

**St Peters Church - Fish Hoek**

**Reformed Evangelical Anglican Church Of South Africa (REACH SA)**

**ANNUAL FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2017**

## St Peters Church - Fish Hoek

Reformed Evangelical Anglican Church Of South Africa (REACH SA)  
Annual Financial Statements for the year ended 31 December 2017

### INDEX

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The reports and statements set out below comprise the annual financial statements presented to the church council:

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## St Peters Church - Fish Hoek

Reformed Evangelical Anglican Church Of South Africa (REACH SA)

Annual Financial Statements for the year ended 31 December 2017

### GENERAL INFORMATION

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<b>Legal Name</b>	Church of England in South Africa	
<b>Trading Name</b>	Reformed Evangelical Anglican Church Of South Africa (REACH SA)	
<b>Address of Registered Office</b>	PO Box 185 Gillitts 3603	
<b>Address of Church</b>	107a Nelson Road Fish Hoek 7975	
<b>Principal Nature of Business</b>	Preach and teach the Gospel of Jesus Christ crucified and resurrected	
<b>Church Council</b>	Anderson M Beukes D Walmsley A French C Beukes M McClarty A Harding A Pickering J Badach M Louw J	Senior Pastor Rector's Warden Peoples' Warden Treasurer Secretary & PA to Senior Pastor
<b>Other Senior Staff / Workers</b>	Savides S Pienaar C Gibson G Morrison J Anderson B Pienaar M Henrico C Caris C Laubscher E	Assistant Pastor Assistant Pastor Music & Youth Curate Children & Families Co-ordinator Assistant Children's Worker Apprentice Office Administrator Assistant office administrator
<b>Church Bankers</b>	Standard Bank	
<b>Public Benefit Organisation (PBO) number</b>	9,078,996,148	
<b>Annual Financial Statements prepared by</b>	R C Ferguson	

## St Peters Church - Fish Hoek

Reformed Evangelical Anglican Church Of South Africa (REACH SA)  
Annual Financial Statements for the year ended 31 December 2017

### STATEMENT OF CHURCH COUNCIL RESPONSIBILITIES AND APPROVAL

The church council are required to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the church as at the end of the financial year and the results of its operations and cash flows for the year then ended.

The annual financial statements are not specifically prepared in accordance with any accounting framework, but rather consistent with appropriate accounting policies as detailed in this set of financial statements. The accounting policies have been consistently applied and supported by reasonable and prudent judgement.

The church council is of the opinion that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The church council is aware that the financial statements reflect liabilities that exceed current assets and has obtained support from the main loan funders that their loans will not be recalled until the church is in a position to replace such funding with alternate funding. The church council is implementing cost savings, restricting expenditure and examining ways in which to increase giving in order to restore the church to a financially secure position.

The annual financial statements set out on pages 4 to 8 which have been prepared on the going concern basis were approved by the church council on 18th April 2017.

Senior Pastor



Name

MURRAY ANDERSON

Treasurer



Name

CRAIG FRENCH



# St Peters Church Fish Hoek

## Income Statement for the year ended 31st December 2017

		2017	2016
<b>Income:</b>			
Tithes and Offerings		3,437,481	2,827,366
Thank offerings		50,000	93,900
Interest		12,620	15,583
Other income		492,151	35,557
<b>Total Income</b>		<b>3,992,252</b>	<b>2,972,406</b>
<b>Expenditure:</b>			
<b>Income related:</b>			
REACH SA levy		343,747	282,735
Missions		239,800	282,735
	(a)	<b>583,547</b>	<b>565,470</b>
<b>Non-Income related:</b>			
Ministries		323,300	212,176
Employment		2,345,402	2,018,477
Apprentices		299,700	20,940
Administration		276,353	274,139
Property		125,148	142,023
Interest		17,810	27,084
Other		12,863	23,895
	(b)	<b>3,400,576</b>	<b>2,718,734</b>
<b>Total Expenditure (a+b)</b>		<b>3,984,123</b>	<b>3,284,204</b>
<b>Net Surplus (-Deficit)</b>		<b>8,129</b>	<b>-311,798</b>

## Balance Sheet as at 31st December 2017

### RETAINED (Own) FUNDS:

	2017	2016
Balance at beginning of the year	6,921,825	5,480,324
Surplus (-Deficit) for the year	8,129	-311,798
GROW Depreciation	-112,620	
Donation to cover 2016 deficit	350,000	
Member loan donated	250,000	
Transfer from Designated funds	0	1,753,299
Balance at end of the year	<b>7,417,334</b>	<b>6,921,825</b>

### Represented by:

Fixed assets		7,441,296	7,553,743
Bank balances and cash	1	31,719	0
Accounts receivable	2	67,612	3,582
Deposits made	3	6,000	6,000
<b>Total assets</b>		<b>7,546,627</b>	<b>7,563,325</b>
Loan finance	4	-42,211	-569,029
Bank overdraft	1	0	-1,038
Accounts payable	5	-87,082	-71,433
		<b>7,417,334</b>	<b>6,921,825</b>

### DESIGNATED FUNDS

312,804	424,898
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### Bank balances attributable to above

312,804	424,898
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**St Peters Church Fish Hoek**  
**Notes to the Financial Statements**  
**For the year ended 31st December 2017**

**Accounting Policies**

**A Presentation of Financial Statements**

The Financial Statements have been prepared to fairly present the results and financial position of the Church. They have been prepared on the historical cost basis, in South African Rands. They incorporate the principal accounting policies set out below and are consistent with the previous period.

**B Property, plant, furniture and equipment**

Property, plant, furniture and equipment are tangible items that:

- are held for use by the Church in the performance of its activities and / or for administrative purposes, and
- are expected to be used during more than one accounting period.

It is carried at cost less accumulated depreciation.

Properties are registered in the name of the Church of England in South Africa, trading as REACH SA.

Prior to the 2007 year, plant, furniture, equipment etc was written off on purchase via the Income Statement.

Depreciation is calculated using the straight-line method to write down the cost less estimated residual value over the expected useful life which is as follows:

Depreciation on the GROW Project is debited to Accumulated Funds as the GROW Project Income was originally credited directly to Accumulated Funds as neither were "Operating" expense / income items.

<b>Fixed Asset category</b>	<b>Average useful life</b>
Land and buildings	Indefinite
Audiovisual equipment	5 years
Audiovisual equipment - GROW Project	10 years
Furniture and fixtures	6 years
Furniture and fixtures - GROW project	15 years
Lighting, heating - GROW Project	10 years
Plant (Generator)	5 years
Office equipment	5 years
IT equipment	3 years

Gains and losses on disposal are determined by comparing the proceeds with the carrying amount and are recognised in profit and loss in the period of disposal.

**C Inventory**

No account is taken of unsold books on hand at year end as these are not material.

**D Revenue**

Revenue is recorded as and when received unless revenue is given and annotated with a specific financial year. Such revenue, if received in the current Financial year but annotated for the following Financial year, is excluded from Revenue in the current reporting year and shown as Revenue pre-paid in the Balance Sheet.

Conversely, such revenue received in the subsequent financial year but annotated for the current Financial year is recorded as Revenue in the current Financial year and accrued as Revenue due in the Balance Sheet.

Interest is recognised using the effective interest method.

# St Peters Church Fish Hoek

## DESIGNATED FUNDS

as at 31st December 2017

	Apprentice Fund	iThemba Pre-School	Soup Kitchen Reserve	Mercy Ministries	Youth / Mag Pastor	Missions Reserve	Earmarked Funds	Masi Bible School	Masi Church Plant	Kid's Ministry	Grow 2016	TOTAL DESIGNATED FUNDS
Balance at beginning of the year	87,456	0	-0	4,143	161,552	94,517	100	7,411	0	0	69,719	424,898
NEW FUNDS received	5,000	16,849	1,885		400,000		1,380			20,000	14,600	459,714
PAID OUT:												
Per column heading	-42,600	-8,368	-1,885	-3,317	-377,454		-1,380		-1,350		-40,454	-476,808
Transport	-3,000											-3,000
MISSION FUNDING:												
INPUT - Matched Rands from Tithes & Offerings						239,800						
Regular missionaries supported:												
AIM - Reyneke Jinx, Dawn 3,100pm						-37,200						
AIM - Swanepoel Grant, Loki 3,100pm						-37,200						
Explore Malawi (Via GWC) 2,000pm x 8						-16,000						
Happy Valley 450pm						-5,400						
Khayelitsha Ministries 2,000pm						-24,000						
Meyer, Cricket 1,900pm						-22,800						
OMF - Thomas, Rod & Glenda 3,100pm						-37,200						
Phillips, Greg & Carol 3,100pm						-37,200						
Lehane, Katleho 1,900pm						-22,800						
Total regular support paid						-239,800						
SPECIAL GIFTS												
AIM - Reyneke Jinx, Dawn						-10,000						-10,000
Explore Malawi (Via GWC)						-20,000						-20,000
Khayelitsha Ministries						-5,000						-5,000
Meyer, Cricket						-2,000						-2,000
OMF - Thomas, Rod & Glenda						-8,000						-8,000
Phillips, Greg & Carol						-5,000						-5,000
Malawi Pre school						-25,000						-25,000
Phillips, Greg & Carol						-15,000						-15,000
Lehane, Katleho						-2,000						-2,000
TRANSFERS												
Reallocating Masi Church Plant from App	-41,856								41,856			0
Balance at the end of the year	5,000	8,481	0	826	184,098	2,517	100	7,411	40,506	20,000	43,865	312,804

## St Peters Church Fish Hoek

### Notes to the Balance Sheet as at 31st December 2017

#### 1 Bank balances and cash

Standard Bank - Current account  
Cash on hand  
Petty Cash

Less: Attributable to Designated Funds

2017
335,439
3,864
5,220
344,523
-312,804
<b>31,719</b>

2016
402,286
20,305
1,269
423,860
-424,898
<b>-1,038</b>

#### 2 Accounts receivable

Elvanto prepaid (To 30 November 2018)  
December Income received Jan 2018  
Advance to Church Plant Fund  
Insurance prepaid (To 31 March 2018)

13,948
27,000
17,970
8,694
<b>67,612</b>

0
0
3,582
<b>3,582</b>

#### 3 Deposits recoverable

BP Valley Motors (Fuel)  
Wortlegat Camp Deposit

5,000
1,000
<b>6,000</b>

5,000
1,000
<b>6,000</b>

#### 4 Loan Finance

REACH SA Prime less 1%, due Sept 2024  
Member #1 (Due 1 April 2016)  
Member #2 (30 Days Notice)  
Member #3 (Due 2018)

42,211
0
0
0
<b>42,211</b>

38,442
0
280,587
250,000
<b>569,029</b>

#### 5 Accounts payable

PAYE Control  
UIF Control  
REACH SA Income Levy Control  
2018 Tithes received in advance  
City of Cape Town Utilities Control  
Accruals

44,740
2,170
28,739
4,750
0
6,683
<b>87,082</b>

31,779
2,007
30,810
0
3,015
3,822
<b>71,433</b>

# St Peters Church Fish Hoek

## Fixed Assets

for the year ended 31st December 2017

### COST

Opening balance

#### Additions:

Alarm - final pmt

Offering boxes -Acrylic

Table - Welcome lounge

Laptop - C Pienaar

Fence at iThemba property

Closing Balance

Land & Buildings	Furniture & Fittings	Office Equipment	IT Equipment	Audio Visual	Generator	TOTAL
6,290,360	462,615	82,618	81,190	870,231	15,401	7,802,415
		6,900				6,900
	4,478					4,478
	4,250					4,250
			6,000			6,000
2,718						2,718
6,293,078	471,343	89,518	87,190	870,231	15,401	7,826,761

### ACCUMULATED DEPRECIATION

Opening balance

For the year

Depreciation Rate

Closing Balance

Land & Buildings	Furniture & Fittings	Office Equipment	Computer Equipment	Audio Visual	Generator	TOTAL
0	92,904	48,447	80,212	11,708	15,400	248,671
0	34,647	11,554	2,141	88,452	0	136,794
0.00%	16.67%	20.00%	33.33%	20.00%	20.00%	
0	127,551	60,001	82,353	100,160	15,400	385,465

### NET BOOK VALUE

Closing Balance

Land & Buildings	Furniture & Fittings	Office Equipment	Computer Equipment	Audio Visual	Generator	TOTAL
6,293,078	343,792	29,517	4,837	770,071	1	7,441,296

### Land and Buildings are made up of:

#### Church building

Erf 8816, 111 Nelson Road, Fish Hoek

Land July 1998 550,000

Building additions 2001 1,440,743

Building additions 2002 122,417

Foyer refurb, trellidor 2013 77,476

Palisade Fence 2014 130,248

New Hall 2014, 15 993,059

GROW - Stage, plaster 2016 472,439

**3,786,382**

#### Bradley House

Erf 17256, 109 Nelson Road, Fish Hoek

2003 675,000

Building additions 2009 266,000

Fencing, security gates 2011 9,679

More gates etc 2012 4,050

Burglar bars 2016 3,398

**958,127**

#### Church Offices

Erf 13415, 107A Nelson Road, Fish Hoek

2006 1,400,000

Improvements 2008, 2009, 2010 79,860

GROW - Garage to office 2016 65,990

iThemba back fence 2017 2,719

**1,548,569**

### Total Land & Buildings

**6,293,078**