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ANGLICAN DIOCESE OF CHRISTCHURCH  
**STATEMENT OF FINANCIAL PERFORMANCE**  
 FOR THE YEAR ENDED 31 DECEMBER 2014



GENERAL OPERATIONS	Page	2014 Actual \$	2014 Budget \$	2013 Actual \$
<b>INCOME</b>				
Parish Quotas		705,537	704,701	705,520
CPT - General Trust Estate Grant		412,784	412,784	350,000
CPT - General Trust Estate Grant (ex 2009)		0	0	35,000
CPT - General Trust Estate Grant (ex 2010)		20,000	20,000	0
St. John's College Grant		295,583	295,582	295,582
Parish Accounting Scheme		28,500	26,125	22,249
Interest Income		9,258	4,750	6,423
Donations		6,000	6,000	6,097
Sundry Income		2,360	0	500
<b>Total Income</b>		<b>1,480,023</b>	<b>1,469,942</b>	<b>1,421,370</b>
<b>EXPENDITURE</b>				
Governance	9	80,346	88,868	92,115
Episcopal Support	9	49,949	38,625	70,875
Finance & Administration	9	506,062	466,468	464,437
Mission & Ministry	10	597,649	720,603	606,854
<b>Total Expenditure</b>		<b>1,234,006</b>	<b>1,314,564</b>	<b>1,234,282</b>
<b>DIOCESE ALLOCATIONS</b>				
Curates Grants		235,267	150,000	150,000
<b>Total Allocations</b>	11	<b>235,267</b>	<b>150,000</b>	<b>150,000</b>
<b>Total Expenditure &amp; Allocations</b>		<b>1,469,273</b>	<b>1,464,564</b>	<b>1,384,282</b>
<b>Net Surplus (Deficit)</b>		<b>10,750</b>	<b>5,378</b>	<b>37,089</b>

ANGLICAN DIOCESE OF CHRISTCHURCH  
**STATEMENT OF FINANCIAL PERFORMANCE**  
 FOR THE YEAR ENDED 31 DECEMBER 2014



<b>SPECIAL PURPOSE FUNDS</b>	Page	<b>2014</b> \$	<b>2013</b> \$
<b>INCOME</b>			
Clergy Study Leave contributions		61,706	59,844
Personal Sickness Insurance contributions		7,704	7,793
Ordination Candidates contributions		1,889	1,915
Kate Gerrard Bequest donations		38	36
Canterbury Earthquake donations		20,187	40,586
Bishop's Discretionary donations		2,475	0
Curates in Training donations		2,440	0
Evangelistic Work (Saving Souls)		0	14,000
	11	96,439	124,174
Investment Income	11	78,816	106,181
<b>Total Income</b>		<b>175,255</b>	<b>230,355</b>
<b>DIOCESE CONTRIBUTIONS</b>			
Curates in Training grants		235,267	150,000
<b>Total Diocese Contributions</b>	11	<b>235,267</b>	<b>150,000</b>
<b>Total Income &amp; Diocese Contributions</b>		<b>410,522</b>	<b>380,355</b>
<b>EXPENDITURE</b>			
Canterbury Earthquake expenses		99,099	353,106
Curates in Training grants		285,383	138,427
Clergy Study Leave payouts		59,154	98,419
Selwyn Foundation Care of Elderly expenses		78,287	65,604
Personal Sickness Insurance payouts		1,250	2,500
Rebuild as an Event costs		0	5,510
Other Ministry expenses		1,155	2,543
<b>Total Expenditure</b>	11	<b>524,328</b>	<b>666,108</b>
<b><u>Net Surplus (Deficit)</u></b>		<b>(113,806)</b>	<b>(285,753)</b>

ANGLICAN DIOCESE OF CHRISTCHURCH  
**STATEMENT OF FINANCIAL PERFORMANCE**  
 FOR THE YEAR ENDED 31 DECEMBER 2014



<b>SUMMARY</b>	<b>Page</b>	<b>2014</b> <b>\$</b>	<b>2013</b> <b>\$</b>
<b>INCOME</b>			
General Operations	1	1,480,023	1,421,370
Special Purpose Funds	2	175,255	230,355
<b>Total Income</b>		<b>1,655,278</b>	<b>1,651,726</b>
<b>EXPENDITURE</b>			
General Operations	1	1,234,006	1,234,282
Special Purpose Funds	2	524,328	666,108
<b>Total Expenditure</b>		<b>1,758,334</b>	<b>1,900,390</b>
<b><u>Net Surplus (Deficit)</u></b>		<b><u>(103,056)</u></b>	<b><u>(248,664)</u></b>

ANGLICAN DIOCESE OF CHRISTCHURCH  
**STATEMENT OF MOVEMENTS IN EQUITY**  
 FOR THE YEAR ENDED 31 DECEMBER 2014

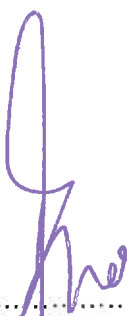



<b>EQUITY</b>	<b>2014</b>	<b>2013</b>
	\$	\$
<b>ACCUMULATED FUNDS</b>		
Opening Balance	272,005	234,917
Net Surplus (Deficit) for the year	(103,056)	(248,664)
Transfers to Special Purpose Funds	113,806	285,753
	<u>10,750</u>	<u>37,089</u>
<b>Closing Balance</b>	<u><b>282,755</b></u>	<u><b>272,005</b></u>
<b>SPECIAL PURPOSE FUNDS</b>		
Opening Balance	2,023,335	2,309,087
Transfers from Accumulated Funds	(113,806)	(285,753)
<b>Closing Balance</b>	<u><b>1,909,529</b></u>	<u><b>2,023,335</b></u>
<b>TOTAL EQUITY</b>	<u><u><b>2,192,284</b></u></u>	<u><u><b>2,295,340</b></u></u>

ANGLICAN DIOCESE OF CHRISTCHURCH  
**STATEMENT OF FINANCIAL POSITION**  
AS AT 31 DECEMBER 2014



	Note	2014 \$	2013 \$
<b>EQUITY</b>			
Accumulated Funds		282,755	272,005
Special Purpose Funds		1,909,529	2,023,335
<b>Total Equity</b>		<u><u>2,192,284</u></u>	<u><u>2,295,340</u></u>
Represented by:			
<b>CURRENT ASSETS</b>			
Petty Cash		100	100
ANZ Cheque & Call Accounts		38,639	171,756
Accounts Receivable		656,559	683,020
<b>Total Current Assets</b>		<u>695,297</u>	<u>854,876</u>
<b>CURRENT LIABILITIES</b>			
Accounts Payable		341,336	340,454
Parish Current Accounts	9	89,648	269,149
<b>Total Current Liabilities</b>		<u>430,984</u>	<u>609,604</u>
<b>Net Current Assets</b>		<u>264,313</u>	<u>245,272</u>
<b>NON CURRENT ASSETS</b>			
<b>Fixed Assets</b>	4	-	4,660
<b>Investments</b>			
Clergy Motor Vehicle Loans	5	17,442	21,073
Parish Loans	5	1,000	1,000
Church Property Trustees	9	1,909,529	2,023,335
<b>Total Non Current Assets</b>		<u>1,927,970</u>	<u>2,050,067</u>
<b>NET ASSETS</b>		<u><u>2,192,284</u></u>	<u><u>2,295,340</u></u>

  
..... Finance & Audit Chairperson  
  
  
..... Diocesan Accountant



## 1 STATEMENT OF ACCOUNTING POLICIES

### Reporting Entity

The entity is defined in the Regulations of the Anglican Diocese of Christchurch. The principal function is administrative, providing support and services for the parishes of the Diocese of Christchurch.

### Basis of Preparation

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand and applicable Financial Reporting Standards.

### 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 entity.

### Differential Reporting

The entity qualifies for differential reporting within the framework for Differential Reporting issued by the New Zealand Institute of Chartered Accountants as:

- It is not publicly accountable within the meaning ascribed to that term by paragraph 4.15 to 4.16 of the framework; and
- it qualifies under the size criteria.

The financial statements have been prepared taking advantage of all available differential reporting exemptions.

## SPECIFIC ACCOUNTING POLICIES

The following specific accounting policies which materially affect the measurement of financial performance and financial position have been applied:

### Accounts Receivable

Accounts receivable are stated at their expected realisable value. Bad debts are written off in the year in which they become uncollectable.

### Investments

Investments are stated at cost. Investments with the Church Property Trustees, although available at call, are shown according to the Diocese intention of retaining them for the long term.

### Non Current Tangible Assets

Motor Vehicles are recorded at cost less accumulated depreciation.

Resource library books and videos are expensed in the year in which they occur as they are relatively small in value.

### Depreciation

Depreciation has been calculated using the straight line basis, whereby the cost is written off evenly over the expected economic life of the vehicle, assuming nil residual values. The estimated economic life of vehicles is 4 years.

### Accounts Payable

Accounts payable are stated at their expected amount payable.

### Goods and Services Tax

The accounts are prepared on a GST exclusive basis, except for accounts receivable and accounts payable which are stated inclusive of GST.

**Taxation**

The Anglican Diocese of Christchurch is registered as a charitable entity under the Charities Act 2005 which exempts it from liability for income tax.

**CHANGES IN ACCOUNTING POLICIES**

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

**2 PARISH BILLINGS**

The Diocese pays clergy stipends & allowances and other related expenses and is reimbursed by parishes on a monthly basis in arrears.

Total reimbursements for the year amounted to \$7,194,383 (2013: \$7,458,013).

**3 BISHOPRIC ESTATE DISTRIBUTION**

The Standing Committee agreed to finance \$10,000 of the Bishopric Estate costs in the 2014 year (2013: \$40,000) in order to maintain the capital of the Bishopric Estate. This contribution is reviewed on an annual basis.

**4 FIXED ASSETS**

	2014	2013
	\$	\$
<b>Motor Vehicles</b>		
Cost	29,667	29,667
Accumulated Depreciation	29,667	25,007
<b>Net Book Value</b>	<b>0</b>	<b>4,660</b>

**5 DIOCESAN LOANS**

				2014	2013
Date	Purpose of loan	Loan	Term	\$	\$
<b>Motor Vehicle Loans</b>					
Various	Clergy car purchases	Up to \$13,000	Up to 5 years	17,442	21,073
				<b>17,442</b>	<b>21,073</b>
<b>Parish Loans</b>					
Sydenham-Beckenham parish:					
Sept 2005	Vicarage Renovations	\$35,000	20 years	1,000	1,000
				<b>1,000</b>	<b>1,000</b>

Parish and motor vehicle loans are unsecured. Interest is charged at 6.9% (2013: 6.9%).

**6 COMMITMENTS**

There are no contractual commitments as at balance date (2013: Nil).

**7 CONTINGENCIES**

There are no known contingencies as at balance date other than the ANZ Visa Card limit of \$9,500 (2013: \$10,000).



## 8 SUBSEQUENT EVENTS

There are no significant events subsequent to balance date which would have a material effect on the financial position or performance reflected in the financial statements (2013: Nil).

## 9 RELATED PARTIES

### The Anglican Centre

The Diocese of Christchurch shares premises, fixtures and fittings, office equipment and staffing resources with The Church Property Trustees and Anglican Care.

A service level agreement (SLA) was entered into in November 2005 with the Anglican Centre. The purpose of the SLA is to apportion shared costs including building and parking, equipment, information technology, provisions, salaries and wages, stationery/printing and postage and archives. The SLA is negotiated annually.

### The Church Property Trustees

The Church Property Trustees provides short term cash flow funding to the Anglican Diocese of Christchurch on an arms length basis. The funding is unsecured, interest is charged at 5.4% p.a. (2013: 5.4%) and is repayable on demand.

The Diocese of Christchurch invests all special purpose funds in either the Fixed Interest or Balanced Growth funds on the same terms and conditions as other investors.

### Parishes

The Diocese of Christchurch offers a parish accounting service, seven of the seventeen parishes utilising this service operate a current account with the Diocese for deposits and payments. Interest is paid at the current ANZ on call rate.

The Diocese of Christchurch may approve loans to parishes to assist in the purchase, erection or repair of church property, particularly in areas of population and/or church growth. The loan must not exceed 50% of the total cost. These loans are unsecured, interest is charged at 6.9% p.a. (2013: 6.9%) and the loans are repayable within 20 years.

### Clergy

The Diocese of Christchurch, at its discretion, may advance money to any ordained clergy who requires a motor vehicle for their work for purchases or major repairs.

Loans are limited to 80% of the current market value of the vehicle, or \$13,000, whichever is the smaller. These loans are unsecured, interest is charged at 6.9% p.a. (2013: 6.9%) and the loans are repayable as soon as possible, with a maximum term of 5 years.

Standing committee moved the open-ended suspension of this scheme on the 13th August 2014 .

## 10 FINANCIAL INSTRUMENTS

All financial instruments are recognised in the Statement of Financial Position. No off-balance sheet instruments have been entered into. All financial instruments are stated at cost.

ANGLICAN DIOCESE OF CHRISTCHURCH  
**SCHEDULE OF EXPENDITURE**  
 FOR THE YEAR ENDED 31 DECEMBER 2014



	Note	2014 Actual \$	2014 Budget \$	2013 Actual \$
<b>GOVERNANCE</b>				
General Synod		57,222	57,222	57,222
Inter Diocesan Conference		16,646	16,646	16,646
Synod Expenses		6,478	15,000	18,247
<b>Total Governance</b>		<b>80,346</b>	<b>88,868</b>	<b>92,115</b>
<b>EPISCOPAL SUPPORT</b>				
Archdeacons		38,662	26,125	26,198
Bishop's Discretion		1,286	2,500	4,678
Bishopric Estate Contribution	3	10,000	10,000	40,000
<b>Total Episcopal Support</b>		<b>49,949</b>	<b>38,625</b>	<b>70,875</b>
<b>FINANCE &amp; ADMINISTRATION</b>				
<b>Administration</b>				
Audit Fees		2,000	3,000	2,670
Banking & Payroll charges		898	1,200	981
Catering costs - Committees		3,540	4,800	4,917
Catering costs - Sundry		4,332	2,400	1,804
General expenses		989	1,000	1,548
Interest expense		5,998	4,500	5,282
Legal Services		75	5,000	-
Printing and Publications		662	500	618
Recruitment costs		9,446	1,000	509
Registrars Conference		5,113	5,000	1,201
Travel - Committees & staff		6,324	12,000	10,404
		39,376	40,400	29,932
<b>Service Level Agreement</b>				
Building & Parking		32,730	23,894	27,019
Equipment		6,407	9,447	9,748
Information Technology		19,143	17,571	22,632
Provisions		1,105	1,192	1,255
Wages & Personnel Costs		388,652	357,352	355,083
Stationery, Printing & Postage		18,649	16,612	18,768
		466,686	426,068	434,505
<b>Total Finance &amp; Administration</b>		<b>506,062</b>	<b>466,468</b>	<b>464,437</b>
<b>MISSION &amp; MINISTRY</b>				
<b>Training &amp; Education</b>				
Archdeacon for Mission		82,402	87,228	87,797
Director of Education		40,695	50,071	40,451
Rural Anglican Life Supporter		13,425	-	3,383
Bishops Advisory Committee on Ordination (BACO)		4,326	4,000	1,860
Deacons Formation		408	3,000	2,631
Post Ordination Training		1,874	3,000	2,723
Clergy Professional Development Fund		6,951	10,000	8,381
Clinical Pastoral Education		2,500	2,500	-
Ordination Retreats & Services		3,309	2,000	3,685
Lay Training Fund		16,827	15,000	16,745
		172,717	176,799	167,655

This statement should be read in conjunction with the Audit Report and Notes to the Financial Statements

ANGLICAN DIOCESE OF CHRISTCHURCH  
 SCHEDULE OF EXPENDITURE  
 FOR THE YEAR ENDED 31 DECEMBER 2014



Note	2014 Actual \$	2014 Budget \$	2013 Actual \$
<b>MISSION &amp; MINISTRY (continued)</b>			
<b>Children, Youth &amp; Young Persons</b>			
Childrens Worker	9,806	37,381	12,407
Youth Ministry Developer	55,862	52,690	48,987
Young Adults (Salt & Light - The Kiln)	60,721	84,153	77,100
Evangelism & Under 40's South Canterbury	23,045	57,546	29,913
	<u>149,433</u>	<u>231,770</u>	<u>168,407</u>
<b>University &amp; Hospital Chaplains</b>			
Healthcare Chaplaincies (Christchurch & Timaru)	63,678	63,678	62,352
Tertiary Chaplaincies (Canterbury & Lincoln)	35,702	35,702	34,245
	<u>99,380</u>	<u>99,380</u>	<u>96,597</u>
<b>Grants &amp; Projects</b>			
Anglican Care Grant	6,000	6,000	6,000
Contingency Funding	5,561	10,000	-
Parish / Ministry Unit Grants	3,712	10,000	-
Third World Debt Reduction & Development	8,080	8,221	8,099
	<u>23,352</u>	<u>34,221</u>	<u>14,099</u>
<b>Ministry Support</b>			
Westland Anglican Regional Ministry Unit (WARM)	33,921	31,713	31,219
<b>Resource Centre &amp; Communications</b>			
Anglican Resource Centre	9,592	10,750	10,855
Communications & Media	27,600	46,507	29,137
	<u>37,192</u>	<u>57,257</u>	<u>39,992</u>
<b>Social Justice</b>			
Social Justice Enabler	24,351	40,226	39,173
<b>Clergy Support</b>			
Clergy Removal and Furnishing	1,773	5,000	3,720
Ordinands' Removal and Travel	8,778	7,500	11,854
Retire (Housing) Fund Subsidies	4,834	6,500	6,900
	<u>15,385</u>	<u>19,000</u>	<u>22,475</u>
<b>Other Ministry Costs</b>			
Conferences & Special Services	696	1,500	200
Insurance - Professional Indemnity & Liability	22,607	16,737	16,329
Joint Regional Committee Grants (JRC)	250	500	250
Monitoring & Boundaries Education	17,667	9,000	10,460
Prison & Military Chaplaincies	697	2,500	-
	<u>41,918</u>	<u>30,237</u>	<u>27,238</u>
<b>Total Ministry Expenses</b>	<u><b>597,649</b></u>	<u><b>720,603</b></u>	<u><b>606,854</b></u>
<b>Total Expenditure</b>	<u><b>1,234,006</b></u>	<u><b>1,314,564</b></u>	<u><b>1,234,282</b></u>

ANGLICAN DIOCESE OF CHRISTCHURCH  
**SCHEDULE OF SPECIAL PURPOSE FUNDS**  
 FOR THE YEAR ENDED 31 DECEMBER 2014



Name of Fund	Note	BALANCE 1 Jan 2014	FUND MOVEMENTS					BALANCE 31 Dec 2014
			External Conrn's	Diocese Conrn's	Investment Income	External Payments	Internal Transfers	
<b>SPECIAL PURPOSE FUNDS</b>								
<b>General Parochal Purposes:</b>								
Children's Ministry Fund	1	10,272			417			10,689
Church Extension Fund	2	91,513			3,716			95,228
		101,784	0	0	4,133	0	0	105,917
<b>Funds for Benefit of Clergy:</b>								
Clergy Resettlement	3	184,989			7,511			192,500
<b>Operating Funds:</b>								
Clergy Study Leave	4	197,782	61,706		8,098	(59,154)		208,431
Curates in Training	5	47,148	2,440	235,267	528	(285,383)		0
Local Shared Ministry Reserve Pool	6	13,298			540			13,838
		258,227	64,146	235,267	9,166	(344,537)	0	222,269
<b>Other Specific Purpose Funds:</b>								
Outreach	7	16,041			651			16,693
Kate Gerrard Bequest	8	6,578	38		268			6,884
Resource Centre Equipment Reserve	9	10,906			443			11,349
Archives John Hendry Trust	10	3,207			130			3,337
Bishop's Discretionary Fund	11	0	2,475					2,475
Companion Diocese	12	10,539			428			10,967
Mediation Reserve	13	504			20			525
Personal Sickness Insurance Fund	14	85,769	7,704		3,490	(1,250)		95,713
Ordination Candidates Fund	15	14,994	1,889		610	(714)		16,779
Diocesan Earthquake Fund	16	350,549	20,187		12,914	(99,099)		284,552
Selwyn Foundation Care of Elderly	17	779,986			30,268	(78,287)		731,966
Parish Support Fund	18	133,613			5,425			139,038
Evangelistic Work (Saving Souls)	19	14,220			577			14,798
		1,426,906	32,293	0	55,226	(179,350)	0	1,335,075
<b>TOTAL SPECIAL PURPOSE FUNDS</b>		<b>1,971,906</b>	<b>96,439</b>	<b>235,267</b>	<b>76,035</b>	<b>(523,887)</b>	<b>0</b>	<b>1,855,761</b>
<b>BEQUESTS AND ENDOWMENTS</b>								
St Faiths Religious Education - Capital	20	5,535			456		(224)	5,767
St Faiths Religious Education - Income	20	5,425			226		224	5,875
Archdeaconry of Christchurch Endowment	21	10,884			897	(441)		11,340
Bishop's Ordination Candidate	22	29,584			1,201			30,785
<b>TOTAL BEQUESTS AND ENDOWMENTS</b>		<b>51,429</b>	<b>0</b>	<b>0</b>	<b>2,780</b>	<b>(441)</b>	<b>0</b>	<b>53,768</b>
<b>TOTAL</b>		<b>2,023,335</b>	<b>96,439</b>	<b>235,267</b>	<b>78,816</b>	<b>(524,328)</b>	<b>0</b>	<b>1,909,529</b>

**PURPOSES & CONDITIONS OF USE**

**Special Purpose Funds**

- 1 To fund grants for children's work within the Diocese.
- 2 Revenue to be used to extend ministry and mission into areas of population growth.
- 3 Fund to be utilised at the discretion of Standing Committee for clergy resettlement.
- 4 To fund the cost of clergy stipends over the period while clergy are on approved study leave.
- 5 Fund provides a subsidy to parishes with curates in training for up to a maximum of 3 years.
- 6 Fund to be utilised for the financing of Local Shared Ministry in the Diocese.
- 7 To fund new parish outreach initiatives in the Diocese.
- 8 Bequest to be used for providing bibles for boys within the Diocese.
- 9 Fund for the purchase of Resource Centre equipment.
- 10 To fund the cost of publishing a survey of architectural drawings.
- 11 Donations for Bishop's discretionary use
- 12 Fund for future Companion Diocese expenses.
- 13 Fund for the settlement of claims.
- 14 Fund to assist parishes with covering the cost of relieving clergy.
- 15 Fund for assistance of Ordination Candidates (eg: bibles etc.)
- 16 Fund for assisting with earthquake related ministry, pastoral care and building needs in the Diocese. A \$180,000 loan was provided to the Christchurch Cathedral on the 16th April 2013 from this fund, this is interest free and repayable on demand.
- 17 Fund for caring of the elderly in Canterbury.
- 18 Fund for providing financial support to parishes.
- 19 Fund to be used for evangelistic work in saving souls (requested not in building churches).

**Bequests & Endowments (Income available only)**

- 20 To fund religious education of NZ women at the discretion of the Bishop.
- 21 To augment the stipends of clergy with young children in parishes within the old Christchurch archdeaconry.
- 22 Bishop's discretionary fund for Ordination Candidates.



**INDEPENDENT AUDITOR'S REPORT**  
**To the Members of the Anglican Diocese of Christchurch**

**Report on the Financial Statements**

We have audited the financial statements of the Diocese of Christchurch on pages 1 to 11, which comprise the statement of financial position as at 31 December 2014, and the statement of changes in equity, and statement of financial performance for the year then ended, and a summary of significant accounting policies and other explanatory information.

This report is made solely to the members, as a body, in accordance with the Diocese of Christchurch's regulations. Our audit has been undertaken so that we might state to the Diocese of Christchurch's members 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 members, as a body, for our audit work, for this report, or for the opinions we have formed.

**Members Responsibility for the Financial Statements**

The Members are responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the Diocese of Christchurch determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, 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 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the overall presentation of the financial statements.

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

Other than in our capacity as auditor we have no relationship with, or interests in the Diocese of Christchurch.

**Opinion**

In our opinion, the financial statements on pages 1 to 11, present fairly, in all material respects, the financial position of The Diocese of Christchurch as at 31 December 2014, and its financial performance for the year then ended in accordance with generally accepted accounting practice in New Zealand.



**BDO Christchurch**

**11 May 2015**  
**30 Sir William Pickering Drive**  
**PO Box 246**  
**Christchurch 8140**  
**New Zealand**