

NORTHEASTERN EVANGELICAL LUTHERAN CHURCH IN SOUTH AFRICA (NELCSA)

FINANCIAL STATEMENTS

31 December 2022

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The Trustees

NORTHEASTERN EVANGELICAL LUTHERAN CHURCH IN SOUTH AFRICA

www.bdj.co.za

REPORT ON FINANCIAL STATEMENTS

We have audited the Balance Sheet as at 31 December 2022, as set out on page 5 as well as the Income and Expenditure Account for the year then ended, as set out on pages 3 and 4 of the attached financial statements of the **NORTHEASTERN EVANGELICAL LUTHERAN CHURCH IN SOUTH AFRICA**.

We did not audit any other statements, notes or schedules included in the financial statements, and do not express any opinion on it, as it is for internal use only.

Trustee's Responsibility for the Financial Statements

The church's trustees are responsible for the preparation of the financial statements in accordance with the church's own accounting policies to satisfy the financial information needs of the trustees, and for such internal control as the trustees determines necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these parts of the financial statements subject to our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the applicable sections of the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement in the applicable sections of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the church's preparation and fair presentation of the applicable sections in the financial statements 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 church's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by trustees, as well as evaluating overall presentation.

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



Emphasis of Matter

In common with similar organizations, it is not feasible for the organization to institute accounting controls over income and other receipts prior to initial entry in the accounting records. Accordingly our audit was restricted to accounting records presented to us.

Opinion

Accounts receivable from Congregations amounts to R 1 346 351. Due to the fact that Congregations normally do not have contractual or fixed income and mainly rely on collections and donations for income, there will always be uncertainty about their ability to repay such amounts. It is therefore not possible for us to report on the collectability of such amounts.

We can also not report on internal allocations such as fund structures, asset allocation to specific funds as well as amounts due between such structures.

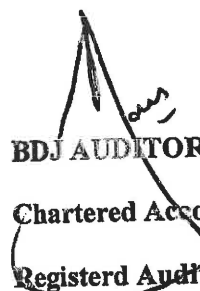
In our opinion, except for the possible effects of the matters mentioned above, the Balance Sheet as at 31 December 2022, as well as the Income and Expenditure Account for the year then ended, fairly present, in all material aspects, the financial performance of the church for the year ended 31 December 2022.

Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention to the fact that the financial statements were prepared in accordance with the church's own accounting policies to satisfy the financial information needs of the trustees.

We also draw attention to the fact that supplementary information set out on pages 7 to 13 of the financial statements are presented as additional information for purpose of use by the trustees. We have not audited this information and accordingly do not express an opinion thereon.

As a result, the financial statements may not be suitable for another purpose.



BDJ AUDITORS INCORPORATED
Chartered Accountants (SA)
Registered Auditors

J.C. Jonck CA (SA) RA

Director

14/04/2022



NELCSA

Northeastern Evangelical Lutheran Church
in South Africa
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PBO 930006651

10 February 2023

REPORT OF THE CHURCH COUNCIL

Northeastern Evangelical Lutheran Church in South Africa

[Formerly known as EVANGELICAL LUTHERAN CHURCH IN SOUTHERN AFRICA (N-T)]

The Church Council submits the annual financial statements for the twelve months ended.

31st December 2022 and reports as follows:

STATEMENT OF RESPONSIBILITY

The Church Council is responsible for the maintenance of adequate accounting records and the preparation and integrity of the financial statements and related information. The auditors are responsible to report on the fair presentation of the financial statements. The financial statements have been prepared in accordance with the accepted accounting practice appropriate to the Church.

The Church Council is also responsible for the Church's system of internal financial control. These are designed to provide reasonable, but not absolute, assurance as to the reliability of the financial statements, and to adequately safeguarding and maintaining accountability of assets, and to prevent and detect misstatement and loss. Nothing has come to the attention of the Church Council to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the year under review.

The financial statements have been prepared on the *going concern basis*, since the Church Council has every reason to believe that the Church has adequate resources in place to continue operation for the foreseeable future.

CHURCH COUNCIL

The following members acted on the Church Council during the year 2022:

Mr. Henning Springer (President of Synod)

Dr. Horst Müller

Mr. Theodor Jäckel

Mr. Vernon Filter (Treasurer)

Ms. Ann Mokhine

Ms. Petra Röhrs

Prof. Dr. Friedeburg Wenhold

Mr. Johann Engelbrecht

Mr. Dieter Küsel

Mr. Udo Lütge

Dr. Detlev Tönsing

ANNUAL FINANCIAL STATEMENTS

The annual financial statements set out on pages 3 to 15 fully reflect the results of the Church's operations during the year under review and have been approved by the Church Council and hereby signed on its behalf.


Bishop


Treasurer

Northeastern Evangelical Lutheran Church in South Africa

Financial Results-Income and Expenditure

Pastors In Service

Month out of 12

	2022	2022	2021
	Budget YTD	Actual YTD	Actual
Total Congregation Invoiced	16 850 741	17 169 834	17 059 701
Vacancy Adjustment	(2 497 431)	(4 097 347)	(3 067 987)
Bad Debt Written off	0	(172 800)	(103 386)
Contributions -Youth Pastor	163 005	163 005	100 414
Total Nett Income	14 516 315	13 062 692	13 988 742
Cost to Company Pastors	14 516 315	12 832 023	14 264 812
Salaries - Pastors in Service	14 216 315	12 537 223	12 788 590
NELCSA Medical Post Retirement Fund	-	-	5 292 797
Property reserve Allocation for Medical Fund	-	0	(4 238 630)
Transfer Cost	200 000	200 000	400 000
Continuing Professional Development /Pastors Conference	100 000	94 800	22 055
Net Pastors In Service	0	230 669	(276 069)

Nett Church Running Costs

	2022	2022	2021
	Budget YTD	Actual YTD	Actual
Bishop [CTC and Housing]	1 043 039	1 015 288	969 396
Remuneration-Bishop	659 234	615 702	589 826
Vehicle replacement Provision	75 000	84 432	84 432
Bishop Housing & Maintenance Cost	308 806	315 154	295 138
Traveling and Accommodation	337 109	307 577	191 627
General	16 878	23 376	-
Overseas Furlough	40 000	-	-
Synods	60 000	60 000	65 000
Church Council	120 000	132 576	71 623
Meetings and Accommodation	25 000	22 564	5 617
Motor Vehicles Expenses	75 232	69 061	49 387
Office Cost	1 010 624	980 600	840 353
Printing and Stationery	5 932	5 850	5 224
Communications	37 910	25 184	23 302
Purchases, Repairs and Maintenance of Office Equipment	36 432	27 782	265
Audit Fees	50 091	47 495	46 115
Bank Charges	30 000	22 924	20 469
Rental/Rates	98 400	81 317	25 389
Insurance	18 014	8 546	9 251
Software Licenses	-	44 760	21 905
Sundries/Legal Costs	10 000	550	1 686
Office Salaries	723 844	716 192	686 747
Co-Worker Training	75 000		
Membership Fees	148 001	148 246	130 118
Circuits	283 628	283 628	267 573
Total Church Running Costs	2 897 401	2 735 339	2 399 067
Setoff Income	2 127 000	2 098 357	2 164 625
Self-Assessed NELCSA Contribution	750 000	721 882	771 261
Subsidies from E.K.D	1 377 000	1 352 475	1 393 364
Other Income-Admin DSM	-	24 000	-
Interest Allocation	0		
Nett Church Running Costs to be Recovered	770 401	636 982	234 442
Church Running Cost Contribution from Congregations	770 401	777 316	862 106
Excess/(Under Recovery)	0	140 334	627 663

Investment Income less Allocation-Investment Carry**Investment Income**

General Funds
 Medical Funds
 Hermannsburg Schule Pastor fund
INVESTMENT INCOME
 Interest on Arrears Accounts
 Interest on Loans and Money Market
 Gross Investment Income

Interest Allocation

General Funds
 Net Investment Carry after Allocation
 Medical Funds
 Hermannsburg Schule Pastor fund
 Net Investment Carry
 Average Investments per Balance Sheet
 %Return on total Investment

NELCSA**Summary of Income Statement Elements**

Pastors in Service
 Nett Church Running Costs
 Investment Income less Allocation-Investment Carry
 Subtotal
 Received Congregations Closing Down
 Allocation to other congregations
 Surplus Returned to Congregations
 Total

	2022	2022	2021
	Budget YTD	Actual YTD	Actual
General Funds	451 602	(1 420 494)	1 673 136
Medical Funds	1 149 373	(2 682 013)	3 189 146
Hermannsburg Schule Pastor fund	306 102	(772 910)	801 412
INVESTMENT INCOME	1 907 078	(4 875 417)	5 663 694
Interest on Arrears Accounts	0	40 268	13 453
Interest on Loans and Money Market	300 680	698 830	533 523
Gross Investment Income	2 207 758	(4 136 319)	6 210 670
Interest Allocation			
General Funds	(402 666)	(528 569)	(472 999)
Net Investment Carry after Allocation	1 805 092	(4 664 888)	5 737 672
Medical Funds	(1 149 373)	2 682 013	(3 189 146)
Hermannsburg Schule Pastor fund	(306 102)	772 910	(801 412)
Net Investment Carry	349 616	(1 209 965)	1 747 113
Average Investments per Balance Sheet	25 023 631	43 793 777	42 699 104
%Return on total Investment	8.82%	-9.44%	14.55%
	2022	2022	2021
	Budget YTD	Actual YTD	Actual
Pastors in Service	0	230 669	(276 069)
Nett Church Running Costs	0	140 334	627 663
Investment Income less Allocation-Investment Carry	349 616	(1 209 965)	1 747 113
Subtotal	349 616	(838 962)	2 098 707
Received Congregations Closing Down		138 904	500 000
Allocation to other congregations		(138 904)	(500 000)
Surplus Returned to Congregations		0	(1 000 004)
Total	349 616	(838 962)	1 098 703

Northeastern Evangelical Lutheran Church in South Africa

BALANCE SHEET AT

31 December 2022

CAPITAL

FUNDS AND RESERVES

Transient Funds

Hermannsburg Schule Reserve

Specific Reserves

LONGTERM PROVISION AND LIABILITES

NELCSA Medical Provision-Pensioners

CURRENT LIABILITIES

Account Payables and Provisions

Capital and Liabilities			
	<u>2022</u>	<u>%</u>	<u>2021</u>
	5 985 679	-12.3%	6 824 640
	20 428 868	0.1%	20 406 551
	5 496 268	11.6%	4 926 236
	4 393 769	-20.2%	5 502 679
	10 538 831	5.6%	9 977 635
	17 103 883	-17.4%	20 705 487
	1 312 868	-8.9%	1 440 649
	<u>44 831 299</u>	-9.2%	<u>49 377 327</u>

Assets			
	<u>2022</u>	<u>%</u>	<u>2021</u>
	370 600	-28.3%	516 689
	42 031 389	-7.7%	45 556 164
	7 083 215	-16.7%	8 503 710
	17 011 287	-17.8%	20 705 487
	4 394 633	-20.1%	5 503 543
	12 757 175	57.4%	8 106 982
	785 078	-71.3%	2 736 442
	42 031 389	-7.7%	45 556 164
	42 031 389	-7.7%	45 556 164
	5 496 268	11.6%	4 926 236
	14 932 601	-3.5%	15 480 314
	17 103 883	-17.4%	20 705 487
	4 498 637	1.2%	4 444 126
	2 429 309	-26.5%	3 304 475
	1 346 351	-31.0%	1 951 150
	1 082 536	-20.0%	1 352 656
	423	-36.8%	669
	<u>44 831 299</u>	-9.2%	<u>49 377 327</u>

TRUE

TRUE

Northeastern Evangelical Lutheran Church in South Africa
FUND AND PROJECT INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDING **31 December 2022**

Fund Income Statement

	<u>2022</u>	<u>2021</u>
Collections and donations	958 047	860 035
Church Music	104 965	67 833
Church Mission	445 364	399 145
Church Youth	175 065	184 486
Church Seniors/Old Age Homes	19 165	33 060
Theological Education	190 805	158 795
Deutsche Schule Hermannsburg /HMB Foundation	22 683	16 716
Other Fund Receipts	3 017 241	1 171 417
Church Music	0	69 652
Choir Association	9 496	10 684
Brass Band Association	43 590	483 526
Church Mission	0	0
Theological Education	55 697	21 700
Church Youth	65 203	132 980
Building Reserve Dolphin Coast	748 405	256 000
Building Reserve Church Office	55 928	0
Seafarers' Fund	1 855 367	0
Kailager	183 555	196 875
Total fund income	3 975 287	2 031 452
Project Expenditure	4 712 651	3 241 683
Church Music	0	0
Choir Association		
Brass Band Association	32 679	25 787
Church Mission	290 271	156 726
Church Youth	272 774	163 433
Church Seniors/Old Age Homes	43 293	11 016
Theological Education	317 334	265 828
Deutsche Schule Hermannsburg /HMB Foundation	19 543	23 383
Church Office write down	155 749	
Haus Kandaze	50 000	50 000
Building Reserve Dolphin Coast	360 000	360 000
Seafarers' Fund	1 642 191	628 215
Building Reserve -Northern Parish/Louise Trichart	2 766	2 929
Hermannsburg Schule Pastor fund	336 000	336 000
NELCSA Medical Provision	919 590	939 647
Kailager	270 460	278 718
Vehicle Reserve Fund	0	0
Nett Income and Expenditure in Funds and Projects	(737 364)	(1 210 232)
Transfer to/(from) Income Statement	(754 529)	6 475 932
Interest allocation	(2 926 354)	224 927
Net movement in Funds and Projects	(4 418 247)	5 490 628
Opening Balance of Funds and Projects	47 566 078	42 075 450
Closing Balance of Funds and Projects	43 147 831	47 566 078

FUNDS AND RESERVES FOR THE YEAR ENDED December 31, 2022	OPENING BALANCES	COLLECTIONS and DONATIONS	Other RECEIPTS and Provisions	INTEREST and INTERNAL ALLOCATIONS	PAYMENTS/ TRANSFERS	FROM/TO INCOME STATEMENT	CLOSING BALANCE
TRANSIENT							
Adult Age Homes	28 664	19 165	0	0	(43 293)	0	4 536
Church Youth Work	679 321	175 065	65 203	18 012	(272 774)	0	664 826
Youth Work - General	3 600	43 240	0	0	0	0	3 600
Youth Work - Northern Circuit	4 835	30 840	0	5 732	0	0	48 075
Youth Work - Central Circuit	49 670	100 985	0	12 280	(140 000)	0	80 510
Youth Work - K.Z.N.	202 781	0	65 203	16 919	(132 774)	0	169 498
Youth Work - K.Z.N. Hub	418 434	0	0	0	0	0	363 143
Church Music	378 424	104 965	9 496	16 393	(32 679)	0	500 307
Choir Association	39 437	0	43 590	92 777	(290 271)	0	48 933
Mass Band Association	471 185	0	55 697	10 213	(317 334)	0	498 489
Church Mission Fund	2 495 664	445 364	0	0	(19 543)	0	2 743 534
Church Educational	362 647	190 805	0	11 029	(1 642 191)	0	302 028
MB Foundation	2 795	22 683	0	35 376	0	0	5 935
Iconical Fund - Gossmann Trust	315 107	0	1 855 367	0	0	0	326 136
Refugees' Reserve	129 716	0	0	200 718	(2 618 086)	0	378 266
Refugee Fund	23 276	0	2 029 352	0	0	0	23 276
	4 926 236	958 047	0	200 718	(2 618 086)	0	5 496 268
UND SPECIFIC RESERVE							
Building Reserve Church Office	500 000	0	55 928	14 430	(155 749)	0	400 179
Building Reserve -Northern Parish	415 040	0	0	(772 910)	(2 766)	0	426 704
Ermanburg Schule Pastor fund	5 502 679	0	748 405	287 140	(336 000)	0	4 393 769
Building Reserve Dolphin Coast	7 815 581	0	0	24 087	(360 000)	84 432	8 491 125
Motor Vehicle Reserve	603 771	0	183 555	2 195	(270 460)	0	712 291
Ballager	120 481	0	0	0	(50 000)	0	35 771
aus Kandaze Reserve	522 761	0	987 888	(445 059)	(1 174 975)	84 432	472 761
	15 480 314	0	0	(445 059)	(1 174 975)	84 432	14 932 601
LONG TERM PROVISION AND LIABILITIES							
ELCSA Medical Provision-ensioners	7 543 620	0	0	(1 030 133)	(919 590)	0	5 593 898
ELCSA Medical Provision-Pastors Service	13 161 866	0	0	(1 651 880)	0	0	11 509 986
	20 705 487	0	0	(2 682 013)	(919 590)	0	17 103 883
	41 112 037	958 047	3 017 241	(2 926 354)	(4 712 651)	84 432	37 532 752
	6 454 040	0	0	0	(838 962)	0	5 615 079
	47 566 078	958 047	3 017 241	(2 926 354)	(4 712 651)	(754 529)	43 147 831
TOTAL DEDICATED RESERVES							
Retained Earnings							
TOTAL RESERVES							

Northeastern Evangelical Lutheran Church in South Africa

STATEMENT OF CASH FLOW FOR THE YEAR ENDING

	31 December 2022	
	<u>2022</u>	<u>2021</u>
Contributions	14 485 076	-5% 15 264 437
Pastors in Service	13 062 692	-7% 13 988 742
Church Running Cost	777 316	862 106
Interest on arrears Receivables	40 268	13 453
Movement in Account Receivable nett of Bad debts Written off	604 799	51% 400 136
Solidarity Receipts	721 882	-6% 771 261
Total Received from Congregations	15 206 958	-5% 16 035 698
Grants Received	1 352 475	-3% 1 393 364
Investment income per Income Statement	(4 176 587)	-167% 6 197 217
Sundry Income	24 000	#DIV/0! 0
Total Receipts	12 406 845	-47% 23 626 279
Total Household Expenditure	15 421 274	-8% 16 681 086
Pastors in Service	12 832 023	-10% 14 264 812
Bishop Costs	1 015 288	5% 969 396
Office Staff	716 192	4% 686 747
Travelling and Accommodation	307 577	61% 191 627
Office Costs	264 408	72% 153 605
Membership Fees	148 246	14% 130 118
Circuits	283 628	6% 267 573
New Church Office	(146 089)	17 207
Non-Cash flow items		
Movement in Accounts Payable	127 781	-136% (358 281)
Transfer to Vehicle Reserve	(84 432)	(84 432)
Transfer to Medical Liability	0	(5 292 797)
Transfer from Property Reserve	0	4 238 630
Total Expenses paid	15 464 622	2% 15 184 206
Surplus Returned to Congregations	0	(1 000 004)
Nett Operating cash flow	(3 057 777)	7 442 069
Fund and Project Receipts	3 975 287	96% 2 031 452
Fund and Project Expenses	(4 712 651)	45% (3 241 683)
Total Movement in Financial Funds for the year	(3 795 141)	6 231 838
Funds available at beginning of year	46 909 489	40 677 651
Bank and Cash	1 353 325	835 607
Financial Investments	45 556 164	39 842 043
Funds available at end of year	43 114 348	46 909 489
Funds available at end of year	43 114 348	46 909 489
Bank and Cash	1 082 959	1 353 325
Financial Investments	42 031 389	45 556 164
Balance	0	0

Northeastern Evangelical Lutheran Church in South Africa

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 December 2022

Immovable Property is not depreciated.

Motor Vehicles are written off on acquisition against the Motor Vehicle Reserve Fund to which annual provisions for replacements are transferred from Income Statement and other sources.

Other movable assets are written off either as current expenditure in the year of acquisition or, if funded from other sources, the source of such funding is reflected in the Financial Statements.

Funds accounting is employed.

Only the financial activities of the Central Administration of the Church are accounted for.

CAPITAL

	<u>2022</u>	<u>2021</u>
Fixed Property -Revaluation	370 600	370 600
Retained income	5 615 079	6 454 040
	<u>5 985 679</u>	<u>6 824 640</u>

INVESTMENTS General Funds

	Months 12			Months 12		
	<u>2022</u>			<u>2021</u>		
	Book Value	Market Value	Fair Value Adjustment	Book Value	Market Value	Fair Value Adjustment
PSG Wealth Global Creator Feeder Fund	3 395 355	3 354 385	(40 970)	3 395 355	4 161 697	766 342
PSG Moderate FoF	3 025 370	3 728 830	703 460	3 025 370	4 342 013	1 316 643
Closing Balance	<u>6 420 725</u>	<u>7 083 215</u>	<u>662 490</u>	<u>6 420 725</u>	<u>8 503 710</u>	<u>2 082 985</u>
	Total	Realised	Fair Value Adjustment	Total	Realised	Fair Value Adjustment
Income Statement						
Fair Value Adjustment	(1 346 846)		(1 346 846)	1 747 973		1 747 973
Management Cost	(73 648)	(73 648)		(74 837)	(74 837)	
	<u>(1 420 494)</u>	<u>(73 648)</u>	<u>(1 346 846)</u>	<u>1 673 136</u>	<u>(74 837)</u>	<u>1 747 973</u>
Annualised Return	-16.70%	-0.87%	-15.84%	24.49%	-0.88%	25.59%

INVESTMENTS Medical Funds

	<u>2022</u>			<u>2021</u>		
	Book Value	Market Value	Fair Value Adjustment	Book Value	Market Value	Fair Value Adjustment
PSG Wealth Income FoF (D)	1 142 422	1 258 189	115 767	2 154 609	2 189 316	34 707
PSG Wealth Global Flex FeedFundD	2 014 398	1 884 548	(129 849)	2 014 398	2 194 636	180 239
PSG Wealth Global Creator Feeder Fund	6 866 955	8 973 041	2 106 086	5 302 180	9 402 763	4 100 583
PSG Moderate FoF	3 117 983	4 895 509	1 777 526	3 117 983	4 938 022	1 820 039
Closing Balance	<u>13 141 757</u>	<u>17 011 287</u>	<u>3 869 530</u>	<u>14 589 116</u>	<u>20 705 487</u>	<u>6 116 371</u>
	Total	Realised	Fair Value Adjustment	Total	Realised	Fair Value Adjustment
Income Statement						
Fair Value Adjustment	(2 501 233)		(2 501 233)	3 341 661		3 341 661
Management Cost	(180 780)	(180 780)		(152 514)	(152 514)	
	<u>(2 682 013)</u>	<u>(180 780)</u>	<u>(2 501 233)</u>	<u>3 189 146</u>	<u>(152 514)</u>	<u>3 341 661</u>
Annualised Return	-12.95%	-0.87%	-12.08%	24.23%	-0.74%	25.39%

Hermannsburg Schule Pastor Fund

	2022			2021		
	Book Value	Market Value	Fair Value Adjustment	Book Value	Market Value	Fair Value Adjustment
Investment PSG Wealth	3 743 084	4 394 633	651 549	4 079 084	5 503 543	1 424 459
Income Statement	Total	Realised	Fair Value Adjustment	Total	Realised	Fair Value Adjustment
Pay-out received	336 000	336 000		336 000	336 000	
Fair Value Adjustment	(1 061 212)		(1 061 212)	517 587		517 587
Management Cost	(47 698)	(47 698)		(52 176)	(52 176)	
	<u>(772 910)</u>	<u>288 302</u>	<u>(1 061 212)</u>	<u>801 412</u>	<u>283 824</u>	<u>517 587</u>
Absolute Return	-15.87%	5.40%	-19.89%	16.46%	5.83%	10.63%
Annualised Management Cost %		-0.87%			-1.04%	

Standard Bank Investec Money Market

	2022			2021		
	Book Value	Market Value	Fair Value Adjustment	Book Value	Market Value	Fair Value Adjustment
Standard Bank Call Account	785 078	785 078	0	2 736 442	2 736 442	0
Interest Received	48 636	48 636	0	80 275	80 275	0
Annualised Return	3.07%	3.07%	0.00%	2.93%	2.93%	0.00%
Investec Money Market	12 757 175	12 757 175	0	8 106 982	8 106 982	0
Interest Received	650 193	650 193	0.00%	453 248	453 248	0.00%
Annualised Return	5.44%	5.44%		3.82%	3.82%	

Northeastern Evangelical Lutheran Church in South Africa

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

Northeastern Evangelical Lutheran Church in South Africa

FOR THE YEAR ENDING

31 December 2022

IMMOVABLE PROPERTY

Farm Tullochgorum

Being Sub 2(of 1) of the Farm Tullochgorum No. 11312, situated in the Southern Natal; Joint Services Board Area, Administrative District of KwaZulu - Natal in extent 2,1774ha - bequeathed by Estate Late A.M.H. Kaiser - Deed of Transfer 23413.94

At Valuation for Estate Duty Purposes
Kailager - Cost of Development

	<u>2022</u>	<u>2021</u>
	370 600.00	370 600.00
	200 000.00	200 000.00
	170 600.00	170 600.00

New Church Office to be erected

Cost for new Church office to be erected on the Property of Johannes Gemeinde in Pretoria. The costs will be amortized over 25 years to Church running cost.

Church Council has taken a decision to abandon this project as the difficulties to get building plans at the intended site seem to be insurmountable and an office space has been arranged at the bishops' residence, The balance, R155 749 was written down to the Building Reserve created for the building in previous years.

	-	146 088.80
	<u>370 600.00</u>	<u>516 688.80</u>

Northeastern Evangelical Lutheran Church in South Africa

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

31 December 2022

	<u>2022</u>	<u>2021</u>	Movement for the year
ACCOUNTS RECEIVABLE			
EAS001 - Eastrand (ELCER)	285 320	312 657	(27 337)
JCP001 - Johannesburg Church of Peace		(4)	4
KEL001 – Kelvin	1 105	1 111	(6)
KEM001 – Kempton Park	531 254	395 082	136 172
MID001 – Midrand	(7)	(1)	(6)
NOR001 – North Rand	0	(300)	300
SBL001 - St Peters by the Lake	(4 305)	163 769	(168 075)
VBP001 – Vanderbijlpark	(332)	(698)	366
WES001 - West Rand	547 713	1 090 513	(542 800)
WES002 - West Rand (New Account)		2 616	(2 616)
Central Circuit	<u>1 360 747</u>	<u>1 964 744</u>	<u>(603 997)</u>
AUG001 – Augsburg			0
BRA001 – Braunschweig			0
PIE001 - Piet Retief	(54 411)	0	(54 412)
VER001 - Verden/Dundee		1 000	(1 000)
VRY001 – Vryheid			0
Eastern Circuit	<u>(54 411)</u>	<u>1 000</u>	<u>(55 412)</u>
DKP001 - Duiwelskloof/Polokwane		0	0
GER001 - Gerdau/Potchefstroom		0	0
JOH001 - Pretoria - Johannesgemeinde		0	0
KRO001 - Kroondal	(1 715)	(12)	(1 704)
NEL001 - Nelspruit		5 231	(5 231)
SPP001 - St Peters Pretoria	84 328	67 047	17 281
Northern Circuit	<u>82 613</u>	<u>72 266</u>	<u>10 346</u>
BET001 - Bethany	(18 256)	(24 522)	6 265
DOL001 - Lutheran Congregation Dolphin Coast		(23 525)	23 525
HER001 - Hermannsburg		0	0
ULC001 - United Evangelical Lutheran Congregation		0	0
HIL001 - Hillcrest		(130)	130
NSE001 - Seafarers Mission	(0)	0	(0)
NEW001 - New Germany		(6 384)	6 384
PMB001 - Pietermaritzburg	0	0	0
SHH001 - Deutsche Schule Hermannsburg Trust	(14 922)	(4 932)	(9 990)
TRI001 - Trinity Zululand	1	0	1
WIN001 - Winterton		0	0
Southern Circuit	<u>(33 178)</u>	<u>(59 493)</u>	<u>26 315</u>
CAP001 - ELCSA (Cape Church)		0	0
ELM001 - Evangelical Lutheran Mission		0	0
LUC001 - LUCSA		(20 000)	20 000
UEL001 - UELCSA		0	0
Non-Congregations	<u>0</u>	<u>(20 000)</u>	<u>20 000</u>
YBE001 - Bethany Youth Pastor		2 961	(2 961)
YDO001 - LCDC Youth Pastor		(4 966)	4 966

YHB001 - Hermannsburg Youth Pastor	(1 529)	(5 332)	3 803
YHC001 - Hillcrest Youth Pastor		(30)	30
YNG001 - New Germany Youth Pastor		(0)	0
YPA001 - Augsburg Youth Pastor	(12 295)	0	(12 295)
YPB001 - Braunschweig Youth Pastor	(3 200)	0	(3 200)
YPM001 - PMB/Bishopstowe Youth Pastor	(0)	0	(0)
YPR001 - Piet Retief Youth Pastor	(2)	(0)	(2)
YPT001 - Trinity Zululand Youth Pastor	(0)	0	(0)
YPV001 - Vryheid Youth Pastor		0	0
YUL001 - UELC Youth Pastor		0	0
YVD001 - Verden/Dundee Youth Pastor	7 607	0	7 607
YWI001 - Winterton Youth Pastor		0	0
KZN Youth	(9 420)	(7 368)	(2 051)
Total Receivables	<u>1 346 351</u>	<u>1 951 150</u>	<u>(604 799)</u>

ACCOUNTS PAYABLE

	<u>2022</u>	<u>2021</u>
Provision for Transfers	1 041 138	981 873
Provision for Synod	69 919	130 879
RMM Funds	21 001	122 087
H Müller -Gift Voucher	10 000	
Suspense-Solidarity Run	170 811	205 811
	<u>1 312 868</u>	<u>1 440 649</u>

NELCSA Medical Provision

	2019	2020	2021	2022
Pensioners				
Opening Balance	6 560 790	6 582 505	6 949 325	7 543 620
Interest /Yield	807 157	1 115 502	1 471 382	(1 030 133)
Payments of Pensioners	(785 442)	(748 681)	(877 087)	(919 590)
Total	<u>6 582 505</u>	<u>6 949 325</u>	<u>7 543 620</u>	<u>5 593 898</u>
As per Liability Calculation	<u>6 853 407</u>	<u>7 457 854</u>	<u>6 988 667</u>	<u>6 381 543</u>
(Shortage) /Surplus [Retired Pastors]	<u>(270 902)</u>	<u>(508 528)</u>	<u>554 953</u>	<u>(787 645)</u>
Pastors in Service				
Opening Balance	2 049 352	3 499 223	6 213 866	13 161 866
Contributions	1 150 353	1 150 353	5 292 797	0
Excess contribution		915 608		
Interest /Yield	299 518	648 681	1 717 764	(1 651 880)
Payments			(62 560)	0
Total	<u>3 499 223</u>	<u>6 213 865</u>	<u>13 161 866</u>	<u>11 509 986</u>
As per Liability Calculation	<u>10 621 020</u>	<u>11 371 646</u>	<u>11 152 602</u>	<u>11 029 196</u>
(Shortage) /Surplus [Pastors in Service]	<u>(7 121 797)</u>	<u>(5 157 781)</u>	<u>2 009 264</u>	<u>480 790</u>
(Shortage) /Surplus [Total]	<u>(7 392 698)</u>	<u>(5 666 309)</u>	<u>2 564 217</u>	<u>(306 855)</u>
Total	<u>10 081 728</u>	<u>13 163 191</u>	<u>20 705 487</u>	<u>17 103 884</u>
Investment values	<u>13 163 191</u>	<u>13 163 191</u>	<u>20 705 487</u>	<u>17 011 287</u>
Prepaid			0.00	92 596.25