

# **Sydney College of Divinity Ltd**

ABN: 39 002 653 036

## **Financial report**

For the year ended 31 December 2019

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**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

**AUDITOR'S INDEPENDENCE DECLARATION**  
**TO THE DIRECTORS OF SYDNEY COLLEGE OF DIVINITY LTD**

As lead auditor for the audit of Sydney College of Divinity for the year ended 31 December 2019, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit

C MILLINGTON

Partner

PITCHER PARTNERS

Sydney

Date: 26 May 2020

**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

**STATEMENT OF OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	Note	2019	2018
		\$	\$
<b>Revenue and other income</b>			
Revenue from student and membership fee		1,895,201	2,084,445
Fee help received		5,502,812	6,067,597
Other revenue		<u>171,689</u>	<u>221,794</u>
		<u>7,569,702</u>	<u>8,373,836</u>
<b>Less: expenses</b>			
Depreciation and amortisation expense		(338,591)	(78,888)
Employee benefits expense		(2,097,027)	(2,128,200)
Finance costs		(56,643)	-
Fee Help- Member Institutions		(3,872,612)	(4,301,497)
Student related expenses		(212,128)	(190,003)
Administrative and other expenses		(764,991)	(1,083,341)
Office expenses		<u>(216,670)</u>	<u>(548,801)</u>
		<u>(7,558,662)</u>	<u>(8,330,730)</u>
<b>(Deficit) / surplus for the year</b>		11,040	43,106
<b>Other comprehensive income for the year</b>		<u>-</u>	<u>-</u>
<b>Total comprehensive (loss) / income</b>		<u>11,040</u>	<u>43,106</u>

The accompanying notes form part of these financial statements.

**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2019**

	Note	2019 \$	2018 \$
<b>Current assets</b>			
Cash and cash equivalents	2	2,423,697	2,164,975
Receivables	3	87,371	35,044
Inventories		10,375	12,409
Other assets		<u>55,621</u>	<u>49,447</u>
<b>Total current assets</b>		<u>2,577,064</u>	<u>2,261,875</u>
<b>Non-current assets</b>			
Other financial assets		-	200,000
Intangible assets	4	29,474	58,948
Lease assets	5	856,417	-
Property, plant and equipment	6	<u>1,046,411</u>	<u>1,065,187</u>
<b>Total non-current assets</b>		<u>1,932,302</u>	<u>1,324,135</u>
<b>Total assets</b>		<u>4,509,366</u>	<u>3,586,010</u>
<b>Current liabilities</b>			
Payables	7	373,057	230,839
Lease liabilities	5	304,773	-
Provisions	8	177,827	181,729
Other liabilities	9	<u>704,660</u>	<u>828,837</u>
<b>Total current liabilities</b>		<u>1,560,317</u>	<u>1,241,405</u>
<b>Non-current liabilities</b>			
Lease liabilities	5	592,287	-
Provisions	8	<u>68,304</u>	<u>67,187</u>
<b>Total non-current liabilities</b>		<u>660,591</u>	<u>67,187</u>
<b>Total liabilities</b>		<u>2,220,908</u>	<u>1,308,592</u>
<b>Net assets</b>		<u>2,288,458</u>	<u>2,277,418</u>
<b>Equity</b>			
Reserves	10	682,500	682,500
Retained earnings	11	<u>1,605,958</u>	<u>1,594,918</u>
<b>Total equity</b>		<u>2,288,458</u>	<u>2,277,418</u>

The accompanying notes form part of these financial statements.

**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	Note	Reserves \$	Retained earnings \$	Total equity \$
<b>Balance as at 1 January 2018</b>		487,500	1,551,812	2,039,312
Surplus for the year		<u>-</u>	<u>43,106</u>	<u>43,106</u>
<b>Total comprehensive income for the year</b>		<u>-</u>	<u>43,106</u>	<u>43,106</u>
Revaluation		<u>195,000</u>	<u>-</u>	<u>195,000</u>
<b>Balance as at 1 January 2019</b>		682,500	1,594,918	2,277,418
Surplus for the year		<u>-</u>	<u>11,040</u>	<u>11,040</u>
<b>Total comprehensive income for the year</b>		<u>-</u>	<u>11,040</u>	<u>11,040</u>
<b>Balance as at 31 December 2019</b>		<u>682,500</u>	<u>1,605,958</u>	<u>2,288,458</u>

The accompanying notes form part of these financial statements.

**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	Note	2019	2018
		\$	\$
<b>Cash flow from operating activities</b>			
Receipts from fees and other income		2,011,724	2,281,804
Receipts from fee-help government assistance		5,502,812	6,067,597
Fee-help payments to member institutions		(3,872,612)	(4,301,497)
Payments to suppliers and employees		(3,298,544)	(3,749,966)
Interest received		21,683	24,435
Interest payments on lease liability		<u>(56,643)</u>	<u>-</u>
<b>Net cash provided by operating activities</b>		<u><b>308,420</b></u>	<u><b>322,373</b></u>
<b>Cash flow from investing activities</b>			
Proceeds from sale of investments		200,000	200,000
Payment for property, plant and equipment		<u>(12,584)</u>	<u>(18,617)</u>
<b>Net cash used in investing activities</b>		<u><b>187,416</b></u>	<u><b>181,383</b></u>
<b>Cash flow from financing activities</b>			
Principal portion of lease payments		<u>(237,114)</u>	<u>-</u>
<b>Net cash provided by / (used in) financing activities</b>		<u><b>(237,114)</b></u>	<u><b>-</b></u>
<b>Reconciliation of cash</b>			
Cash at beginning of the financial year		2,164,975	1,661,219
Net increase in cash held		<u>258,722</u>	<u>503,756</u>
<b>Cash at end of financial year</b>		<u><b>2,423,697</b></u>	<u><b>2,164,975</b></u>

The accompanying notes form part of these financial statements.

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The directors have determined that the College is not a reporting entity on the basis that, in the opinion of the directors, there are unlikely to exist users of the financial report who are unable to command the preparation of reports tailored so as to satisfy, specifically, all of their information needs. Accordingly, this financial report is a special purpose financial report, which has been prepared to satisfy the financial reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial report covers Sydney College of Divinity Ltd as an individual entity. The College is a College limited by guarantee, incorporated and domiciled in Australia. The College is a not-for-profit entity for the purpose of preparing the financial statements.

The financial report has been prepared in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, the recognition and measurement requirements specified by all Australian Accounting Standards and Interpretations, 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
AASB 116:	Property, Plant and Equipment
AASB 1054:	Australian Additional Disclosures

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report:

**(a) Basis of preparation of the financial report**

*Historical Cost Convention*

The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets and liabilities as described in the accounting policies.

**(b) New and revised accounting standards effective at 31 December 2019**

The College has applied all new and revised Australian Accounting Standards that apply to annual reporting periods beginning on or after 1 July 2019, including AASB 16 *Leases* (AASB 16), AASB 1058 *Income of Not-for-Profit Entities* (AASB 1058) and AASB 15: *Revenue from Contracts with Customers* (AASB 15).

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(b) New and revised accounting standards effective at 31 December 2019 (Continued)**

**AASB 16: Leases**

AASB 16 replaces AASB 117 *Leases* and introduces a single lessee accounting model that requires a lessee to recognise right-of-use assets and lease liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. Right-of-use assets are initially measured at cost and lease liabilities are initially measured on a present value basis. Subsequent to initial recognition:

- (a) right-of-use assets are accounted for on a similar basis to non-financial assets, whereby the right-of-use asset is accounted for on a cost basis unless the underlying asset is accounted for on a revaluation basis, in which case if the underlying asset is:
- i. investment property, the lessee applies the fair value model in AASB 140 *Investment Property* to the right-of-use asset; or
  - ii. property, plant or equipment, the lessee applies the revaluation model in AASB 116 *Property, Plant and Equipment* to all of the right-of-use assets that relate to that class of property, plant and equipment; and
- (b) lease liabilities are accounted for on a similar basis to other financial liabilities, whereby interest expense is recognised in respect of the lease liability and the carrying amount of the lease liability is reduced to reflect the principal portion of lease payments made.

AASB 16 substantially carries forward the lessor accounting requirements of the predecessor standard, AASB 117. Accordingly, under AASB 16 a lessor continues to classify its leases as operating leases or finance leases subject to whether the lease transfers to the lessee substantially all of the risks and rewards incidental to ownership of the underlying asset, and accounts for each type of lease in a manner consistent with the current approach under AASB 117.

In accordance with the transition requirements of AASB 16, the College has elected to apply AASB 16 retrospectively to those contracts that were previously identified as leases under the predecessor standard, with the cumulative effect, if any, of initially applying the new standard recognised as an adjustment to opening retained earnings at the date of initial application (i.e., at 1 January 2019). Accordingly, comparative information has not been restated.

The College has also elected to apply the following practical expedients to the measurement of right-of-use assets and lease liabilities in relation to those leases previously classified as operating leases under the predecessor standard:

- not to apply the requirements of AASB 16 to short term leases;
- to recognise each right-of-use asset at the date of initial application at an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the statement of financial position immediately before the date of initial application.

The application of AASB 16 resulted in the recognition of right-of-use assets with an aggregate carrying amount of \$856,417 (referred to in these financial statements as "lease assets") and corresponding lease liabilities with an aggregate carrying amount of \$897,060. The weighted average incremental borrowing rate applied in the calculation of the initial carrying amount of lease liabilities was 5.65%.

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) New and revised accounting standards effective at 31 December 2019 (Continued)

The following is a reconciliation of non-cancellable operating lease commitments disclosed at the end of the prior reporting period (i.e., at 31 December 2018) to the aggregate carrying amount of lease liabilities recognised at the date of the initial application (i.e., at 1 January 2019):

	\$
Aggregate non-cancellable operating lease commitments at 31 December 2018	1,262,585
Less: impact of discounting lease payments to their present value at 1 January 2019	<u>128,411</u>
Carrying amount of lease liabilities recognised at 1 January 2019	<u>1,390,996</u>

Further details of the College's accounting policy in relation to accounting for leases under AASB 16 are contained in Note 1(g).

**AASB 1058: Income for not-for-profit entities and AASB 15: Revenue from contracts with customers**

AASB 1058 replaces the income recognition requirements in AASB 1004: *Contributions* applicable to private sector not-for-profit entities with a model based on the principles of AASB 15: *Revenue from Contracts with Customers*. Consequently, AASB 1058 requires private sector not-for-profit entities to recognise all revenue from contracts with customers when the related performance obligations are satisfied, irrespective of whether the ultimate beneficiary of the goods or services provided by the not-for-profit entity is the grantor of the funds or another entity. An agreement involving a not-for-profit entity would be classified as a contract with a customer (and therefore accounted for under AASB 15) if the agreement:

- (a) creates enforceable rights and obligations between the parties; and
- (b) includes a promise by the not-for-profit entity to transfer a good or service that is sufficiently specific for the entity to determine when the obligation is satisfied.

For contracts with customers that comprise a donation component, AASB 1058 requires such components to be treated as part of the performance obligation(s) unless the entity can demonstrate that component is not related to the promised goods or services.

When an arrangement does not meet the criteria for a contract with a customer under AASB 15, the arrangement is accounted for in accordance with AASB 1058, which requires:

- (a) the asset received by the not-for-profit entity to be accounted for in accordance with the applicable Australian Accounting Standard, which in most circumstances requires the asset to be initially measured at its fair value;
- (b) any related amounts (such as contributions from owners, financial liabilities, contract liabilities, lease liabilities and provisions) to be accounted for in accordance with the applicable Australian Accounting Standard; and
- (c) any difference between the consideration given for the asset and its fair value, after recognising any related amounts (such as contributions from owners, financial liabilities, contract liabilities, lease liabilities and provisions), is recognised as income.

However, amending standard AASB 2018-8 provides a temporary option for not-for-profit entities to not apply the fair value initial measurement requirement to right-of-use assets arising under leases with

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(b) New and revised accounting standards effective at 31 December 2019 (Continued)**

significantly below-market terms and conditions. This enables not-for-profit entities to elect to initially measure such right-of-use assets at cost rather than fair value, which has the corresponding effect of reducing the amount of income recognised under AASB 1058.

AASB 1058 also permits a not-for-profit entity to recognise volunteer services as an asset or expense (as applicable) and any related contributions by owners or revenue as an accounting policy choice, provided that the fair value of the services can be measured reliably.

AASB 1058 also has specific recognition criteria in relation to transfers to enable an entity to acquire or construct a recognisable non-financial asset to be controlled by the entity. The obligation to acquire or construct the non-financial asset is accounted for similarly to a performance obligation under AASB 15.

In accordance with the transition requirements of AASB 1058 and AASB 15, the College has elected to apply AASB 1058 and AASB 15 retrospectively, with the cumulative effect, if any, of initially applying the new standards recognised as an adjustment to opening retained earnings at the date of initial application (i.e., at 1 January 2019). Accordingly, comparative information has not been restated.

The application of AASB 1058 and AASB 15 has resulted in no adjustments being recognised in opening retained earnings.

Further details of the College's accounting policy in relation to accounting for income under AASB 1058 and revenue from contracts with customers under AASB 15 are contained in Note 1(c) and Note 1

**(c) Revenue from contracts with customers**

Revenue from the rendering of services is recognised over time upon the delivery of the service to the customers. This is the sole performance obligation.

Fee-Help Government Assistance revenue is recognised at the point in time when the College obtains control of the funds.

Membership fees are recognised as revenue at the point in time of receipt.

Interest revenue is measured in accordance with the effective interest method.

All revenue is measured net of the amount of goods and services tax (GST).

**(d) Income tax**

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

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(e) Cash and cash equivalents**

Cash and cash equivalents include cash on hand and at banks, short-term deposits with an original maturity of three months or less held at call with financial institutions, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position.

**(f) Inventories**

Inventories held for sale are measured at the lower of cost and net realisable value.

**(g) Leases**

*Accounting policy applied to the information presented for the current period under AASB 16 Leases:*

At the commencement date of a lease (other than leases of 12-months or less and leases of low value assets), the company recognises a lease asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments.

*Lease assets*

Lease assets are initially recognised at cost, comprising the amount of the initial measurement of the lease liability, any lease payments made at or before the commencement date of the lease, less any lease incentives received, any initial direct costs incurred by the group, and an estimate of costs to be incurred by the group in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease, unless those costs are incurred to produce inventories.

Subsequent to initial recognition, lease assets are measured at cost (adjusted for any remeasurement of the associated lease liability), less accumulated depreciation and any accumulated impairment loss.

Lease assets are depreciated over the shorter of the lease term and the estimated useful life of the underlying asset, consistent with the estimated consumption of the economic benefits embodied in the underlying asset.

*Lease liabilities*

Lease liabilities are initially recognised at the present value of the future lease payments (i.e., the lease payments that are unpaid at the commencement date of the lease). These lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined, or otherwise using the group's incremental borrowing rate.

Subsequent to initial recognition, lease liabilities are measured at the present value of the remaining lease payments (i.e., the lease payments that are unpaid at the reporting date). Interest expense on lease liabilities is recognised in profit or loss (presented as a component of finance costs). Lease liabilities are remeasured to reflect changes to lease terms, changes to lease payments and any lease modifications not accounted for as separate leases.

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(g) Leases (Continued)**

Variable lease payments not included in the measurement of lease liabilities are recognised as an expense when incurred.

*Leases of 12-months or less and leases of low value assets*

Lease payments made in relation to leases of 12-months or less and leases of low value assets (for which a lease asset and a lease liability has not been recognised) are recognised as an expense on a straight-line basis over the lease term.

*Accounting policy applied to the information presented for the prior period under AASB 117 Leases:*

Leases are classified at their inception as either operating or finance leases based on the economic substance of the agreement so as to reflect the risks and benefits incidental to ownership.

*Accounting for lease income:*

The company only has operating leases. A lease is classified as an operating lease if it does not transfer substantially all the risks and rewards incidental to ownership of an underlying asset.

Underlying assets subject to operating leases are presented in the statement of financial position according to the nature of the underlying asset.

Lease payments from operating leases are recognised as income on either a straight-line basis or another systematic basis (if that basis is more representative of the pattern in which benefit from the use of the underlying asset is diminished).

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(h) Property, plant and equipment**

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

Properties that are held for strategic purpose or to provide a social service and that generate cash inflows where the rental revenue is incidental to the purpose for holding the property, do not meet the definition of investment properties and are classified as properties in accordance with AASB 116.

*Property*

Freehold land and buildings are measured at revalued amounts, being the fair value at the date of the revaluation, less any subsequent accumulated depreciation and any accumulated impairment losses. At each reporting date the carrying amount of each asset is reviewed to ensure that it does not differ materially from the asset's fair value at reporting date. Where necessary, the asset is revalued to reflect its fair value.

Increases in the carrying amounts arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in equity. To the extent that the increase reverses a decrease of the same class of asset previously recognised in profit or loss, the increase is recognised in profit or loss. Decreases that offset previous increases of the same class of asset are recognised in other comprehensive income; all other decreases are recognised in profit or loss.

*Plant and equipment*

Plant and equipment is measured on the cost basis.

*Depreciation*

Land is not depreciated. The depreciable amount of all other property, plant and equipment is depreciated over their estimated useful lives commencing from the time the asset is held available for use, consistent with the estimated consumption of the economic benefits embodied in the asset.

<b>Class of fixed asset</b>	<b>Depreciation rates</b>	<b>Depreciation basis</b>
Improvements at cost	20%	Straight line
Office equipment at cost	20-40%	Straight line
Furniture, fixtures and fittings at cost	20-40%	Straight line
Web site at cost	20-40%	Straight line
Library	20%	Straight line

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(i) Intangible assets**

*Intangible assets*

Except for indefinite useful life intangible assets, which are not amortised but are tested annually for impairment, intangible assets are amortised over their estimated useful lives commencing from the time the asset is available for use. The amortisation method applied to an intangible asset is consistent with the estimated consumption of economic benefits of the asset.

Costs incurred for accreditation purposes are recognised as an intangible asset and amortised on a straight line basis over the period to which the accreditation relates.

*Patents, trademarks and licences*

Patents, trademarks and licences are recognised at cost. They are amortised over their estimated useful lives, which range from 3 to 10 years. Patents, trademarks and licences are carried at cost less accumulated amortisation and any impairment losses.

**(j) Provisions**

Provisions are recognised when the College 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.

The amount recognised as a provision is the best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

**(k) Employee benefits**

*(i) Short-term employee benefit obligations*

Liabilities arising in respect of wages and salaries, annual leave and other employee benefits (other than termination benefits) expected to be settled wholly before twelve months after the end of the reporting period are measured at the (undiscounted) amounts based on remuneration rates which are expected to be paid when the liability is settled. The expected cost of short-term employee benefits in the form of compensated absences such as annual leave is recognised in the provision for employee benefits. All other short-term employee benefit obligations are presented as payables in the statement of financial position.

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(k) Employee benefits (Continued)**

*(ii) Long-term employee benefit obligations*

The provision for other long-term employee benefits, including obligations for long service leave and annual leave, which are not expected to be settled wholly before twelve months after the end of the reporting period, are measured at the present value of the estimated future cash outflow to be made in respect of the services provided by employees up to the reporting date. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee turnover, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that are denominated in the currency in which the benefits will be paid. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the change occurs.

Other long-term employee benefit obligations are presented as current liabilities in the statement of financial position if the College does not have an unconditional right to defer settlement for at least twelve months after the reporting date, regardless of when the actual settlement is expected to occur. All other long-term employee benefit obligations are presented as non-current liabilities in the statement of financial position.

**(l) Goods and services tax (GST)**

Revenues, expenses and purchased assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

**(m) Comparatives**

Where necessary, comparative information has been reclassified and repositioned for consistency with current year disclosures.

**(n) Future reserve fund**

The College has set aside an amount to a reserve to provide for the risk of future revenue stream.

**(o) Asset revaluation reserves**

This reserve records increases and decreases in carrying amounts arising from revaluation of land and buildings.

**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019	2018
	\$	\$
<b>NOTE 2: CASH AND CASH EQUIVALENTS</b>		
Cash and Cash Equivalents - Special Purpose Funds	75,175	73,243
Cash on deposit - at call - cash management account	1,534,842	1,411,005
Cash at bank - Korean program	13,680	80,727
Term Deposit	<u>800,000</u>	<u>600,000</u>
	<u><b>2,423,697</b></u>	<u><b>2,164,975</b></u>

**NOTE 3: RECEIVABLES**

**CURRENT**

Receivables from contracts with customers	136,884	97,044
Allowance for credit losses	<u>(62,000)</u>	<u>(62,000)</u>
	74,884	35,044
Other receivables	<u>12,487</u>	<u>-</u>
	<u><b>87,371</b></u>	<u><b>35,044</b></u>

*Receivables from contracts with customers*

A receivable from a contract with a customer represents the College's unconditional right to consideration arising from the transfer of goods or services to the customer (i.e., only the passage of time is required before payment of the consideration is due). Invoicing of customers generally occurs on a monthly basis. Outstanding invoices are due for payment within 30 days of the invoice date.

*Impairment of receivables from contracts with customers and other receivables*

The College applies the simplified approach under AASB 9 to measuring the allowance for credit losses for receivables from contracts with customers, contract assets and lease receivables. Under the AASB 9 simplified approach, the College determines the allowance for credit losses for receivables from contracts with customers, contract assets and lease receivables on the basis of the lifetime expected credit losses of the instrument. Lifetime expected credit losses represent the expected credit losses that are expected to result from default events over the expected life of the financial asset.

The College determines expected credit losses using a provision matrix based on the College's historical credit loss experience, adjusted for factors that are specific to the financial asset as well as current and future expected economic conditions relevant to the financial asset. When material, the time value of money is incorporated into the measurement of expected credit losses. There has been no change in the estimation techniques or significant assumptions made during the reporting period.

**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019	2018
	\$	\$
<b>NOTE 4: INTANGIBLE ASSETS</b>		
Other intangibles, at cost	196,912	196,912
Accumulated amortisation and impairment	<u>(167,438)</u>	<u>(137,964)</u>
	<u>29,474</u>	<u>58,948</u>

	2019
	\$
<b>NOTE 5: LEASE ASSETS AND LEASE LIABILITIES</b>	
<b>Lease arrangements (31 December 2019)</b>	
The following information relates to the current reporting period only, and is presented in accordance with AASB 16 <i>Leases</i> (which was applied by the College for the first time in the current reporting period).	

	2019
	\$
<b>(a) Lease assets</b>	
Buildings	
Buildings under lease	1,134,174
Accumulated depreciation	<u>(277,757)</u>
	<u>856,417</u>
Total carrying amount of lease assets	<u>856,417</u>

<b>(b) Lease liabilities</b>	
<b>CURRENT</b>	
Talavera Road lease liability	<u>304,773</u>
<b>NON CURRENT</b>	
Talavera Road lease liability	<u>592,287</u>
Total carrying amount of lease liabilities	<u>897,060</u>

<b>(c) Lease expenses and cashflows</b>	
Amounts recognised in the statement of other comprehensive income:	
Interest expense on lease liabilities	(56,643)
Expense relating to lease payments made for leases of 12-months or less (for which a lease asset and a lease liability has not been recognised)	(105,359)
Depreciation expense on lease assets	(277,757)
Total cash outflow in relation to leases	(293,757)

**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 6: PROPERTY, PLANT AND EQUIPMENT</b>		
<b>Strata Property</b>		
At valuation	<u>995,000</u>	<u>995,000</u>
<b>Plant and equipment</b>		
Improvements at cost	88,614	88,614
Accumulated depreciation	<u>(88,614)</u>	<u>(88,589)</u>
	-	25
Office equipment at cost	22,298	22,298
Accumulated depreciation	<u>(22,298)</u>	<u>(22,175)</u>
	-	123
Furniture, fixtures and fittings at cost	315,684	309,046
Accumulated depreciation	<u>(280,529)</u>	<u>(262,892)</u>
	35,155	46,154
Web Site at cost	27,048	27,048
Accumulated depreciation	<u>(27,048)</u>	<u>(22,337)</u>
	-	4,711
Korean Library at cost	152,389	146,443
Accumulated depreciation	<u>(136,133)</u>	<u>(127,269)</u>
	<u>16,256</u>	<u>19,174</u>
Total plant and equipment	<u>51,411</u>	<u>70,187</u>
Total property, plant and equipment	<u>1,046,411</u>	<u>1,065,187</u>

**NOTE 7: PAYABLES**

**CURRENT**

*Unsecured liabilities*

Trade creditors	38,444	19,700
GST, PAYG, superannuation and payroll tax payable	136,757	27,062
Accrued expenses	129,394	116,464
Other current liabilities	<u>68,462</u>	<u>67,613</u>
	<u>373,057</u>	<u>230,839</u>

**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

		2019		2018
		\$		\$
<b>NOTE 8: PROVISIONS</b>				
CURRENT				
Employee benefits	(a)	<u>177,827</u>		<u>181,729</u>
NON CURRENT				
Employee benefits	(a)	<u>68,304</u>		<u>67,187</u>
(a) Aggregate employee benefits liability		246,131		248,916

**NOTE 9: OTHER LIABILITIES**

CURRENT				
Fee received in advance		-		20,200
Fee help government assistance advance		<u>704,660</u>		<u>808,637</u>
		<u>704,660</u>		<u>828,837</u>

**NOTE 10: RESERVES**

Asset revaluation reserve		260,000		260,000
Reserve for future funds		<u>422,500</u>		<u>422,500</u>
		<u>682,500</u>		<u>682,500</u>

The asset revaluation reserve is used to record increments and decrements on the revaluation of non-current assets.

Costs are incurred for registration, accreditation and approval, every five years to enable the ongoing offers of awards and degrees. A reserve is maintained in respect to such costs on an annual basis so as to enable the company to ensure funds required are separately identifiable to meet these ongoing requirements. Adequate funds are maintained in a bank account to match this accumulating reserve.

**NOTE 11: RETAINED EARNINGS**

Retained earnings at beginning of year		1,594,918		1,551,812
Net (deficit) / surplus for the year		<u>11,040</u>		<u>43,106</u>
		<u>1,605,958</u>		<u>1,594,918</u>

**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**NOTE 12: RELATED PARTY TRANSACTIONS**

**(a) Transactions with key management personnel of the entity or its parent and their personally related entities**

The directors of the College during the year were Mr Peter King, Rev Dr Gerard Kelly, Dr Stephen Smith, Mr Richard Wheeler, Dr Timothy O'Hearn, Dr Phillip Kariatlis, Prof Jack Flanagan, Dr Leonard Smith, Prof Angelo Karantonis, Rev Robbie Finger, Mr John Ryan, Prof Shukri Sanber, Rev Daniel Fanous and Mr Milan Stanimirovic.

No remuneration was paid or payable to directors in respect to or during the year.

All members of the board acted in an honorary capacity throughout the year and there were no related party transactions with any of the honorary directors during the year. Transactions have occurred during the year of a fee revenue and expense nature, including Fee-Help payments, on normal commercial terms and conditions with Member Institutions of which the directors are involved in the management thereof. Total fees received from these Member Institutions during the year was \$1,028,751 (2018: \$1,125,205) and Fee-Help payments made to such Member Institutions during the year was \$3,872,612 (2018: \$4,301,497).

The compensation of the key management personnel for the year was \$210,926 (2018: \$206,825). The whole of this compensation was in respect to wages, salaries and superannuation contributions and all short-term employment benefits.

**NOTE 13: CAPITAL AND LEASING COMMITMENTS**

**(a) Operating lease commitments**

Non-cancellable operating leases contracted for but not capitalised in the financial statements:

Payable

- not later than one year	-	293,107
- later than one year and not later than five years	-	303,365
- later than five years	<u>-</u>	<u>666,113</u>
	<u>-</u>	<u>1,262,585</u>

**NOTE 14: CONTINGENT LIABILITIES**

The College has a bank guarantee of \$103,965 as at 31 December 2019. There are no other contingent liabilities to be disclosed in this financial report.

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**NOTE 15: EVENTS SUBSEQUENT TO REPORTING DATE**

As at the date of signing these accounts, the global COVID-19 pandemic has resulted in severe restrictions being placed on the movement, working and social habits of all Australians. The College has put in place operational measures to ensure the safety of its employees and students. The College will not be immune to the financial impact of the pandemic. The College is implementing a range of measures to best manage the likely financial impact without affecting its work.

Except for the Corona Virus (COVID-19) and subsequent government actions, the impacts of which on the business cannot be determined at this time, there has been no matter or circumstance, which has arisen since 31 December 2019 that has significantly affected or may significantly affect:

- (a) the operations, in financial years subsequent to 31 December 2019, of the College, or
- (b) the results of those operations, or
- (c) the state of affairs, in financial years subsequent to 31 December 2019, of the College.

**NOTE 16: LIABILITY OF MEMBERS**

The College is a company limited by guarantee, incorporated and operating in Australia. If it is wound up, the Articles of Association state that each member, or within one year after the member ceases to be a member, is required to contribute a maximum of \$50 towards meeting any outstanding obligations of the College.

As at 31 December 2019 there were 7 members (2018: 7).

**NOTE 17: ECONOMIC DEPENDENCY**

The College depends on grants received from the Commonwealth Government to fund its operation of which 72.70% (2018: 72.46%) of the total revenue from operations is derived from this source.

**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	<b>2019</b>	<b>2018</b>
	\$	\$
<b>NOTE 18: ACQUITTAL OF AUSTRALIAN GOVERNMENT FINANCIAL ASSISTANCE</b>		
	<b>2019</b>	<b>2018</b>
	\$	\$
<b>Fee help</b>		
Financial assistance approved during the year	6,125,547	6,766,225
Financial assistance repaid relating to prior year adjustment	<u>(728,117)</u>	<u>(577,102)</u>
	5,397,430	6,189,123
Net accrual adjustments	<u>105,382</u>	<u>(121,526)</u>
Total revenue for the year	5,502,812	6,067,597
Less: Expenses including accrued expenses		
- payments to Member Institutions	3,872,612	4,301,497
- payments to Sydney College of Divinity	<u>1,630,200</u>	<u>1,766,100</u>
	<u>5,502,812</u>	<u>6,067,597</u>
Fee-help surplus/ (deficit) for the year	<u>-</u>	<u>-</u>

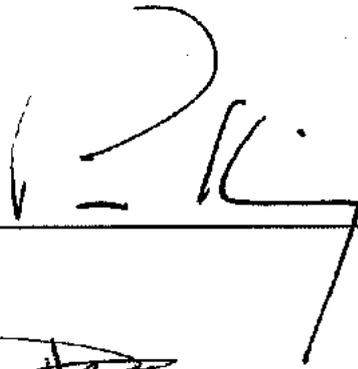
DIRECTORS' DECLARATION

The directors declare that:

1. there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
2. the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

Director: \_\_\_\_\_



Director: \_\_\_\_\_



Dated this TWENTY - SECOND day of MAY 2020

**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

Level 16, Tower 2 Darling Park  
201 Sussex Street  
Sydney NSW 2000

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF SYDNEY COLLEGE OF DIVINITY LTD**

Postal Address  
GPO Box 1615  
Sydney NSW 2001

**p.** +61 2 9221 2099  
**e.** [sydneypartners@pitcher.com.au](mailto:sydneypartners@pitcher.com.au)

**Report on the Audit of the Financial Report**

*Opinion*

We have audited the financial report, being a special purpose financial report of Sydney College of Divinity Ltd, "the College", which comprises the statement of financial position as at 31 December 2019, the statement of other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of Sydney College of Divinity Ltd, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the College's financial position as at 31 December 2019 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

*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 College in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* "ACNC Act" and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* "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.

*Responsibilities of Management and Those Charged with Governance for the Financial Report*

Management is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the ACNC Act and for such internal control as management determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the College's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the College or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the College's financial reporting process.

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF SYDNEY COLLEGE OF DIVINITY LTD**

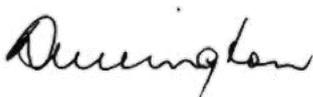
*Auditor's Responsibilities for the Audit of the Financial Report*

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 the 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 this financial report.

As part of an audit in accordance with the 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 College's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 College'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 College to cease to continue as a going concern.
- 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.

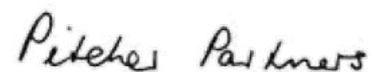
We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



C MILLINGTON

Partner

Date 26 May 2020



PITCHER PARTNERS

Sydney

**SYDNEY COLLEGE OF DIVINITY LTD  
ABN: 39 002 653 036****COMPILATION REPORT  
TO SYDNEY COLLEGE OF DIVINITY LTD**

We have compiled the accompanying additional information of Sydney College of Divinity Ltd for the financial year ended 31 December 2019, as presented on pages 26 - 27. The additional information has been prepared to satisfy the information needs of the directors of Sydney College of Divinity Ltd in accordance with the accounting policies adopted in the preparation of the annual financial statements of Sydney College of Divinity Ltd for the financial year ended 31 December 2019, as described in Note 1 to those financial statements.

*The Responsibility of the Directors*

The directors of Sydney College of Divinity Ltd are solely responsible for the form and content of the additional information, the reliability, accuracy and completeness of the information used to compile it and for the determination that the basis of accounting used for its preparation is appropriate to meet their needs and appropriate for the purpose that the additional information was prepared.

*Our Responsibility*

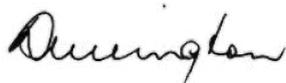
On the basis of information provided to us by management we have compiled the accompanying additional information in accordance with the basis of accounting described above and APES 315 *Compilation of Financial Information*.

We have applied our professional expertise in accounting and financial reporting to compile the additional information in accordance with the basis of accounting described above. We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

*Assurance Disclaimer*

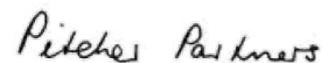
Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile the additional information or the appropriateness of the basis of accounting used for its preparation. Accordingly, we do not express an audit opinion or a review conclusion on the additional information.

The additional information was compiled exclusively for the benefit of the management and the directors of Sydney College of Divinity Ltd. The additional information may not be suitable for other purposes. We do not accept responsibility for the contents of the additional information.

**C MILLINGTON**

Partner

26 May 2020

**PITCHER PARTNERS**

Sydney

**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

**ADDITIONAL INFORMATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**PRIVATE INFORMATION FOR THE DIRECTORS**  
**ON THE 2019 FINANCIAL STATEMENTS**

	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
<b>Revenue</b>		
Student fees	1,028,751	1,125,205
Course fees	866,450	959,240
Fee help received - Government financial assistance- current year	5,502,812	6,067,597
Interest income	21,683	24,435
Other revenue	150,006	157,776
Donations	-	39,583
<b>Total revenue</b>	<u>7,569,702</u>	<u>8,373,836</u>
<b>Less expenses</b>		
Fee help - Member Institution	3,872,612	4,301,497
Advertising and marketing	18,667	21,043
Amortisation	29,475	29,475
Audit and accounting fees	28,605	23,215
Bad debts	-	795
Bank charges	6,844	6,006
Cleaning	21,141	17,095
Computer expenses	38,893	35,394
Conference expenses	53,286	30,703
Contractors and recruitment costs	69,172	85,518
Depreciation	309,116	49,413
Donations	256	1,491
Electricity	18,139	21,842
Employee benefits expense	28,106	21,066
ESOS	10,702	13,824
Expenses payable to associates	56,643	-
General expenses	70,890	102,095
Insurance	7,802	9,037
Legal costs	-	9,247
Office supplies	4,353	4,782
Payroll tax	52,912	59,300
Postage	2,274	2,654
Printing and stationery	26,629	24,076
Professional fees	80,758	188,993
Rent	98,930	397,581
Rental outgoings	82,910	93,542

This statement should be read in conjunction with the attached disclaimer.

**SYDNEY COLLEGE OF DIVINITY LTD**  
**ABN: 39 002 653 036**

**ADDITIONAL INFORMATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**PRIVATE INFORMATION FOR THE DIRECTORS**  
**ON THE 2019 FINANCIAL STATEMENTS**

	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
Repairs and maintenance	556	4,791
Research and development costs	104,989	37,931
Salaries and wages	1,814,015	1,773,278
Provision for leave	(2,786)	76,414
Staff training and welfare	6,973	7,164
Sundry expenses	16,069	11,134
Superannuation	204,780	198,142
Telephone	13,567	18,998
Travelling expenses	411,384	653,193
<b>Total expenses</b>	<u>7,558,662</u>	<u>8,330,729</u>
<b>Operating profit from continuing activities</b>	<u>11,040</u>	<u>43,107</u>

This statement should be read in conjunction with the attached disclaimer.



**SYDNEY COLLEGE OF DIVINITY**

Excellence in theological education

**DIRECTORS' GOVERNANCE REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2019**

## DIRECTORS

The directors of Sydney College of Divinity at any time during or since the end of the year are:

**MR PETER KING**

BA (Hons) Sydney MA Oxford  
Barrister  
Chair of Council  
(10yrs 9mths)

**REV DR DANIEL FANOUS**

BE UNSW MBBS FRACGP Sydney  
MTh Newcastle PhD Newcastle  
Dean, St Cyril's Coptic Orthodox Theological  
College  
(2yr 2mths).

**PROF JACK FLANAGAN**

BCom (Hons) Leeds MBA Sydney  
GradDipPractHigherEd Surrey FCPA  
Academic Accountant  
(9yrs 6mths)

**REV DR ROBBIE FRINGER**

BA Point Loma Nazarene Uni  
MA (Theol) Nazarene Theol Seminary  
PhD University of Manchester  
Principal, Nazarene Theological College  
(3yrs 10mths)

**PROF ANGELO KARANTONIS**

BEd UNE MCom UNSW BTh SCD FAPI  
Prof CQU  
(6yrs 2mths)

**DR PHILIP KARIATLIS**

BA Sydney BTh MTh ThD SCD  
Sub-Dean and Senior Lecturer  
St Andrew's Greek Orthodox Theological  
College  
(9yrs 6mths)

**PROF GERARD KELLY**

STB STL CIS PhD STD College  
universitaire dominican Ottawa  
Chair, Academic Board  
(16yrs)

**DR TIMOTHY O'HEARN**

BA Monash DipEd Bed Melbourne  
MA Sydney MA Macquarie  
PhD Macquarie  
Educator  
(12yrs)

**MR JOHN RYAN**

BBus UTS CPA  
(4yrs 6mths)

**PROF SHUKRI SANBER**

PhD Cornell University  
National Head of School of Education,  
Australian Catholic University  
(3yrs 2mths)

**DR LEONARD SMITH**

DipTeach CCE Sydney BEd South  
Australia  
MEd Wollongong EdD UNSW MA SCD  
Principal, Australian College of Christian  
Studies  
(9yrs 6mths)

**DR STEPHEN SMITH**

PhD Sydney DMgt Southern Cross  
MBA UWS DipProfCouns Aust Inst Prof  
Counsellors DipFrontline Mgt CID  
DipBibSt MSBS  
Principal, Australian College of  
Ministries (7yrs 10mths)

**MR MILAN STANIMIROVIC**

Student Representative  
(10mths)

## DIRECTORS (cont'd)

MR RICHARD WHEELER  
BBusStud FCPA FAICD FSCD  
Accountant  
Chair, Audit Committee  
(12yrs)

## MEETINGS OF DIRECTORS

Directors	Council meetings		Audit Committee	
	Eligible to attend	Attended	Eligible to attend	Attended
Mr Peter King	5	5		
Rev Dr Daniel Fanous	5	1		
Prof Jack Flanagan	3	2	5	5
Rev Dr Robbie Fringer	5	3		
Prof Angelo Karantonis	5	3		
Dr Philip Kariatlis	5	3		
Prof Gerard Kelly	5	5		
Dr Tim O'Hearn	5	4		
Mr John Ryan	5	2	5	5
Prof Shukri Sanber	5	4		
Dr Leonard Smith	5	3		
Dr Stephen Smith	5	4		
Mr Milan Stanimirovic	5	5		
Mr Richard Wheeler	5	5	5	5

## **PRINCIPAL ACTIVITIES**

The principal activity of Sydney College of Divinity during the course of the year was the delivery of tertiary education for Christian ministry.

## **OUR MEMBER INSTITUTIONS**

- Australian College of Christian Studies
- Australian College of Ministries
- Catholic Institute of Sydney
- Nazarene Theological College
- NSW College of Clinical Pastoral Education
- St Andrew's Greek Orthodox Theological College
- St Cyril's Coptic Orthodox Theological College

## **OUR VISION**

The Sydney College of Divinity will operate as a leading theological provider equipping people for effective professional and lay ministry in a rapidly changing environment.

## **OUR VALUES**

Given that the Christian Gospel shapes the identity of the Sydney College of Divinity, the following values characterize its operations:

- Excellence in teaching and research
- Commitment to the academic achievement, welfare, and personal enrichment of all students
- Promotion of lifelong learning and reflective practice
- Mutual respect and support for the mission and ethos of fellow Christians
- Affirmation of unity in diversity
- Collegiality and co-operation amongst staff
- Celebration of faith in Christ and life in the Spirit

## **OUR OBJECTIVES**

The Sydney College of Divinity will:

- Provide high-quality, accredited courses in theology and related disciplines from undergraduate to postgraduate levels, including research degrees
- Encourage theological scholarship and train future theological scholars
- Prepare leaders who are well qualified to build up the Church
- Promote a theologically literate membership of the Church

## REVIEW OF OPERATIONS

There is a positive result for the year ended 31 December 2019 of \$11,040 (2018 \$43,106).

- Revenue decreased by \$804,138, with \$564,789 of that decrease attributed to FEE-HELP.
- Expenditure decreased by \$772,068.

As the college is precluded from distributing its surplus and property as dividends, no dividends were paid during the year.

## MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

The global COVID-19 pandemic has resulted in severe restrictions being placed on all aspects of society in Australia. The College has put in place operational measures to ensure the safety of its employees and students and continues to be flexible, alert and active as the situation progresses. The total financial impact of the pandemic cannot be determined at this time however the College is utilising government assistance where it is eligible and closely monitoring all financial transactions.

Except for COVID-19 and subsequent government actions there are no other items, transactions or events of a material or unusual nature that have arisen in the interval between the end of the financial year and the date of this report which are likely, in the opinion of the Directors, to significantly affect the operations of the College, the results of those operations or the state of affairs of the College in subsequent years.

## DIRECTORS AND OFFICERS LIABILITY COVER

During the year, the College paid a premium of \$3,943.71 for Directors and Officers Insurance. Otherwise, the College has not, during or since the year, in respect of any person who is or has been an officer or auditor of the college or a related body corporate indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer, including costs and expenses in successfully defending legal proceedings.

## PROCEEDINGS ON BEHALF OF THE COLLEGE

There are no proceedings being pursued on behalf of the College.

Signed in accordance with a resolution of the Board of Directors

DIRECTOR

Dated

  
22 / 5 / 20