

Financial Statements
The Interchurch Council for Hospital Chaplaincy
for the year ended 30 June 2022

The Interchurch Council for Hospital Chaplaincy

Contents

	Page
Directory	3
Independent Auditor's Report	4
Statement of Responsibility	5
Statement of Comprehensive Revenue and Expenditure	6
Statement of Changes in Equity	7
Statement of Financial Position	8
Statement of Cash Flows	9
Statement of Accounting Policies	10-14
Notes to the Financial Statements	15-24

The Interchurch Council for Hospital Chaplaincy Directory

for the year ended 30 June 2022

1. Charities Commission - Registration

CC21346

2. Societies and Trust Register

871553

3. Date of Formation

1 September 1997

4. Trustees

Loraine Elliott (Chairman)
Chris Bryan (Chairman) (Retired)
John Douglas
Heather Kennedy (Retired)
Barry Fisk
David Poultney (Retired)
Richard Wallace
Julie Patterson
Julian Perkins
Stephen Packer
Shaun Baker
Colleen Mary Kaye

5. Auditor

Kendons Chartered Accountants Limited

6. Bankers

ANZ Bank New Zealand Limited

7. Solicitors

Watermark Employment Law



Independent Auditor's Report

The Interchurch Council for Hospital Chaplaincy

Statement of Responsibility

The Board of Trustees (the Board) has pleasure in presenting the annual report of The Interchurch Council for Hospital Chaplaincy (the ICHC) incorporating the financial statements and the auditor's report, for the year ended 30 June 2022.

The Board accepts responsibility for the preparation of the annual financial statements and the judgements used in these financial statements.

The management (including the National Manager and others as directed by the Board) accepts responsibility for establishing and maintaining a system of internal controls designed to provide reasonable assurance as to the integrity and reliability of the ICHC's financial reporting.

It is the opinion of the Board and management that the annual financial statements for the financial year ended 30 June 2022 fairly reflect the financial position and operations of the ICHC.

The ICHC's 2022 financial statements are authorised for issue by the Board Chairperson and National Manager.

Lorraine Elliott

Full name of Board Chairperson



[Lorraine Elliott \(Oct 7, 2022 08:39 GMT+13\)](#)

Signature of Board Chairperson

David Hough

Full name of Chief Executive Officer



Signature of Chief Executive Officer

Date: 29 September 2022

Date: 29 September 2022

The Interchurch Council for Hospital Chaplaincy

Statement of Comprehensive Revenue and Expenditure for the year ended 30 June 2022

		2022	2021
	Note	Actual \$	Actual \$
Revenue			
Revenue from Exchange Transactions			
Government Grants	1	3,948,374	3,910,472
Church Funds	2	684,407	697,590
Interest Revenue		36,706	68,370
Revenue from Non- Exchange Transactions			
Donations	3	198,549	192,500
Other Revenue	4	105,255	105,797
Total Operating Revenue		<u>4,973,290</u>	<u>4,974,729</u>
Expenditure			
Employee Related Costs	5	4,797,299	4,613,324
Administration Expenses		128,410	89,879
Governance Costs		2,001	12,027
Depreciation & Amortisation		8,274	3,734
Occupancy		37,784	29,732
Fees and Consultants		42,853	33,269
Fundraising Costs		7,266	5,156
Interest Expense		23,532	23,548
Total Expenditure		<u>5,047,419</u>	<u>4,810,667</u>
Operating Surplus/(Deficit)		<u>(74,129)</u>	<u>164,061</u>
Total Comprehensive Revenue and Expenditure		<u><u>(74,129)</u></u>	<u><u>164,061</u></u>

This statement is to be read in conjunction with the Statement of Accounting Policies and Notes to the Financial Statements, and refer to audit report.

The Interchurch Council for Hospital Chaplaincy

Statement of Changes in Equity

for the year ended 30 June 2022

	2022	2021
	Actual	Actual
Note	\$	\$
Equity as at 1 July	2,782,011	2,617,950
Funds from Local Service Groups amalgamated	-	-
Total Comprehensive Revenue and Expenditure for the year	(74,129)	164,061
Total movements for the year	(74,129)	164,061
Equity at 30 June	2,707,882	2,782,011
<i>Comprised of the following funds:</i>		
General Funds as at 1 July	492,139	476,032
Comprehensive Revenue and Expenditure for the year	74,420	16,107
Total movements for the year	74,420	16,107
General Funds at 30 June	566,559	492,139
Funds introduced by Local Service Groups as at 1 July	2,006,926	1,859,188
Specific Reserves on amalgamation of LSG's	-	-
Comprehensive Revenue and Expenditure for the year	(148,679)	147,738
Total movements for the year	(148,679)	147,738
Funds introduced by Local Service Groups at 30 June	1,858,247	2,006,926
Foundation Funds as at 1 July	282,945	282,730
Comprehensive Revenue and Expenditure for the year	132	215
Total movements for the year	132	215
Foundation Funds at 30 June	283,077	282,945

This statement is to be read in conjunction with the Statement of Accounting Policies and Notes to the Financial Statements, and refer to audit report.

The Interchurch Council for Hospital Chaplaincy

Statement of Financial Position

as at 30 June 2022

		2022	2021
	Note	Actual	Actual
		\$	\$
Assets			
Current Assets			
Cash and Cash Equivalents	6	1,140,198	1,463,493
Cash Due on Amalgamation of LSG's	6	5,111	4,921
Accounts Receivable from Exchange Transactions	7	1,057,260	16,749
Prepayments	8	9,053	3,030
Accrued Interest Revenue		1,693	8,301
Total Current Assets		<u>2,213,315</u>	<u>1,496,494</u>
Short Term Investments			
Term Deposits		<u>1,100,202</u>	<u>1,870,488</u>
Total Short Term Investments		<u>1,100,202</u>	<u>1,870,488</u>
Non-Current Assets			
Property, Plant and Equipment	9	17,123	9,150
Intangible Assets	10	1,038	2,077
Term Deposit		<u>172,792</u>	<u>-</u>
Total Non-Current Assets		<u>190,953</u>	<u>11,227</u>
Total Assets		<u>3,504,470</u>	<u>3,378,208</u>
Liabilities			
Current Liabilities			
Trade and other Creditors	11	186,064	48,522
Foundation - Interest Free Loan		50,000	50,000
Revenue Received in Advance	12	3,871	3,334
Employee Entitlements	13	556,652	494,340
Total Current Liabilities		<u>796,587</u>	<u>596,197</u>
Total Liabilities		<u>796,587</u>	<u>596,197</u>
Net Assets		<u>2,707,883</u>	<u>2,782,011</u>
Equity			
General Funds		566,559	492,139
LSG Reserves	17	1,858,247	2,006,926
Foundation Funds		<u>283,077</u>	<u>282,945</u>
Total Equity		<u>2,707,883</u>	<u>2,782,011</u>

This statement is to be read in conjunction with the Statement of Accounting Policies and Notes to the Financial Statements, and refer to audit report.

The Interchurch Council for Hospital Chaplaincy

Statement of Cash Flows

for the year ended 30 June 2022

	2022	2021
Note	Actual \$	Actual \$
Cash flows from operating activities		
Cash was received from:		
Government Grants	2,907,863	3,907,401
Donations	198,549	192,500
Locally Raised Funds Churches	684,944	697,590
Receipts from Other Revenue	111,864	105,797
Goods and Services Tax (net)	138,338	(9,419)
	4,041,558	4,893,869
Cash was applied to:		
Payments made to Suppliers and Employees	4,960,121	4,733,829
	4,960,121	4,733,829
Net Cash Flows from operating activities	(918,563)	160,040
Cash flows from financing activities		
Cash from Investing Activities		
Cash from Interest Income	39,880	59,890
Cash from Short Term Investments	597,495	948,484
	637,375	1,008,374
Cash was applied to:		
Purchase of Property, Plant and Equipment	15,209	3,685
Interest Expenditure	26,706	-
	41,915	3,685
Net Cash Flows from investing activities	595,460	1,004,689
Net increase/(decrease) in cash held	(323,104)	1,164,729
Add opening cash balance (1 July)	1,468,414	303,685
Closing cash (30 June)	1,145,310	1,468,414
Cash Balances		
Cash and Cash Equivalents	1,140,198	1,463,493
LSG cash on Amalgamation	5,111	4,921
	1,145,309	1,468,414

This statement is to be read in conjunction with the Statement of Accounting Policies and Notes to the Financial Statements, and refer to audit report.

The Interchurch Council for Hospital Chaplaincy

Statement of Accounting Policies

Reporting entity

The Interchurch Council for Hospital Chaplaincy (ICHC) was incorporated as a Charity under the Charitable Trusts Act 1957 on 1 September 1997 and registered on the Charities Register with effect from 24 February 2008. It distributes funds to support the provision of an ecumenical hospital chaplaincy service in the public sector and other hospitals within Aotearoa New Zealand, with the support of the Ministry of Health and the Anglican Church of Aotearoa New Zealand and Polynesia; Apostolic Church Trust Board; associated Churches of Christ in New Zealand; Baptist Churches of New Zealand Ko Nga Hahi Iriri o Aotearoa; The Catholic Church in Aotearoa New Zealand Te Hahi Katorika ki Aotearoa; Methodist Church of New Zealand Te Hahi Weteriana o Aotearoa; Presbyterian Church of Aotearoa New Zealand; and The Salvation Army & Congregational Union of New Zealand.

Reporting Period

The financial statements of ICHC are for the period 1 July 2021 - 30 June 2022.

Basis of Preparation

The financial statements have been prepared on a going concern basis, and the accounting policies have been consistently applied throughout the period.

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand, applying PBE Accounting Standards (PBE IPSAS) Reduced Disclosure Regime as appropriate to public benefit entities that qualify for Tier 2 reporting. ICHC is considered a Public Benefit Entity as it meets the criteria specified as having a primary objective to provide goods and/or services for community or social benefit and where any equity has been provided with a view to supporting that primary objective rather than for financial return to equity holders .

The accounting principles recognised as appropriate for the measurement and reporting of the Statement of Comprehensive Revenue and Expenses and Statement of Financial Position on a historical cost basis are followed by ICHC, unless otherwise stated in the Specific Accounting Policies.

PBE Accounting Standards Reduced Disclosure Regime

ICHC qualifies for Tier 2 as it is not publically accountable and is not considered large as it falls below the expenditure threshold of \$30 million per year. All relevant reduced disclosure concessions have been taken.

Functional and presentation currency

The financial statements are presented in New Zealand dollars, rounded to the nearest dollar. The functional currency of the ICHC is New Zealand dollars.

Specific accounting policies

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

Use of Estimates and Judgements

The preparation of financial statements requires management to make judgements, 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.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. Outcomes in the next financial period may be different to the assumptions made. It is impracticable to quantify the impact should assumptions be materially different to actual outcomes, which may result in material adjustments to the carrying amounts of investments, investment properties, plant and equipment reported in these financial statements.

Information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amount recognised in the financial statements are described below.

The Interchurch Council for Hospital Chaplaincy

Statement of Accounting Policies (continued)

Revenue from Exchange Transactions

Ministry of Health Funding/South Island Maori Contract

ICHC receives funding from the Ministry of Health which is recorded as revenue when ICHC has the rights to the funding, which is in the year that the funding is received.

DHB Funding

ICHC receives funding from the respective regional District Health Boards where Chaplaincy services are provided. This is recorded as revenue when ICHC has the rights to the funding, unless there are unfulfilled conditions attached, in which case the amount relating to the unfulfilled conditions is recognised as a liability and released to revenue as the conditions are fulfilled.

Interest Revenue

Interest Revenue earned on cash and cash equivalents is recorded as revenue in the period it is earned.

Revenue from non-exchange Transactions

Donations

Donations are recorded as revenue when their receipt is formally acknowledged by ICHC.

Other Revenue

ICHC receives other revenue, which includes gifts and bequests which are recorded as revenue when received by ICHC.

Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial Assets

Initial Recognition and Measurement

Financial assets are classified, at initial recognition, as either:

- financial assets at fair value through surplus or deficit,
- loans and receivables, or
- held-to-maturity investments, or
- available-for-sale financial assets.

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through surplus or deficit, transaction costs that are attributable to the acquisition of the financial asset.

ICHC did not have any held-to-maturity investments, or Financial assets at fair value through surplus, or deficit or available-for-sale financial assets during the years ended 30 June 2022 or 30 June 2021.

ICHC's financial assets includes:

- cash and cash equivalents,
- short term investments, and
- receivables from exchange transactions,

The amounts of each financial asset are quantified in Note 19.

The Interchurch Council for Hospital Chaplaincy

Statement of Accounting Policies (continued)

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate method, less impairment.

Loans and Receivables Include:

Cash and cash equivalents include cash on hand, bank balances, and other short term (original maturities of three months or less), highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Short term investments comprise of term deposits which have a term of greater than three months and therefore do not fall into the category of cash and cash equivalents.

Receivables from exchange transactions, which are stated at the expected realisable value.

Impairment of financial assets

ICHC assesses at the end of reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired. Bad debts are written off in the period in which they are identified. The amount of the loss is recognised in the surplus or deficit for the reporting period.

Derecognition

ICHC derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfer the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset transferred, or it neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control over the transferred asset.

Financial liabilities

ICHC s financial liabilities include accounts payable and other liabilities.

The amounts of each financial liability are quantified in the statement of financial position.

All financial liabilities are recognised at fair value (plus transaction cost for financial liabilities not at fair value through surplus or deficit) and are measured subsequently at amortised cost.

The Interchurch Council for Hospital Chaplaincy

Statement of Accounting Policies (continued)

Property, Plant and Equipment

Property, plant and equipment is recorded at cost or, in the case of donated assets, fair value at the date of receipt, less accumulated depreciation and impairment losses. Cost, or fair value, includes those costs that relate directly to bringing the asset to the location where it will be used and making sure it is in the appropriate condition for its intended use.

Property, plant and equipment acquired with individual values less than \$1,000 are not capitalised, they are recognised as an expense in the Statement of Comprehensive Revenue and Expenditure.

Gains and losses on disposals (i.e. sold or given away) are determined by comparing the proceeds received with the carrying amounts (i.e. the book value). The gain or loss arising from the disposal of an item of property, plant and equipment is recognised in the Statement of Comprehensive Revenue and Expenditure.

Depreciation

Property, plant and equipment is depreciated over their useful lives on a diminishing value basis. Depreciation is reported as an expense in the Statement of Comprehensive Revenue and Expenditure.

Depreciation rates used are:

Furniture and equipment:	16 - 40% Diminishing value
Information and communication technology:	50% Diminishing value
Otago Assets	50% Diminishing value

Intangible assets

Computer software acquired by the ICHC is capitalised on the basis of the costs incurred to acquire and bring to use the specific software. Costs associated with subsequent maintenance or licensing of software are recognised as an expense in the Statement of Comprehensive Revenue and Expenditure when incurred.

Computer software licences with individual values under \$1,000 are not capitalised, they are recognised as an expense in the Statement of Comprehensive Revenue and Expenditure when incurred.

The carrying value of software is amortised on a diminishing value basis over its useful life. An amortisation rate of 50% per annum diminishing value is applied. The amortisation charge for each period and any impairment loss is recorded in the Statement of Comprehensive Revenue and Expenditure.

Impairment of property, plant, and equipment and intangible assets

Property, plant, and equipment and intangible assets held at cost that have a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable service amount. The recoverable service amount is the higher of an asset's fair value less costs to sell and value in use.

Value in use is determined using an approach based on either a depreciated replacement cost approach, restoration cost approach, or a service units approach. The most appropriate approach used to measure value in use depends on the nature of the impairment and availability of information.

If an asset's carrying amount exceeds its recoverable service amount, the asset is regarded as impaired and the carrying amount is written down to the recoverable amount. The total impairment loss is recognised in the Statement of Comprehensive Revenue and Expenditure. The reversal of an impairment loss is recognised in the Statement of Comprehensive Revenue and Expenditure.

Revenue Received in Advance

Revenue received in advance relates to funding received where there are unfulfilled obligations for the ICHC to provide services in the future. The funding is recorded as revenue as the obligations are fulfilled and the funding is earned.

Employee Entitlements

Employee benefits that are due to be settled within 12 months after the end of the period in which the employee renders the related service are measured based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date, annual leave earned to but not yet taken at balance date.

Income Tax

ICHC 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.

The Interchurch Council for Hospital Chaplaincy Statement of Accounting Policies (continued)

Goods and Services Tax (GST)

The financial statements have been prepared on a GST exclusive basis, with the exception of Accounts Receivable and Accounts Payable which are stated as GST inclusive.

Services received in-kind

From time to time the ICHC and in particular the regional chaplaincy services and support receives services in-kind, including the time of volunteers. The ICHC has elected not to recognise services in-kind in the Statement of Comprehensive Revenue and Expenditure as the value of the service cannot be reliably measured.

The Interchurch Council for Hospital Chaplaincy

Notes to the Financial Statements

Revenue from Exchange Transactions

1 Government Grants

	2022	2021
	Actual	Actual
	\$	\$
Ministry of Health	3,408,542	3,408,542
District Health Board Funding	539,832	501,930
Total Government Funding	<u>3,948,374</u>	<u>3,910,472</u>

2 Church Funds

	2022	2021
	Actual	Actual
	\$	\$
Diocese Funds	511,511	541,220
Church Group Donations	172,896	156,370
Total Church Funds	<u>684,407</u>	<u>697,590</u>

Revenue from Non-Exchange Transactions

3 Donations

	2022	2021
	Actual	Actual
	\$	\$
Donations	198,549	187,423
Donations -Bequests	-	5,077
Total Donations	<u>198,549</u>	<u>192,500</u>

4 Other Revenue

	2022	2021
	Actual	Actual
	\$	\$
Grants Received	60,349	55,718
Local Service Groups Funds Introduced	-	-
Other Income	44,906	50,079
Total Other Income	<u>105,255</u>	<u>105,797</u>

The Interchurch Council for Hospital Chaplaincy

Notes to the Financial Statements

5 Employee Related Costs

	2022 Actual \$	2021 Actual \$
Chaplains Salaries	4,306,534	3,919,815
Administration Salaries	282,601	422,794
Other Employee Expenses	208,164	270,715
Total Employee Related Costs	<u>4,797,299</u>	<u>4,613,324</u>

6 Cash and Cash Equivalents

	2022 Actual \$	2021 Actual \$
Bank Accounts ICHC		
ANZ Bank		
Bank	1,130,620	1,456,092
EFTPOS Accounts	9,578	7,401
Various Term Deposits	-	-
Total Bank Accounts ICHC	<u>1,140,198</u>	<u>1,463,493</u>
ICHC Cash and Equivalents	<u>1,140,198</u>	<u>1,463,493</u>
Cash Due from LSP's		
Bank Accounts due on Consolidation of LSGs	5,111	4,921
Total Cash & Cash equivalents due from LSGs	<u>5,111</u>	<u>4,921</u>
Total Cash & Cash equivalents	<u>1,145,309</u>	<u>1,468,414</u>

The Interchurch Council for Hospital Chaplaincy

Notes to the Financial Statements

7 Accounts Receivable

	2022 Actual \$	2021 Actual \$
Accounts Receivable from Exchange Transactions	1,057,260	16,749
	<u>1,057,260</u>	<u>16,749</u>

8 Prepayments

	2022 Actual \$	2021 Actual \$
Prepayments (Insurance in Advance)	9,053	3,030
	<u>9,053</u>	<u>3,030</u>

The Interchurch Council for Hospital Chaplaincy

Notes to the Financial Statements

9 Property, Plant and Equipment

2022

	Cost/valuation 1 July 2021	Accumulated depreciation and impairment charges 1 July 2021	Carrying amount 1 July 2021	Current year additions	Current year disposals at cost/valuation	Current year depreciation/ impairment	Accumulated depreciation of disposals	Revaluation surplus/ (deficit)	Cost/valuation 30 June 2022	Accumulated depreciation and impairment charges 30 June 2022	Carrying amount 30 June 2022
Office Furniture/Equipment	14,513	9,779	4,734			712			14,513	10,491	4,022
Information and Communication Technology	67,063	62,765	4,297	15,207		6,464			82,270	69,229	13,041
LSG Assets - Otago	3,790	3,671	119			59			3,790	3,730	60
Total Property, Plant and Equipment	85,366	76,215	9,150	15,207		7,235			100,573	83,450	17,123

2021

	Cost/valuation 1 July 2020	Accumulated depreciation and impairment charges 1 July 2020	Carrying amount 1 July 2020	Current year additions	Current year disposals at cost/valuation	Current year depreciation/ impairment	Accumulated depreciation of disposals	Revaluation surplus/ (deficit)	Cost/valuation 30 June 2021	Accumulated depreciation and impairment charges 30 June 2021	Carrying amount 30 June 2021
Office Furniture/Equipment	14,513	8,920	5,593			859			14,513	9,779	4,734
Information and Communication Technology	65,069	60,397	4,671	3,388	1,394	2,369			67,063	62,766	4,297
LSG Assets - Otago	3,790	3,553	237			118			3,790	3,671	119
Total Property, Plant and Equipment	83,372	69,840	10,501	3,388		3,346			85,366	76,216	9,150

The Interchurch Council for Hospital Chaplaincy

Notes to the Financial Statements

10 Intangible Assets

	2022	2021
	Actual	Actual
	\$	\$
Software Cost		
Balance at 1 July	48,008	46,318
Current year additions	-	1,690
Balance at 30 June	<u>48,008</u>	<u>48,008</u>
Accumulated amortisation and impairment losses		
Balance at 1 July	45,931	45,544
Amortisation charge for the year	1,039	387
Balance at 30 June	<u>46,970</u>	<u>45,931</u>
Software carrying value at 30 June	<u>1,038</u>	<u>2,077</u>

11 Accounts Payable

	2022	2021
	Actual	Actual
	\$	\$
Accounts Payable	28,006	27,578
Accruals	23,076	23,965
GST Payable (Refund Due)	134,982	(3,021)
	<u>186,064</u>	<u>48,522</u>

12 Revenue Received in Advance

	2022	2021
	Actual	Actual
	\$	\$
Alpine Presbytery	-	667
Anglican Diocese of Nelson	-	1,000
DHB	3,871	1,667
	<u>3,871</u>	<u>3,334</u>

The Interchurch Council for Hospital Chaplaincy

Notes to the Financial Statements

13 Employee Entitlements

	2022	2021
	Actual	Actual
	\$	\$
Annual Leave	373,451	334,281
Wages Payable	132,225	109,083
Locum Provision (Refreshment Leave)	50,976	50,976
Total Employee Entitlements	<u>556,652</u>	<u>494,340</u>

14 Capital Commitments and Operating Leases

Capital Commitments

There were no capital commitments at the reporting date.

Operating leases as lessee

The future aggregate minimum lease payments to be paid under non-cancellable operating leases are as follows:

	2022	2021
	Actual	Actual
	\$	\$
Non-cancellable operating leases as lessee		
Not later than one year	76,180	-
Later than one year, not later than five years	82,528	228,540
Later than five years	-	-
Total Non-cancellable operating leases as lessee	<u>158,708</u>	<u>228,540</u>

ICHC leases building premises, housing the national office and office equipment (mainly a photocopier) under operating leases. The details of the leases are as follows:

The national office leases premises in Wellington with a final expiry date of 31 July 2024. There are no further rights of renewal. The building lease cost is shared equally with the Prison Chaplaincy Service

The Interchurch Council for Hospital Chaplaincy

Notes to the Financial Statements

15 Contingencies

Contingent Assets

There are no Contingent Assets as at 30 June 2022 (2021: \$nil).

Contingent Liabilities

There are no further contingent liabilities that haven't already been disclosed as at 30 June 2022 (2021: \$nil). There are no unfulfilled conditions and other contingencies attached to Ministry of Health Funding.

ICHC has a payroll letter of credit with ANZ in favour of iPayroll Limited for \$156,000 to cover the payroll direct debit (2021: \$156,000). The letter of credit is the subject of a guarantee by ICHC however ANZ does not hold any security for this facility.

16 Related Party Transactions

There were no related party transaction during the year.

The Interchurch Council for Hospital Chaplaincy

Notes to the Financial Statements

17 Equity - Impact of Local Service Groups

	2022	2021
	Actual	Actual
	\$	\$
	<u> </u>	<u> </u>
Christchurch	299,420	246,384
Nelson	159,423	152,654
Marlborough	37,680	4,814
Otago	97,097	113,489
Southern Maori	8,019	8,019
Timaru	48,239	57,676
Southland	99,920	101,937
Capital & Coast	194,058	161,107
Hutt Valley	(65,695)	(49,382)
Palmerston North	438,382	365,688
Wairarapa	(33,688)	(28,078)
Hawke's Bay	239,578	229,750
Tairāwhiti	(89,305)	(41,792)
Taranaki	(68,003)	(34,981)
Whanganui	(62,295)	(42,809)
Waikato	127,576	211,792
Tauranga	(84,781)	(7,858)
Rotorua	28,779	12,422
Taupo	21,553	26,221
Whakatane	(80,482)	(36,566)
Auckland	156,620	175,222
Northland	150,121	180,999
Counties Manukau	254,783	168,146
Waitemata	(18,748)	32,076
Total LSG's addition to Equity	<u>1,858,247</u>	<u>2,006,926</u>

In 2017 the above LSG's have amalgamated with ICHC and each one has contributed their net assets to ICHC. The assets and liabilities for each LSG have been included within the respective assets and liabilities on the Statement of Financial Position. The net assets are recorded as a Special Reserve for the purpose of supporting the operations within the original LSP region only.

The Interchurch Council for Hospital Chaplaincy

Notes to the Financial Statements

18 Remuneration

Key Management Personnel

Key Management Personnel of ICHC includes the Chief Executive officer. The total amount paid to the Chief Executive Office and related parties excluding reimbursements was:

	2022	2021
	Actual	Actual
	\$	\$
Salaries and Other Short-term employee benefits	128,400	132,000
Number of FTE	1	1
Total Key Management Personnel	<u>128,400</u>	<u>132,000</u>

19 Financial Instruments

The carrying amount of financial assets and liabilities in each of the financial instrument categories are:

	2022	2021
	Actual	Actual
	\$	\$
Cash and Receivables		
Cash and Cash Equivalents	1,140,198	1,463,493
Cash Due on Amalgamation of LSGs	5,111	4,921
Accounts Receivable	1,057,260	16,749
Total Cash and Receivables	<u>2,202,569</u>	<u>1,485,163</u>
Financial Liabilities measured at amortised costs		
Accounts Payable	51,082	51,543
Total Financial Liabilities measured at amortised cost	<u>51,082</u>	<u>51,543</u>

20 Three Month Contingency Funding

ICHC aims to provide sufficient funds to be able to meet three months' prior notice undertaking to each Chaplain if ICHC is unable to obtain suitable contracts from the health sector to continue as a separate Chaplaincy service. This threshold has been met in the current year.

The Interchurch Council for Hospital Chaplaincy

Notes to the Financial Statements

21 Events after Balance Date

On 30 January 2020, the spread of novel coronavirus (COVID-19) was declared a public health emergency by the World Health Organisation. Related travel and trade restrictions have caused disruption to business and economic activity throughout New Zealand and the world.

The Trustees will continue to monitor the impact of COVID-19 on ICHC. Should this public health emergency continue for a prolonged period of time this may have the potential to have an adverse financial impact on ICHC (for example through loss of revenue, impairment of receivables, etc).

Regardless, the trustees maintain the view that ICHC will continue to operate as a going concern











2022 Financial Statements - ICHC - dated

Final Audit Report

2022-10-14

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