in that the service performance information is appropriate and meaningful and prepared in accordance with the Group's measurement bases or evaluation methods, in accordance with Public Benefit Entity Standards Reduced Disclosure Regime ("PBE Standards RDR") issued by the New Zealand Accounting Standards Board.

Qualified Opinion on the Consolidated Financial Statements

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion on the Consolidated Financial Statements* section of our report, the accompanying general purpose financial report presents fairly, in all material respects, the consolidated financial position of the Group as at 31 December 2024, and its consolidated financial performance and its cash flows for the year then ended in accordance with PBE Standards RDR.

Basis for Qualified Opinion on the Consolidated Financial Statements

Included in donations and fundraising revenue of \$2,077,000 in the consolidated statement of comprehensive revenue and expense for the year ended 31 December 2024 is revenue from cash donations amounting to \$358,886. Control over such revenues prior to being recorded is limited. Consequently, there were no practical audit procedures we could perform to confirm independently that all cash donations and fundraising revenue items were properly recorded. Accordingly, we were unable to determine the completeness of revenue and the related cash flows.

We conducted our audit of the consolidated financial statements in accordance with International Standards on Auditing (New Zealand) ("ISAs (NZ)") and the audit of the consolidated service performance information in accordance with the ISAs (NZ) and New Zealand Auditing Standard 1 (NZ AS 1) (Revised) *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 General Purpose Financial Report* section of our report. We are independent of the Group 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 opinions.

Other than in our capacity as auditor we have no relationship with, or interests in, the Diocese or any of its controlled entities.

The Committee Members' Responsibilities for the General Purpose Financial Report

The Committee Members are responsible on behalf of the Group for:

- (a) the preparation and fair presentation of the consolidated financial statements and consolidated statement of service performance in accordance with PBE Standards RDR;
- (b) the selection of elements/aspects of service performance, performance measures and/or descriptions and measurement bases or evaluation methods that present a consolidated statement of service performance that is appropriate and meaningful in accordance with PBE Standards RDR;
- (c) the preparation and fair presentation of the consolidated statement of service performance in accordance with the Group's measurement bases or evaluation methods, in accordance with PBE Standards RDR;
- (d) the overall presentation, structure and content of the consolidated statement of service performance in accordance with PBE Standards RDR; and
- (e) such internal control as the Committee Members determine is necessary to enable the preparation of the consolidated financial statements and consolidated statement of service performance that are free from material misstatement, whether due to fraud or error.

In preparing the general purpose financial report, the Committee Members are responsible on behalf of the Group for assessing the Group'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 Committee Members either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the General Purpose Financial Report

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole, and the consolidated statement of service performance are 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 (Revised) 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, they could reasonably be expected to influence the decisions of users taken on the basis of this general purpose financial report.

A further description of our responsibilities for the audit of the general purpose financial report is located at the External Reporting Board's website at:

<https://www.xrb.govt.nz/standards/assurance-standards/auditors-responsibilities/audit-report-13-1/>

This description forms part of our auditor's report.

Who we Report to

This report is made solely to the Diocese's Members, as a body. Our audit work has been undertaken so that we might state those matters which we are required to state to them in an auditor's 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 Diocese and the Diocese's Members, as a body, for our audit work, for this report or for the opinions we have formed.



BDO Auckland
Auckland
New Zealand
24 July 2025