

**AUSTRALIAN EVANGELICAL ALLIANCE INCORPORATED (AEA)****TREASURER'S REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018**

I am pleased to present the audited financial statements and highlight some activities during the 12 months from 1 July 2017 to 30 June 2018.

It has been an important year for AEA, as we have committed to coordinate some extra events, such as security training, mission matters on behalf of our member organisations and have created various networking opportunities. We have continued to engage and come alongside those exploring mission opportunities through ReachOut, Transition training, Activate and by promoting Mission Seek. The member care conference, which happens every two years was another successful event, creating space for networking, providing and sharing resources within the broader mission network. Another significant move in the current financial year, was to consolidate the financial information of all States with the MI National accounts.

The following information explains in detail the Statement of Profit or Loss and the Statement of Financial Position in the Annual Report.

Consolidating State accounts has resulted in high variances between the current and previous financial years.

	2018	2017
<b>Income for the year</b>	\$	\$
Donations and Grants	107,723	92,122
Events Income	328,744	74,437
Membership and Affiliation Fees	113,828	116,911
Other Income	48,568	23,730
	598,863	307,200
Other Revenue	511,807	-
	<b>1,110,670</b>	<b>307,200</b>
<b>Less Expenses</b>		
Conferences & Events	287,883	60,794
Employee expenses	164,437	150,185
Administration expenses	53,460	40,778
Seminars and meetings	6,153	6,223
Marketing and promotion	16,020	1,234
Professional fees	6,423	6,527
Occupancy expenses	10,532	5,493
Depreciation	629	282
Other expenses	20,544	11,166
	<b>566,081</b>	<b>282,682</b>
<b>Net Surplus</b>	<b>544,589</b>	<b>24,518</b>

### Income

Donations and Grants in the current year includes extra funding received for the launch and promotion of Mission Seek and financial support towards Aldinga Beach Retreat Centre, a ministry of Missions Interlink.

The increase in events income represents amalgamating events coordinated by other States, i.e. Transition Training, ReachOut and other retreats, totalling approx. \$140,000. Additionally MI has taken on security training (\$47,000) and Mission Matters (\$25,000) as some of the new initiatives. There was also a member care conference (\$42,000) in 2017/18, which happens every second year.

Other income includes interest income from other States and MI short term training income.

Other Revenue recognises the reserves & operations of MI NSW, Vic & WA for the first time this year, as AEA reports operations and financial information of all States as a consolidated national entity.

### Expenses

Conferences and events represent the cost of events, which is in line with the events income.

Employee expenses are staffing costs, which includes salaries, superannuation, work cover and other related staffing cost. 2017/18 includes extra cost for NSW state coordinator.

Administration costs include printing & stationary, IT expenses, postage and insurance costs. The variance between the two financials years is mainly extra costs relating to contracting admin & book keeping.

Seminars and meetings relate to costs for NLT and staff attendance at training/networking seminars.

Marketing & promotion costs are mainly for Mission Seek video production (\$8,500) and for NSW ReachOut & MIST (\$7,500).

Professional fees includes Mi national audit and consulting charges (\$5,723) and audit fees for Mi NSW (\$700).

Occupancy costs include ABR utility expenses and lease costs.

Other expense are mainly \$11,000 for Ministry Development, contributions/donations to State Branches and other ministries such as Belgrave Heights convention (MIV); Mission Seek expenses \$2,500; bank charges \$2,000; & NSW publication (Prayer calendar \$1,620);

### Net Surplus

In summary the consolidated results shows that the income from the year's operations was \$544,589 more than the expenses. This surplus has been added to the equity. Please refer to the Statement of Equity detailing the distribution to the various reserves.

### Statement of Financial Position (Balance Sheet)

Increase in total assets is again due to consolidating all States.

Cash reserves is set aside in secure term notes, amounting to \$383,278.

Prepayments include advance payment (venue deposits) for events such as Transition Training, Re-entry, Security training, MI Conference etc.

Trade and other payables mainly include fees received in advance: \$14,000 Re-entry, \$15,000

Transition training, \$22,000 MI Conference, and accrued expenses of nearly \$22,000.

Employee benefits are accrued amounts for long service & annual leave of staff.

Net assets/Equity of AEA at 30 June 2018 was \$685,632. This equity consists of various State reserves and funds set aside for training and ministry initiatives as explained in Notes 12 & 13 to the Financial Statements.

### Summary

The Annual report including the financial statements have been prepared to meet the reporting requirements of the Australian Charities and Not-for-profits Commission Act 2012.

The Board of the Association has considered the Financial Report and resolved that it provides a true and fair view of the Association's financial position for the year ended 30 June 2018, and that there are reasonable grounds to believe that the Association is in a position to pay its debts when payable.

The financial statements were audited by independent auditors, Renshaw Dawson & Lang. An unqualified Audit Report is attached.

I recommend that the Annual Financial Report of the Australian Evangelical Alliance Incorporated for the year ended 30 June 2018 be accepted by the members of the Association at the Annual General Meeting.

On behalf of the Board of Management I would like to extend my sincere thanks to Pam Thyer for her oversight of the operations and finances during the 2017/18 financial year and to Avy Vitasa for her continued commitment and excellent work faithfully serving the Association as Ministry Assistant & Bookkeeper.

Sandra Punithan  
Treasurer

26<sup>th</sup> October 2018