**Treasurer's report to the Annual General Meeting 2021**

*An all-round increase in wealth threatened the destruction – indeed in some sense was the destruction - of a hierarchical society.* George Orwell ‘*Nineteen Eighty-Four’*

The 2020/201 financial year saw some changes. The new Treasurer began her role, but still with the help of the previous Treasurer. The Financial Adviser retired and so a new Adviser was appointed. Plus, there was a significant bequest of $1 million.

Attached to this report is an extract from the draft Accounts for the year. Asset values wait confirmation from the Auditor. The Audited Accounts will be available prior to the AGM, and I can send a copy to anyone who is interested.

The principle financial issues were as follows:

1. **Investment Income:** Our basic investment income is much higher than in previous years. This was mainly because some of our managed investments sold assets and booked realised capital gains which were then distributed as income. The bequest was mainly on deposit so did not add significantly to investment income this year. It is now invested.
2. **General Fund:** The General Fund had a deficit of $9,434 which was the return to Regional Meetings of the government Covid grant. Otherwise, the fund is in good shape.
3. **Other Funds:** The Yearly Meeting in July was via zoom, so costs were kept to a minimum. The fund has a positive balance at the end of the year and required only a small allocation in the budget to restore it to $15,000.

The Sanctuary Management Fund has now recovered to just over $80,000.00.

The Thanksgiving Fund received a bequest of $1m. This has been invested and the money is available to be distributed to approved applications.

Each year the investment earnings are distributed among the various Funds and over the last 5 years the average rate has been 6% pa.

1. **Assets** The Balance Sheet shows the values of our assets valued on 30 September 2021. There has been a significant increase in the values of the Sanctuary and the managed funds.
2. **Carbon offset payments:** For the year just ended Yearly Meeting asked us to set aside $1,125 to be sent to Greenfleet.
3. **Membership of the Finance Committee** has changed. It consists of Roger Sawkins as ex-officio treasurer, QRM, Peter Williams, VRM, Ray Brindle, VRM, Robin Walpole, TRM, Steve Smith, TRM.

**Part B: for consideration:**

1. Acceptance of this Treasurer’s report and the Annual Accounts, the audited version of which should be available at the AGM.
2. Reappointment of A.H. Jackson & Co. as our Auditors for the 2021/2022 financial year.

Jane Drexler, AYM Treasurer, November 2021

**These summarised Accounts are prior to audit**

**Draft Balance Sheet at 30 September 2021**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **30 Sept. 2019** | **30 Sept. 2020** |  |  | **30 Sept. 2021** |
| **$.cc** | **$.cc** |  |  | **$.cc** |
|  |  |  | **Assets** |  |
| 326,550.01 | 257,677.34 |  | Current assets | 288,124.68 |
| 58,000.00 | 58,000.00 |  | Other fixed interest | 58,000.00 |
| 627,487.13 | 733,428.04 |  | Shares & Trusts | 1,672,741.67 |
| 1,400,000.00 | 1,400,000.00 |  | Property | 2,000,000.00 |
| **2,412,037.14** | **2,449,105.38** |  | **Total Assets** | **4,018,866.35** |
|  |  |  |  |  |
|  |  |  | **Liabilities** |  |
| 0.00 | 0.00 |  | Loans | 0.00 |
| 5,782.16 | 8,250.80 |  | Due to other Quaker organisations | 6,745.65 |
| 404.20 | 0.03 |  | GST and other liabilities | 0.00 |
| **6,186.36** | **8,250.83** |  | **Total Liabilities** | **6,745.65** |
|  |  |  |  |  |
| **2,405,850.78** | **2,440,854.55** |  | **Net Assets** | **4,012,120.70** |
|  |  |  |  |  |
|  |  |  | **Administration Funds** |  |
| 60,902.44 | 80,808.45 |  | General Fund | 71,374.83 |
| 6,061.90 | 11,976.71 |  | Annual Meeting Fund | 12,694.13 |
| -529.40 | 9,071.44 |  | Travel Fund | 15,692.44 |
| 335,259.19 | 344,469.69 |  | Reserve Fund | 285,856.69 |
| 77,301.28 | 81,999.09 |  | Movement in investment values | 147,093.86 |
| **478,995.41** | **528,325.38** |  |  | **532,711.95** |
|  |  |  | **Other Funds** |  |
| 162,782.30 | 173,063.40 |  | Peace & Social Justice Fund | 163,584.30 |
| 18,977.46 | 19,314.46 |  | Earthcare Fund | 20,111.46 |
| 21,385.85 | 12,734.83 |  | First Nations Concerns Fund | 9,364.12 |
| 131,866.87 | 81,757.47 |  | Thanksgiving - Current | 1,032,430.37 |
| 92,011.00 | 92,011.00 |  | Thanksgiving - Capital | 92,011.00 |
| 29,220.06 | 37,517.37 |  | Quaker Learning Australia | 41,984.37 |
| 9,220.87 | 4,910.08 |  | Publications Fund | 6,181.41 |
| 4,960.67 | 5,321.28 |  | Friends in Stitches Fund | 7,981.27 |
| 13,736.96 | 20,417.16 |  | Children & JYF Fund | 24,550.25 |
| 1,137.00 | 1,125.00 |  | Carbon Offsets Fund | 1,125.00 |
| 1,400,000.00 | 1,400,000.00 |  | Sanctuary at valuation | 2,000,000.00 |
| 41,556.33 | 64,357.12 |  | Sanctuary Management | 80,085.20 |
| **1,926,855.37** | **1,912,529.17** |  |  | **3,479,408.75** |
|  |  |  |  |  |
| **2,405,850.78** | **2,440,854.55** |  | **Total Equity** | **4,012,120.70** |

 **Draft** **Income and Outgo of all Funds for the year ended 30 September 2021**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Amount at** |  |  | **Amount** |
|  | **beginning** | **Income** | **Outgo** | **at end** |
|  | **$.cc** | **$.cc** | **$.cc** | **$.cc** |
| **Administration Funds** |  |  |  |  |
| General Fund | 80,808.45 | 149,329.74 | -158,763.36 | 71,374.83 |
| Annual Meeting Fund | 11,976.71 | 3,160.00 | -2,442.58 | 12,694.13 |
| Travel Fund | 9,071.44 | 6,621.00 | 0.00 | 15,692.44 |
| Reserve Fund | 344,469.69 | 23,572.00 | -82,185.00 | 285,856.69 |
| Movement in investment values | 81,999.09 | 85,094.77 | -20,000.00 | 147,093.86 |
|  |  |  |  |  |
|  | **528,325.38** | **267,777.51** | **-263,390.94** | **532,711.95** |
|  |  |  |  |  |
| **Other Funds** |  |  |  |  |
| Peace & Social Justice Fund | 173,063.40 | 13,700.90 | -23,180.00 | 163,584.30 |
| Earthcare Fund | 19,314.46 | 1,797.00 | -1,000.00 | 20,111.46 |
| First Nations Concerns Fund | 12,734.83 | 4,429.29 | -7,800.00 | 9,364.12 |
| Thanksgiving Fund - Current | 81,757.47 | 1,021,536.90 | -70,864.00 | 1,032,430.37 |
| Thanksgiving Fund - Capital | 92,011.00 | 0.00 | 0.00 | 92,011.00 |
| Quaker Learning Australia Fund | 37,517.37 | 6,627.00 | -2,160.00 | 41,984.37 |
| Publications Fund | 4,910.08 | 19,965.86 | -18,694.53 | 6,181.41 |
| Friends in Stitches Fund | 5,321.28 | 4,529.16 | -1,869.17 | 7,981.27 |
| Children & JYF Fund | 20,417.16 | 20,417.04 | -16,283.95 | 24,550.25 |
| Carbon Offsets Fund | 1,125.00 | 0.00 | 0.00 | 1,125.00 |
| The Sanctuary | 1,400,000.00 | 600,000.00 | 0.00 | 2,000,000.00 |
| Sanctuary Management | 64,357.12 | 36,981.74 | -21,253.66 | 80,085.20 |
|  |  |  |  |  |
|  | **1,912,529.17** | **1,729,984.89** | **-163,105.31** | **3,479,408.75** |
|  |  |  |  |  |
| **Total Funds** | **2,440,854.55** | **1,997,762.40** | **-426,496.25** | **4,012,120.70** |
|  |  |  |  |  |
| **Held on behalf of other Quaker organisations** |  |  |  |
| FWCC Asia/West Pacific | 2,835.39 | 2,200.00 | -2,835.39 | 2,200.00 |
| FWCC World | 1,832.01 | 2,300.00 | -2,897.01 | 1,235.00 |
| FWCC QUNO | 2,190.40 | 2,905.00 | -3,165.40 | 1,930.00 |
| Woodbrooke | 120.00 | 140.00 | -120.00 | 140.00 |
| Pendle Hill | 110.00 | 20.00 | -110.00 | 20.00 |
| Australian Young Friends | 553.00 | 340.00 | -553.00 | 340.00 |
| Friends Fellowship of Healing | 50.00 | 0.00 | -50.00 | 0.00 |
| Friends Peace Teams | 560.00 | 880.65 | -560.00 | 880.65 |
|  |  |  |  |  |
|  | **8,250.80** | **8,785.65** | **-10,290.80** | **6,745.65** |
|  |  |  |  |  |
|  | Note: The Sanctuary was revalued to $2m in the year |  |

**Draft** **General Fund Account for the year ended 30 September 2021**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Actual** | **Actual** |  |  |  |  |
| **2018/19** | **2019/20** |  | ***Budget*** | **Actual** | ***Budget 2021/22*** |
| **$.cc** | **$.cc** |  | ***$.cc*** | **$.cc** | ***$.cc*** |
|  |  | **Income** |  |  |  |
| 171,400.00 | 177,600.00 | Regional Meeting Quotas | *153,620* | 153,700.00 | *156,000* |
| 3,825.79 | 2,665.62 | Investment Income | *3,000* | 5,529.39 | *3,000* |
| 0.00 | 15,000.00 | Other | *-15,000* | -9,899.65 | *-5,000* |
| **175,225.79** | **195,265.62** | **Total General Fund Income** | ***141,620*** | **149,329.74** | ***154,000*** |
|  |  |  |  |  |  |
|  |  | **Outgo** |  |  |  |
|  |  | **Salaries and fees** |  |  |  |
| 54,787.25 | 56,129.00 | Secretary's Salary | *57,850* | 59,399.72 | *57,850* |
| 5,204.76 | 5,332.24 | Superannuation | *5,500* | 5,720.45 | *5,800* |
| 639.84 | 728.13 | Workers Compensation | *750* | 711.65 | *800* |
|  |  | Outreach Coordinator | *7,000* | 4,790.00 | *7,750* |
| 4,897.27 | 4,900.00 | Auditors fees | *5,000* | 6,300.00 | *6,500* |
| **65,529.12** | **67,089.37** |  | ***76,100*** | **76,921.82** | ***78,700*** |
|  |  | **Office Expenses** |  |  |  |
| 727.42 | 1,242.16 | Office Supplies/Materials | *7,500* | 1,292.43 | *7,500* |
| 5,198.95 | 3,614.62 | Printing and photocopying |  | 3,403.85 |  |
| 770.82 | 94.67 | Postage |  | 314.02 |  |
| 1,407.60 | 1,821.80 | Telephone |  | 1,641.80 |  |
| 2,052.05 | 195.15 | Computer |  | 50.00 |  |
| 0.00 | 0.00 | Internet |  | 0.00 |  |
| 7,800.00 | 7,800.00 | Rent | *7,800* | 7,800.00 | *7,800* |
| **17,956.84** | **14,768.40** |  | ***15,300*** | **14,502.10** | ***15,300*** |
|  |  | **Travel** |  |  |  |
| 9,000.00 | 6,600.00 | Yearly Meeting Travel | *-100* | -100.00 | *0* |
| 0.00 | 0.00 | Young Friends allocation | *0* | 0.00 | *0* |
| 8,000.00 | 18,000.00 | Travel Fund | *6,000* | 6,000.00 | *0* |
| **17,000.00** | **24,600.00** |  | ***5,900*** | **5,900.00** | ***0*** |
|  |  | **Other expenses** |  |  |  |
| 18,000.00 | 12,000.00 | Publications Fund subsidy | *18,000* | 18,000.00 | *23,000* |
| 4,000.00 | 7,000.00 | Yearly Meeting subsidy | *3,000* | 3,000.00 | *2,500* |
| 13,081.78 | 13,517.44 | P/L Insurance | *10,000* | 7,581.19 | *8,000* |
| 0.00 | 0.00 | Officer expenses | *250* | 0.00 | *0* |
| 633.67 | 541.40 | Subscriptions | *500* | 855.25 | *500* |
| 1,843.00 | 1,843.00 | National Council of Churches | *1,900* | 1,843.00 | *1,900* |
| 19,426.98 | 20,555.00 | Committee expenses | *15,500* | 15,000.00 | *1,000* |
|  |  | Children & JYF subsidy |  |  | *12,000* |
| 17.46 | 45.00 | Bank & other charges | *50* | 40.00 | *50* |
| **57,002.89** | **55,501.84** |  | ***49,200*** | **46,319.44** | ***48,950*** |
|  |  | **Donations** |  |  |  |
| 1,700.00 | 1,700.00 | Silver Wattle | *1,900* | 1,900.00 | *1,900* |
| 2,000.00 | 2,000.00 | FWCC World | *2,250* | 2,250.00 | *2,250* |
| 4,000.00 | 4,000.00 | FWCC A/W Pacific | *4,500* | 4,500.00 | *4,500* |
| 3,000.00 | 3,000.00 | QUNO | *3,500* | 3,500.00 | *3,500* |
| 850.00 | 850.00 | Woodbrooke | *935* | 935.00 | *935* |
| 850.00 | 850.00 | Pendle Hill | *935* | 935.00 | *935* |
| 1,000.00 | 1,000.00 | Friends Peace Teams | *1,100* | 1,100.00 | *1,100* |
| **13,400.00** | **13,400.00** |  | ***15,120*** | **15,120.00** | ***15,120*** |
|  |  |  |  |  |  |
| **170,888.85** | **175,359.61** | **Total General Fund outgo** | ***161,620*** | **158,763.36** | ***158,070*** |
|  |  |  |  |  |  |
| **4,336.94** | **19,906.01** | **Excess of Income over Outgo** | ***-4,920*** | **-9,433.62** | ***-4,070*** |
|  |  |  |  |  |  |
| **56,565.50** | **60,902.44** | **Balance at beginning of year** |  | **80,808.45** | ***71,375*** |
|  |  |  |  |  |  |
| **60,902.44** | **80,808.45** | **Balance at end of year** |  | **71,374.83** | ***67,305*** |
|  |  |  |  |  |  |
| "Other income" is the Federal Government Covid 19 assistance which was transferred to RMs in 2020/21 |

**Draft Assets at 30 September 2021**

|  |  |  |
| --- | --- | --- |
|  |  | $.cc |
| Bank accounts | (1) | 288,124.68 |
| Term deposits | (2) | 200,000.00 |
| Loan to Friends School |   | 58,000.00 |
| Aust Ethical Investments Trusts | (3) | 733,033.98 |
| Praemium investment portfolio | (4) | 622,074.82 |
| Preference Shares | (5) | 317,632.87 |
| The Sanctuary @ Valuation in 2021 |   | 2,000,000.00 |
| **Total Assets** |  | **$4,018,866.35** |
|   |   |  |
| **Liabilities** |  |  |
| Interest-free loans from Friends |   | $0.00  |
| Due to other Quaker organisations |   | $6,405.00  |
| Amounts due to/from others |   | $687.15 |
| **Total Liabilities** |  | **$6,745.65**  |
|   |   |  |
| **Net Assets** |  | **$4,012,120.70** |

Notes:

(1) The bank accounts earn interest on the balances

(2) All term deposits mature within 12 months.

(3) Australian Ethical Investments are in their "Balanced" and "Small companies" trusts

(4) Praemium is a portfolio of ordinary shares in ethical companies.

(5) A portfolio of preference shares in ethical companies.

(3) to (5) are at market value at 30 September 2021.