



AUDITED FINANCIAL REPORT FOR THE
YEAR ENDED 30 SEPTEMBER 2024

CITY ON A HILL

ABN 43 292 063 559

THE CITY ON A HILL AUTHORISED ANGLICAN CONGREGATIONS IN
THE DIOCESE OF MELBOURNE

CITY ON A HILL

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WARDEN'S REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2024

The Wardens present their report on City on a Hill for the financial year ended 30 September 2024.

General information

City on a Hill is an Authorised Anglican Congregation and is a registered charity under the Australian Charities and Not-for-profit Commission.

Objectives

To establish, govern and support the City on a Hill Authorised Anglican Congregations within the Anglican Diocese of Melbourne, and to contribute to the Diocesan mission of making the word of God fully known.

Office-holders

The names of the wardens of City on a Hill Authorised Anglican Congregations in the Anglican Diocese of Melbourne in office at any time during the year are:

Ryan Hansen	Warden (to 11 December 2023)
Richard Jackson	Warden
Matthew Leung	Warden (from 11 December 2023)
Rachel Saravanamuthu	Warden

Auditor's independence declaration

The auditor's independence declaration for the year ended 30 September 2024 has been received and can be found on Page 4 of the financial report.

Signed in accordance with a resolution of the Finance Committee:



Richard Jackson
Warden



Matthew Leung
Warden

25 November 2024

AUDITORS INDEPENDENCE DECLARATION TO THE WARDENS AND MEMBERS OF CITY ON A HILL

I declare that, to the best of my knowledge and belief, during the year ended 30 September 2024, there have been no contravention of the auditor's independence requirements as set out in the code of professional conduct in relation to the audit


Saward Dawson


Jeffrey Tulk
Partner

Blackburn, VIC

Dated: 9 December 2024

CITY ON A HILL

STATEMENT OF PROFIT & LOSS AND OTHER
COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 SEPTEMBER 2024

	Note	2024 \$	2023 \$
Revenue from continuing operations	2	4,681,221	4,337,659
Other income		79,471	43,097
Total Revenue and Other Income		4,760,692	4,380,756
Ministry programs		405,873	300,367
Central ministry & operations funding		926,026	816,771
Church planting contributions		131,143	-
Depreciation expense		219,714	199,570
Occupancy		391,264	396,739
Operations		129,731	137,983
Other expenses		12,148	7,641
Partnerships		171,111	205,786
Staffing		2,213,553	2,042,409
Superannuation		234,537	225,034
Total Expenditure		4,835,100	4,332,300
Operating Surplus (Deficit)		(74,408)	48,456
Other Comprehensive Income for the Year		-	-
Total Comprehensive Income for the Year		(74,408)	48,456

CITY ON A HILL

STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2024

	Note	2024 \$	2023 \$
Assets			
Current Assets			
Cash and cash equivalents	3	817,091	1,013,654
Trade and other receivables	4	113,078	71,141
GST receivable	5	45,826	43,751
Prepayments	6	31,253	29,388
Financial assets	7	62,500	62,500
Total Current Assets		1,069,748	1,220,434
Non-current Assets			
Property, plant and equipment	8	594,761	432,514
Right of use assets	9	348,567	452,151
Related-entity loans	10	800,000	800,000
Other non-current assets	11	66,672	66,672
Total Non-current Assets		1,810,000	1,751,337
Total Assets		2,879,748	2,971,771
Liabilities			
Current Liabilities			
Trade and other payables	12	135,472	86,928
Employee benefits	13	335,558	284,545
Lease liability	14	110,860	99,729
Unearned revenue	15	53,058	58,814
Total Current Liabilities		634,948	530,016
Non-Current Liabilities			
Employee benefits	13	7,386	19,073
Lease liability	14	309,454	420,314
Total Non-Current Liabilities		316,840	439,387
Total Liabilities		951,788	969,403
Net Assets		1,927,960	2,002,368
Equity			
Current year earnings (deficit)		(74,408)	48,456
Retained earnings		2,002,368	1,953,912
Total Equity		1,927,960	2,002,368

CITY ON A HILL

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 SEPTEMBER 2024

	Retained Earnings	Total Equity
	\$	\$
Balance at 1 October 2022	1,953,912	1,953,912
Surplus (deficit) for the year	48,456	48,456
Balance at 30 September 2023	<u>2,002,368</u>	<u>2,002,368</u>

	Retained Earnings	Total Equity
	\$	\$
Balance at 1 October 2023	2,002,368	2,002,368
Surplus (deficit) for the year	(74,408)	(74,408)
Balance at 30 September 2024	<u>1,927,960</u>	<u>1,927,960</u>

CITY ON A HILL

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 SEPTEMBER 2024

	Note	2024 \$	2023 \$
Cash flows from operating activities:			
Receipts from donations, events and other income		4,711,424	4,420,333
Payments to suppliers and employees		(4,506,037)	(4,054,044)
Interest received		2,911	1,824
Net cash generated from operating activities	17	208,298	368,113
Cash flows from investing activities:			
Payment for property, plant and equipment		(278,710)	(98,266)
Proceeds from financial assets		-	28,172
Payment for financial assets		-	(12,500)
Net cash used in investing activities		(278,710)	(82,594)
Cash flows from financing activities:			
Payment for inter-entity loan		-	(800,000)
Repayment of leases		(126,151)	(124,229)
Net cash generated/(used) in financing activities		(126,151)	(924,229)
Net increase (decrease) in cash held		(196,563)	(638,710)
Cash on hand at beginning of the financial year		1,013,654	1,652,364
Cash on hand at the end of the financial year	3	817,091	1,013,654

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2024

The financial statements were authorised for issue on 25 November 2024 by the wardens of City on a Hill.

1 Summary of Material Accounting Policies

Basis of Preparation

The wardens have prepared the financial statements on the basis that the entity is a non-reporting entity because there are no users who are dependent on its general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared to meet the requirements of the Anglican Diocese of Melbourne Parish Governance Act 2013. The entity is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

Statement of Compliance

The financial statements have been prepared in accordance with the recognition and measurement requirements specified by all applicable Australian Accounting Standards (except as noted below), and the disclosure requirements of AASB 101 Presentation of Financial Statements, AASB 107 Statement of Cash Flows, AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors and AASB 1054 Australian Additional Disclosures.

These financial statements are the stand alone financial report for the entity.

Accounting Policies

a Revenue

Service or Event Income

Funds received in advance for services or events are recognised as deferred revenue until such time where the performance obligation has been provided or completed.

Interest income

Interest income is recognised using the effective interest method.

All revenue is stated net of the amount of goods and services tax.

Revenue from the sale of goods or services are recognised on the delivery of the goods or service to the customer. Revenue from royalties is recognised as it accrues.

NOTES TO THE FINANCIAL STATEMENTS *CONTINUED*

FOR THE YEAR ENDED 30 SEPTEMBER 2024

1 Summary of Material Accounting Policies *Continued*

b Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Entity, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed Asset Class	Depreciation Rate
Audio & video equipment	20%
Buildings & leasehold improvements	10-14%
Furniture & fittings	14%
Computer equipment	33%
Other equipment	10%

c Leases

The Entity as a lessee

At inception of a contract, the Entity assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the Entity where the Entity is a lessee. However, all contracts that are classified as short-term leases (ie a lease with a remaining lease term of 12 months or less) and leases of low-value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Initially, the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the Entity uses the incremental borrowing rate.

NOTES TO THE FINANCIAL STATEMENTS *CONTINUED*

FOR THE YEAR ENDED 30 SEPTEMBER 2024

1 Summary of Material Accounting Policies *Continued*

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options;
- lease payments under extension options, if the lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date, as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset, whichever is the shortest. Where a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Entity anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

d Impairment of Assets

At the end of each reporting period, the Entity reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in profit or loss.

Where the assets are not held primarily for their ability to generate net cash inflows – that is, they are specialised assets held for continuing use of their service capacity – the recoverable amounts are expected to be materially the same as fair value.

Where it is not possible to estimate the recoverable amount of an individual asset, the Entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Where an impairment loss on a revalued individual asset is identified, this is recognised against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

NOTES TO THE FINANCIAL STATEMENTS *CONTINUED*

FOR THE YEAR ENDED 30 SEPTEMBER 2024

1 **Summary of Material Accounting Policies** *Continued*

e **Employee Provisions**

Short-term employee provisions

Provision is made for the Entity's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries, fringe benefits, and annual leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

Other long-term employee provisions

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date.

Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss as part of employee provisions expense.

The Entity's obligations for long-term employee benefits are presented as non-current employee provisions in its statement of financial position, except where the Entity does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current employee provisions.

f **Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is stated independently on the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities, which are recoverable from or payable to the ATO, are presented as operating cash flows included in receipts from customers or payments to suppliers.

g **Income Tax**

No provision for income tax has been raised as the Entity is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

NOTES TO THE FINANCIAL STATEMENTS *CONTINUED*

FOR THE YEAR ENDED 30 SEPTEMBER 2024

1 **Summary of Material Accounting Policies** *Continued*

h **Provisions**

Provisions are recognised when the Entity has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

i **Comparative Figures**

Where required by Accounting Standards, comparative figures have been adjusted to conform with changes in presentation for the current financial year.

When the Entity retrospectively applies an accounting policy, makes a retrospective restatement or reclassifies items in its financial statements, a third statement of financial position as at the beginning of the preceding period, in addition to the minimum comparative financial statements, must be disclosed.

j **Critical Accounting Estimates and Judgements**

Those charged with governance make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - Impairment of property, plant and equipment

The Entity assesses impairment at the end of each reporting period by evaluating conditions specific to the Entity that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Key estimates - Provisions

As described in note 1(h), provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

NOTES TO THE FINANCIAL STATEMENTS *CONTINUED*

FOR THE YEAR ENDED 30 SEPTEMBER 2024

1 Summary of Material Accounting Policies *Continued***Key judgements - Employee benefits**

For the purpose of measurement, AASB 119: *Employee Benefits* defines obligations for short-term employee benefits as obligations expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service. The Entity expects most employees will take their annual leave entitlements within 24 months of the reporting period in which they were earned, but this will not have a material impact on the amounts recognised in respect of obligations for employees' leave entitlements.

Key judgements – Performance obligations under AASB 15

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature/-type, cost/-value, quantity and the period of transfer related to the goods or services promised.

Key judgements - Lease term and option to extend under AASB 16

The lease term is defined as the non-cancellable period of a lease together with both periods covered by an option to extend the lease if the lessee is reasonably certain to exercise that option; and also periods covered by an option to terminate the lease if the lessee is reasonably certain not to exercise that option. The options that are reasonably going to be exercised is a key management judgement that the Entity will make. The Entity determines the likelihood to exercise the options on a lease-by-lease basis, looking at various factors such as which assets are strategic and which are key to future strategy of the Entity.

2 Revenue

	2024	2023
	\$	\$
Giving	4,356,164	4,063,966
Grants - other	198,510	231,323
Event entry	126,547	42,370
	<u>4,681,221</u>	<u>4,337,659</u>

'Grants – other' include non-government grants received towards discipleship programs, digital ministry and church planting, including contributions towards active church planting on the Surf Coast and Whittington and training future planters.

3 Cash and cash equivalents

Cash at bank	817,091	1,011,957
Unbanked cash	-	1,697
	<u>817,091</u>	<u>1,013,654</u>

CITY ON A HILL

NOTES TO THE FINANCIAL STATEMENTS *CONTINUED*

FOR THE YEAR ENDED 30 SEPTEMBER 2024

4	Trade and other receivables		
		2024	2023
		\$	\$
	Trade receivables	81,270	63,545
	Interest receivable	414	1,041
	Other receivables	31,394	6,555
		<u>113,078</u>	<u>71,141</u>
5	GST receivable		
	GST receivable	45,826	43,751
		<u>45,826</u>	<u>43,751</u>
6	Prepayments		
	Prepaid venue expense	19,195	19,210
	Prepaid office rent expense	10,687	10,178
	Prepaid software expense	1,371	-
		<u>31,253</u>	<u>29,388</u>
7	Financial assets		
	Term deposits	62,500	62,500
		<u>62,500</u>	<u>62,500</u>

CITY ON A HILL

NOTES TO THE FINANCIAL STATEMENTS *CONTINUED*

FOR THE YEAR ENDED 30 SEPTEMBER 2024

8 Property, plant and equipment

a) Carrying amounts at balance date

	2024	2023
	\$	\$
Audio & video equipment at cost	229,472	221,308
Less accumulated depreciation	(145,392)	(110,373)
	<u>84,080</u>	<u>110,935</u>
Building & leasehold improvements at cost	357,826	195,566
Less accumulated depreciation	(91,547)	(66,669)
	<u>266,279</u>	<u>128,897</u>
Furniture & fittings at cost	317,250	225,268
Less accumulated depreciation	(130,077)	(97,266)
	<u>187,173</u>	<u>128,002</u>
Computer equipment at cost	98,859	93,161
Less accumulated depreciation	(82,511)	(64,022)
	<u>16,348</u>	<u>29,139</u>
Other equipment at cost	76,425	66,415
Less accumulated depreciation	(35,544)	(30,874)
	<u>40,881</u>	<u>35,541</u>
	<u>594,761</u>	<u>432,514</u>

NOTES TO THE FINANCIAL STATEMENTS *CONTINUED*

FOR THE YEAR ENDED 30 SEPTEMBER 2024

8 Property, plant and equipment *continued*

b) Movement in carrying amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Audio & Video Equipment \$	Building & Leasehold Improvements \$	Furniture & Fittings \$	Computer Equipment \$	Other Equipment \$	Total \$
2024						
Balance at the beginning of the year	110,935	128,897	128,002	29,139	35,541	432,514
Additions at cost	8,761	150,991	91,982	5,697	10,010	267,441
Work in progress	-	11,269	-	-	-	11,269
Disposals	(333)	-	-	-	-	(333)
Depreciation expense	(35,283)	(24,878)	(32,811)	(18,488)	(4,670)	(116,130)
Carrying amount at the end of the year	<u>84,080</u>	<u>266,279</u>	<u>187,173</u>	<u>16,348</u>	<u>40,881</u>	<u>594,761</u>

9 Right of use assets

	2024 \$	2023 \$
Non-current		
Right of use assets	677,236	677,236
Less accumulated depreciation	(328,669)	(225,085)
Total non-current right of use asset	<u>348,567</u>	<u>452,151</u>
AASB 16 related amounts recognised in the statement of profit or loss		
Depreciation charge related to right-of-use assets	103,584	103,584
Interest expense on lease liability	26,422	31,728
Short term leases expenses	246,845	277,682

10 Related-entity loans

Related-entity loans	<u>800,000</u>	<u>800,000</u>
	<u>800,000</u>	<u>800,000</u>

Related-entity loans are held for the purposes of preserving the value of surplus funds held within the City on a Hill Movement by investing these funds into term deposits. Term deposits are held in City on a Hill Movement Ltd to consolidate the administration and management of these deposits.

NOTES TO THE FINANCIAL STATEMENTS *CONTINUED*

FOR THE YEAR ENDED 30 SEPTEMBER 2024

11 Other assets

	2024 \$	2023 \$
Non-current		
Office bonds and security deposits	66,672	66,672
	<u>66,672</u>	<u>66,672</u>

12 Trade and other payables

Trade payables	122,710	75,500
Accrued expenses	12,662	11,428
Other payables	100	-
	<u>135,472</u>	<u>86,928</u>

13 Employee benefits

Current		
Annual leave entitlement	217,500	189,556
Long service leave entitlement	116,941	88,704
Fringe benefits	1,117	6,285
Total current employee benefits	<u>335,558</u>	<u>284,545</u>
Non-current		
Long service leave entitlement	7,386	19,073
Total non-current employee benefits	<u>7,386</u>	<u>19,073</u>
Total employee benefits	<u>342,944</u>	<u>303,618</u>

14 Lease liability

Leases maturity analysis

The following table sets out the maturity analysis of lease liabilities.

Minimum Repayments		
Not later than one year	131,437	126,150
Later than one year and not later than five years	334,989	430,556
Later than five years	-	35,871
Total minimum payments	<u>466,426</u>	<u>592,577</u>
Less finance charges	(46,112)	(72,534)
Present value of minimum payments	<u>420,314</u>	<u>520,043</u>

NOTES TO THE FINANCIAL STATEMENTS *CONTINUED*

FOR THE YEAR ENDED 30 SEPTEMBER 2024

15 Unearned revenue

	Note	2024 \$	2023 \$
Event fees received in advance		53,058	58,814
		53,058	58,814

16 Events after the end of the Reporting Period

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Entity, the results of those operations or the state of affairs of the Entity in future financial years.

17 Cashflow information

Reconciliation of result for the year to cashflows from operating activities

Surplus/(Deficit) for the year	(74,408)	48,456
Non-cashflows in profit:		
Depreciation of property, plant & equipment	219,714	199,570
Interest on lease liabilities	26,422	31,728
Loss on sale of property, plant & equipment	333	2,454
Changes in assets and liabilities:		
Net change in trade and other receivables	(41,937)	(8,603)
Net change in GST receivable	(2,075)	(11,631)
Net change in prepayments	(1,865)	(24,369)
Net change in trade and other payables	48,544	48,002
Net change in employee benefits	39,326	23,692
Net change in unearned revenue	(5,756)	58,814
Cash generated by operating activities	208,298	368,113

18 Contingencies

The Entity did not have any contingent liabilities and contracted commitments as at 30 September 2024

NOTES TO THE FINANCIAL STATEMENTS *CONTINUED*

FOR THE YEAR ENDED 30 SEPTEMBER 2024

19 Related Party Transactions

The City on a Hill Authorised Anglican Congregations (AACs) benefits from and contributes to the ministry of the City on a Hill Movement for the furtherance of its shared missional objectives. This includes various transactions to enhance the effectiveness of local ministry through the provision of shared centralised ministry and operations services. Below is a list of all material related party transactions (other than key management personnel remuneration) that City on a Hill has entered into during the 2024 financial year.

Central Ministry & Operations Funding:

City on a Hill AACs makes contributions to City on a Hill Movement Ltd and its controlled entities to support local ministry and operations including administration, legal & compliance, communications, conferences, finance, information technology (including software requirements), human resources, leadership oversight, children's and youth ministries.

Total expense in 2024: \$926,026 (2023: \$816,771).

Church Planting Fund Contributions:

City on a Hill AACs makes contributions to City on a Hill Movement Ltd to support the planting of new churches, including in the Anglican Diocese of Melbourne.

Total expense in 2024: \$131,143 (2023: \$0).

Church Planting & Other Grant Contributions:

City on a Hill Movement made contributions to City on a Hill AACs to fund church planting and other ministry efforts within the Anglican Diocese of Melbourne.

Total income in 2024: \$178,510 (2023: \$231,323).

Staffing Recharges:

City on a Hill Movement and its controlled entities made contributions to the City on a Hill AACs relating to shared staff costs based on the time contribution of employees, ensuring fair recharges between entities. These costs relate to roles with multiple portfolios and differ from Central Ministry & Operations Funding.

Total staffing recharges lowering staffing expenses in 2024: \$210,812 (2023: \$153,594).

Office Recharges:

City on a Hill Movement and its controlled entities made contributions to the City on a Hill AACs relating to shared office space and lease expenses.

Total office recharges lowering occupancy expenses in 2024: \$38,280 (2023: \$38,280).

NOTES TO THE FINANCIAL STATEMENTS *CONTINUED*

FOR THE YEAR ENDED 30 SEPTEMBER 2024

Digital & Communications Reimbursements

City on a Hill AACs reimbursed City on a Hill Movement Ltd in relation to costs incurred for City on a Hill AAC churches digital and communications expenses.

Total digital and communications reimbursements increasing ministry programs expenses in 2024: \$14,049 (2023: \$0).

Trade Receivables & Trade Payables

City on a Hill AACs trade receivables includes a balance in 2024 of \$69,603 (2023: \$59,903) owed by City on a Hill Movement and its controlled entities.

City on a Hill AACs trade payables includes a balance in 2024 of \$85,186 (2023: \$52,145) payable to City on a Hill Movement and its controlled entities.

20 Statutory information

The registered office of the Entity is:
10 Ievers Terrace, CARLTON VIC 3053

The principal place of business is:
10 Ievers Terrace, CARLTON VIC 3053

21 Auditor's remuneration

Auditor remuneration for the year ended 30 September 2024 covered the annual audit of City on a Hill. The audit fee for this entity totalled \$6,500 and was incurred and paid for by City on a Hill Movement Limited on behalf of City on a Hill.

RESPONSIBLE PERSONS' DECLARATION

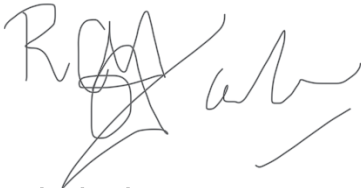
FOR THE YEAR ENDED 30 SEPTEMBER 2024

In the opinion of the wardens of City on a Hill, the entity is not a reporting entity, and that special purpose financial statements should be prepared in accordance with the material accounting policies as outlined in note 2 to the financial statements. City on a Hill is an Authorised Anglican Congregation in the Anglican Diocese of Melbourne. This financial report is presented in accordance with the Anglican Diocese of Melbourne Parish Governance Act 2013.

The wardens of the entity declare that:

1. The financial statement and notes, as set out herein, are prepared in accordance with the requirements of the Anglican Diocese of Melbourne Parish Governance Act 2013; and
 - a) Comply with Australian Accounting Standards as stated in Note 1 to the financial statements;
 - b) Present a true and fair view of the Entity's financial position as at 30 September 2024 and its performance for the year ended on that date is recorded in accordance with the accounting policies described in Note 1 to the financial statements; *and*
2. In the warden's opinion, there are reasonable grounds to believe that the entity is able to pay its debts, as and when they fall due.

This declaration is made in accordance with a resolution of the Finance Committee.



Richard Jackson
Warden



Matthew Leung
Warden

25 November 2024

INDEPENDENT AUDITOR'S REPORT TO THE CHURCH WARDENS AND MEMBERS OF CITY ON A HILL

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of City on a Hill (the Church), which comprises the statement of financial position as at 30 September 2024, the statement of profit and loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies, and the responsible entities' declaration.

In our opinion, the accompanying consolidated financial report of City on a Hill is in accordance with the requirements of the Anglican Diocese of Melbourne Parish Governance Act 2013, including:

- (i) giving a true and fair view of the Group's financial position as at 30 September 2024 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Group in accordance with the auditor independence and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of *Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Basis for Accounting

We draw attention to Note 2 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Church wardens' financial reporting responsibilities. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

INDEPENDENT AUDITOR'S REPORT TO THE CHURCH WARDENS AND MEMBERS OF CITY ON A HILL

Church Wardens' Responsibility for the Financial Report

The Church wardens of the Church are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 2 to the financial report is appropriate to meet the requirements of the wardens and is appropriate to meet the needs of the members. The Church wardens' responsibility also includes such internal control as the Church wardens determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In preparing the financial report, the Church wardens are responsible for assessing the church'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 Church wardens intend to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is 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 Australian Auditing Standards 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 economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the entity.
- Conclude on the appropriateness of the entity's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.

**INDEPENDENT AUDITOR'S REPORT TO THE CHURCH WARDENS AND MEMBERS OF CITY ON
A HILL**

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.


Saward Dawson


Jeffrey Tulk
Partner

Blackburn, VIC
Dated: 9 December 2024