



# **The Anglican Consultative Council**

(A Charitable Company limited by Guarantee)

## **Report and Financial Statements**

**for the year to**

**31 December 2012**

Registered Charity No. 1137273

Company No. 7311767

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# The Anglican Consultative Council Report and Financial Statements for the year to 31 December 2012

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# **The Anglican Consultative Council**

## **Reference and Administrative Details of the Charity, its Trustees and Advisors**

### **Constitution**

The Anglican Consultative Council (ACC) is a charity registered in England and Wales, registration number 1137273 and a company limited by guarantee, registration number 7311767. It was established by constitution subscribed to by the member churches of the Anglican Communion on 12 July 2010. The activities of the new charitable company did not start until 1 January 2011 upon transfer of the net assets and liabilities from the old unincorporated charity, registration number 27659.

### **Trustees**

The Trustees, who are the members of the Standing Committee of the ACC, are incorporated under the Charitable Trustees Incorporation Act 1872.

Those acting as Trustees during the year to 31 December 2012 were the following:

### **Holding office throughout the year**

The Rt Revd Dr James Tengtenga  
Canon Elizabeth Paver  
The Rt Revd Dr Ian Douglas  
The Most Revd Dr Katharine Jefferts Schori  
The Most Revd Samuel Azariah  
The Most Revd David Chillingworth  
The Most Revd Dr Daniel Deng Bul Yak  
The Most Revd Dr Paul Kwong

### **Appointed in November 2012**

Helen Biggin  
The Rt Revd Eraste Bigirimana  
Professor Joanildo Burity  
Louisa Mojela  
The Revd Dr Sarah Macneil  
Samuel Mukunya

### **Resigned during the year**

The Most Revd and Rt Hon Dr Rowan Williams (December 2012)  
Mrs Philippa Amable (November 2012)  
The Revd María Cristina Borges Álvarez (November 2012)  
Dr Anthony Fitchett (November 2012)  
Dato' Stanley Isaacs (November 2012)  
The Revd Canon Janet Trisk (November 2012)

## **Officers of the Anglican Consultative Council**

<b>President</b>	The Most Revd & Rt Hon Dr Rowan Williams Archbishop of Canterbury (until 31 December 2012)
<b>Chairman</b>	The Rt Revd Dr James Tengatenga
<b>Vice Chairman</b>	Canon Elizabeth Paver
<b>Chairman of Inter-Anglican Finance and Administration Committee</b>	Canon Elizabeth Paver
<b>Secretary General</b>	The Revd Canon Dr Kenneth Kearon
<b>Registered Office</b>	St Andrew's House 16 Tavistock Crescent Westbourne Park London W11 1AP, UK
<b>Auditors</b>	Mazars LLP Chartered Accountants & Statutory Auditors Times House Throwley Way Sutton SM1 4JQ, UK
<b>Solicitors</b>	Winckworth Sherwood 16 Beaumont Street Oxford OX1 2LX, UK
<b>Bankers</b>	The Royal Bank of Scotland Plc, London, UK Bankers Trust Private Banking, New York, USA

## Annual Report of the Trustees

The Trustees are pleased to present their Report and Financial Statements for the year to 31 December 2012.

Deriving from the ancient Celtic and Saxon churches of the British Isles, Anglicanism found its distinctive identity in the sixteenth and seventeenth century Reformation, when the separate Church of England, along with the Church of Ireland and the Scottish Episcopal Church, came into being. At the time of the American Revolution, an autonomous Episcopal Church was founded in the United States, and later Anglican or Episcopal churches were founded across the globe as a result of the missionary movements of the eighteenth and nineteenth centuries. Many of these were given autonomy as provinces in the course of the nineteenth and twentieth centuries. In South Asia, the United Churches, formed between Anglican and several Protestant traditions, also joined the Anglican Communion, as did churches elsewhere such as the Spanish Episcopal Reformed Church and the Lusitanian Church of Portugal.

Today, the Anglican Communion consists of an estimated 80 million Christians who are members of 34 provinces, four United Churches, and six other churches, spread across the globe.

### Structure, Governance and Management

The churches of the Anglican Communion are held together by bonds of affection and common loyalty, expressed through links with the Archbishop of Canterbury as the Focus for Unity, and the *Instruments of Communion*: The Archbishop of Canterbury; The Lambeth Conference; The Primates' Meeting; The Anglican Consultative Council.

- **The Archbishop of Canterbury:** The Churches are all in communion with the See of Canterbury in the Church of England, and thus the Archbishop of Canterbury in his person and ministry is the unique focus of Anglican unity. He calls the Lambeth Conference and Primates' Meeting, and is President of the Anglican Consultative Council. The 104<sup>th</sup> Archbishop of Canterbury in succession to St Augustine, The Most Revd and Rt Hon Rowan Williams, was enthroned in February 2003.
- **The Lambeth Conference:** Every ten years or so, the Archbishop of Canterbury invites the bishops of the Anglican Communion to join with him in prayer, study and discernment, normally at Canterbury Cathedral and the campus of the University of Kent. Over 650 bishops were welcomed to the last Lambeth Conference in 2008.
- **The Primates' Meeting:** Since 1979 the Archbishop of Canterbury has invited the Primates (ie the presiding bishop, archbishop or moderator) of the 34 provinces to join him in regular meetings for consultation, prayer and reflection on theological, social and international matters. These meetings take place approximately every 18 months to two years.
- **The Anglican Consultative Council:** In 1968 the bishops of the Lambeth Conference requested the establishment of a body representative of all sections of the churches (bishops, clergy and laity) to co-ordinate international Anglican ecumenical and mission work. With the consent of the legislative bodies of all the provinces, the Anglican Consultative Council (ACC) was established in 1971, and has met regularly since.

The governing document of the ACC is the *Constitution* to which the member churches of the Anglican Communion subscribe. As the only Instrument of Communion with a constitution, the ACC exercises

functions on behalf of the other Instruments as well as on its own behalf, mainly the employment of staff at the Anglican Communion Office and the holding of funds.

Both the ACC and the Primates' Meeting elect a standing committee from among their own number. In a recent change to the Constitution of the ACC, and in an effort to draw the Instruments closer together and strengthen the common life of the Communion, the members of the Primates' Standing Committee were made *ex-officio* members of ACC and of its Standing Committee. This Standing Committee meets annually, and its members for the time being are the trustees of the ACC. Procedures have been put in place to ensure that the Trustees are made aware of their responsibilities at their first meeting.

The Trustees are aware of the complexity of the relationships with other organisations within the Anglican Communion. Of particular significance is the common interest in pursuit of its charitable objectives that the ACC shares with the Lambeth Conference Company because the Lambeth Conference is one of the Instruments of Communion. ACC resumed financial contributions to the Lambeth Conference in 2009.

The Anglican Communion Office, based in London, is the permanent secretariat for the Instruments of Communion. The secretariat is responsible for organising all meetings of the conciliar Instruments of Communion, as well as organising and supporting the Commissions, working parties and Networks of the Communion as appropriate. Funding comes from the Inter-Anglican budget to which all member churches contribute according to their means. Member churches are also invited to contribute to special projects, such as the Personal Emergencies Fund and various other projects and emergencies that arise.

The Anglican Communion Office is based at St Andrew's House, London, under the leadership of the Secretary General, the Revd Canon Kenneth Kearon. In addition to its offices, St Andrew's House offers a small number of rooms as accommodation for visitors.

## **Public Benefit**

The Trustees believe that the Christian faith is of benefit to individuals and to society since it works towards a holistic vision of a transformed and peace-filled community and the flourishing of humankind and all creation. The stated objective of the ACC is 'to advance the Christian religion and in particular to promote the unity and purposes of the Churches of the Anglican Communion in mission and evangelism, ecumenical relations, communication, administration and finance'. In pursuing this objective the ACC serves the Anglican Communion's life and work within God's mission. The Communion has set out its understanding of this life and work in its *Five Marks of Mission*:

- to proclaim the Good News of the Kingdom;
- to teach, baptise and nurture new believers;
- to respond to human need by loving service;
- to seek to transform unjust structures of society, to challenge violence of every kind and to pursue peace and reconciliation;
- and to safeguard the integrity of creation and sustain and renew the life of the earth.

These *Five Marks of Mission* serve as a guide and help the churches within the Communion to live out mission in their local contexts and in a variety of ways.

In preparing this report the Trustees have complied with their duty to have due regard to the public benefit guidance published by the Charity Commission.

## **Risk Management**

During the year the Board of Trustees reviewed the risks to which the charity is exposed and was pleased to note the improvements that had been made since the previous review in the areas of governance and financial viability. The 2012 review considered key risks in relation to its operations, reviewed current controls and identified areas where controls could be improved. Procedures will be introduced to manage and reduce the risks identified, and to ensure that further reviews take place regularly.

The financial climate remains challenging prompting a review of expenditure to identify savings needed to accommodate the current economic environment.

The Trustees have prioritised spending in keeping with both existing and new sources of funding.

A review of communications highlighted the need to raise awareness of the ACC's plans and activities throughout the Communion, and this area of operation has been strengthened as set out later in the report.

## **Objectives, Achievements and Activities**

The ACC has been constituted to facilitate, *inter alia*, the co-operative work of the member churches of the Anglican Communion, to consult about developments in the provinces, to develop agreed Anglican policies in the world mission of the Church and to encourage and guide Anglican participation in ecumenical dialogue and inter faith work at an international level.



## The Anglican Communion Office

In order to serve best the aims of the ACC as set out in its Constitution, and all the Instruments of Communion, the work of the Anglican Communion Office, under the direction of the Secretary General, the Revd Canon Dr Kenneth Kearon, is divided into eight departments. These are:

The Secretary General's Office  
Communications  
Unity, Faith and Order  
Finance and Administration  
Mission  
Theological Studies  
Continuing Indaba  
Anglican Communion Office at the United Nations

### The Secretary General's Office

The Secretary General's Office is responsible for the management of the work of the Anglican Communion Office and for carrying forward the meetings and programmatic work of the ACC, the Primates' Meeting and the Lambeth Conference. During the year the Secretary General made a formal visit to the Anglican Church in Doha, Qatar, and spent some time visiting the huge Anglican complex being built there for a substantial Anglican congregation, which will also host worship and meeting places for many other Christian communities in the city. He followed that with a visit to Kuching in Malaysia for the installation of Bishop Bolly Lapok as Primate of South East Asia and spent some days visiting some thriving parishes in that Diocese.

Much of the work of the office during the year was taken up with preparations for ACC-15 which took place in Auckland, New Zealand, at the kind invitation of the Anglican Church in Aotearoa, New Zealand and Polynesia from 27 October to 7 November 2012. The Standing Committee finalised the programme for ACC-15 at its meeting in May.

The ACC-15 programme followed the pattern established at ACC-14 by fore-fronting and highlighting the work of the Anglican Communion Networks early in the programme together with significant discussions on issues related to Anglican identity and ecumenical conversations, as well as the review of progress in implementing the resolutions of ACC-14, the progress of the Anglican Communion Covenant, and decisions of the Standing Committee. Much of the year was dominated by the Archbishop of Canterbury's decision to step down as Archbishop at the end of 2012. Many tributes and expressions of gratitude and appreciation of his ministry were made during ACC-15, and further expressions were made at a Eucharist at which the Archbishop presided and preached, and a meal, in St Andrew's House early in December. Equally, throughout the Communion and in the Anglican Communion Office, the news that Bishop Justin Welby had been appointed as his successor was warmly welcomed. The Office looks forward to working closely with Archbishop Welby and supporting his ministry in the Anglican Communion.

The Women's Desk Officer, the Revd Terrie Robinson, appointed to the Secretary General's office in 2009 has continued to serve as a focus for information sharing and support for women, lay and ordained, throughout the Communion. A key piece of her work has been supporting Anglican women and men in raising awareness of the prevalence of gender based and domestic violence and the potential of churches to work towards its elimination and care for its survivors. She has continued to serve on the steering group of the *We Will Speak Out* coalition of churches, NGOs and UN agencies working against sexual violence.

## Communications

In 2012 the Department focused on strengthening the systems and structures that will result in vastly improved intra- and extra-Communion communications.

One of the most important aspects of any global Communion's information network is skilled communications staff. After interviews in Kenya and Zambia, we were delighted to appoint the first ever Communications Officer for the region, who is also acting as the Provincial Communicator. This appointment was made in close partnership with the Church of the Province of Central Africa, and funded for three years by long-time supporters of the ACO's Communications work, Trinity Church in New York.

This appointment has doubled the reporting capacity of the Communion's official news and information service, the Anglican Communion News Service (ACNS), and equipped it to bring even more important news from Africa to Anglican Communion members around the world.

Over the year ACNS has maintained its coverage of other key moments and events in the life of the Communion including the Archbishop of Canterbury's decision to step down and the news of his successor; the appointments of new Primates for the Provinces in Uganda, West Africa and South East Asia; as well as sharing stories of relief, development and advocacy, of ecumenical and interfaith relationships, and life-changing evangelism and church growth.

ACNS's Twitter feed has doubled to more than 4,500 followers now, and in Twitter and Google News searches for 'Anglican', ACNS often dominates the search results.

Another initiative made possible through additional, though temporary, staffing was the re-launch of *Anglican World* magazine. The first edition of the re-launched publication was presented to Archbishop Rowan Williams and all members of the Anglican Consultative Council meeting in November. Described at England's General Synod as 'a very good read' a complimentary copy was sent to every bishop of the Anglican Communion (900+) to let them know it has been revived and to encourage them to subscribe.

The other vital part of successful global church communications is effective channels. As more and more Anglicans have access to the Internet and become part of online social networks and communities, so the role of the Anglican Communion's website and ACNS grows. To reflect this, two organisations, the Compass Rose Society and the Church Mission Publishing Company, agreed to fund a rebuild of [anglicancommunion.org](http://anglicancommunion.org) and the construction of a dedicated Anglican news website. The news site is expected to launch at the end of April, and [anglicancommunion.org](http://anglicancommunion.org) by the end of 2013.

The ACO's Communications Department is also tasked with supporting other communicators and projects of the Anglican Communion. It has done this during 2012 in a variety of ways; first, through a face-to-face meeting with communicators from the Burundi, Canada, Scotland, New Zealand and the US. Staff have also attended the annual conference for England's diocesan communicators. It has also given guidance to staff at the Anglican Communion Office and to representatives of the Communion's official networks about their communications planning and activities. Several departments and networks are now communicating effectively via social media channels.

Following a request from the Standing Committee, the Director of Communications also facilitated a meeting of communicators from around the world at St Andrew's House. This working group met in March to discuss the challenges of church communications, what ways the Communion might capitalise on digital technology, and future tasks for the ACO's Communications Department. Members attended in person or via Skype from England, India, Hong Kong, Mexico, Southern Africa, Sudan and the US.

In addition to reporting on the 2012's meetings of the Standing Committee, the Communications Department also set a new benchmark for its support of the Anglican Consultative Council meetings. At this year's gathering in Auckland, a team comprising members from the ACO, Canada and New Zealand shared a cornucopia of news, features, audio/visual material via [anglicancommunion.org](http://anglicancommunion.org), ACNS, a range of social media channels and also the secular media. Thanks to a generous donation, we were able to produce a video of the opening ceremony and Eucharist which, to date, has been watched more than 1,000 times.

We were pleased and proud of the achievements in 2012. However, it is important to say that none of this could have been achieved without the goodwill of Anglicans and Episcopalians around the globe, the growing network of global communicators, our donors and other supporters, and the grace and mercy of God.

### **Unity, Faith and Order**

The Department for Unity, Faith and Order is responsible for strengthening relations among the Churches of the Anglican Communion and between those Churches and other Christian traditions. The Department staffs and services the Inter-Anglican Standing Commission on Unity, Faith and Order (IASCUFO) and acts on behalf of the Communion in multi-lateral ecumenical contexts, such as the World Council of Churches and the Global Christian Forum. It staffs all the bilateral ecumenical dialogues in which the Anglican Communion is engaged: with Orthodox, Oriental Orthodox, Roman Catholics, Lutherans and Methodists, and it is responsible for relations with Churches in Communion with the Anglican Communion, including the Old Catholic Churches of the Union of Utrecht.

IASCUFO met for the fourth time in Dublin, Ireland in September 2012. It prepared a report for the Anglican Consultative Council in October 2012 on the theological understanding of the Instruments of Communion, together with a report on the process of reception for the Anglican Communion Covenant. Eight sessions of ACC-15 were given to the work of IASCUFO. IASCUFO also reviews ecumenical dialogues to ensure consistency among them. In new work, IASCUFO is considering the ecclesiologies of various expressions of contemporary Anglicanism and will try to articulate an ecclesiology for a post-colonial Communion.

### **Finance and Administration**

The Finance and Administration Department has responsibility for financial matters, staff issues and services provided by the Anglican Communion Office such as provision for travel, organisation of meetings and the upkeep and maintenance of Saint Andrew's House.

### **Mission**

The Mission Department exists to serve the Anglican Communion in adding value to the life and ministry of the Churches of the Communion as they participate in God's holistic mission in their local (and global) context.

This is mainly advanced by promoting principles for relationships which foster mutual interdependence and collaboration in the Communion, and by providing a platform for mutual sharing of experience and good practice for local and global mission.

The Mission Department also acts as a focal point for supporting the existing Anglican Communion Networks and enabling co-ordination and sharing of information and experience through the Networks Coordinator. It also provides a link for Anglican Communion mission work with wider ecumenical

mission networks, while aware that most ecumenical mission relationships happen at local and grassroots level.

The Mission Department continues to champion the holistic and integral nature of God's mission and thus holding the broader picture of mission.

### **Book Project**

The Young Anglican Leaders book project which emerged from participation in the Edinburgh 2010 conference concluded on a successful note with the launch of the book *Life-Widening Mission: Global Anglican Perspectives* at the 15<sup>th</sup> Anglican Consultative Council meeting in Auckland. The event was graced by the Archbishop of Canterbury, Dr Rowan Williams, who himself wrote a foreword to the book; with a personal reflection given by the Revd Dr Irene Ayallo, one of the contributors to the book.

The book which is written from various Communion perspectives focuses on the *Five Marks of Mission*. It is a valuable resource for churches around the Communion as it inspires and challenges current mission thinking and practice in the Communion and the world Church. The book is on sale at the Anglican Communion Office and can also be obtained from the Anglican Communion website's online store.

The success of the book project underscores the great impact the Young Anglican Leaders programme had on the participants and their ongoing mission experience. The following comment by one of the participants illustrates the sentiments of the whole group:

*Of all things Anglican I've ever done, this was the only one that had a concrete outcome. And an outcome that valued our capacity of doing theology collectively and which, I hope, will contribute to God's Mission. Frankly, I'm a bit tired of international meetings that end up not producing anything other than vouchers and free trips.*

### **Anglican Witness: Evangelism and Church Growth Initiative of the Anglican Communion**

This continues to be a grassroots initiative which promotes evangelism and fosters mutual learning and sharing of good practice and lifts up good models and principles of evangelism and church growth in the Anglican Communion.

The Anglican Witness is supported by a Core Group of Animators, made up of 14 people representing nine regions of the Communion and some specialised global mission initiatives.

Beyond the Core Group, the initiative is currently relating to more than 900 people mainly through the newsletter (*Witness* 6.7) and the Facebook forum (known as *Anglican Witness*). The interaction through these fora is proving to be valuable to those who participate and other communication tools relevant in various contexts are being explored to maximise participation.

ACC-15 endorsed the name change proposed by the Standing Committee from *Evangelism and Church Growth Initiative* (ECGI) to *Anglican Witness: Evangelism and Church Growth of the Anglican Communion*.

The Anglican Witness report to the ACC-15 meeting in Auckland highlighted four case studies from different parts of the Communion. This produced a sustained engagement by the members and resulted in a renewed mandate with new specific emphasis to focus on resourcing the ministry of children and young people in the Communion.

The Core Group has identified discipleship as a key area of common importance to the life and ministry of the Communion, which needs special attention for the next few years.

In the light of the renewed mandate and identified priorities the Core Group Anglican Witness: *Evangelism and Church Growth Initiative of the Anglican Communion* will meet in March 2013 to articulate the strategy for taking forward the new mandate.

Resource mobilisation for other aspects of evangelism and church growth, along with children and young people and discipleship, will be central to the ongoing task of the Anglican Witness: *Evangelism and Church Growth Initiative of the Anglican Communion*.

### **The Anglican Alliance: Development Relief and Advocacy**

The review of the Anglican Alliance's governance was completed in May, and the Standing Committee subsequently agreed to the Alliance being constituted as a charitable company with a global board representative of all regions of the Anglican Communion as well as the different areas of expertise in international development.

Our first major regional advocacy programme took place in June 2012 at the Rio+20 Summit in Brazil. The Alliance Latin American and Caribbean facilitator organised a series of activities that raised the profile of Anglicans and reached out to one of Brazil's most marginalised communities – landless people. The same month saw the Anglican Alliance speak out at the G20 meeting of the world's richest nations meeting in Mexico, with the provincial secretary attending as part of civil society.

Young Anglicans from Latin America, Asia and Africa met at Lambeth Palace in June for a workshop on peacebuilding. They spent time in placements with different communities around the UK, and then finished with a workshop in Coventry run in partnership with the Community of the Cross of Nails.

Economic empowerment was the subject of the Alliance's first capacity building workshop organised in Nairobi in September by our Africa facilitator. Anglicans involved in micro-finance and co-operatives from Latin America, Africa, Bangladesh and the Philippines gathered to look at different models of providing access to finance for the very poor.

In the area of relief, the Alliance launched guidelines to facilitate church-to-church giving, providing support to churches in disaster-hit areas, whilst also providing accountability to church donors.

The year ended with the launch at Lambeth Palace of the *Agents of Change* programme, an innovative distance learning programme provided for the Anglican Alliance by The Open University. The assembled guests heard a warm tribute to the work of the Alliance from Archbishop Rowan Williams, and also heard from one of the *Agents of Change* students based in Lusaka, Zambia. The *Agents of Change* course provides distance learning in community development skills and was overwhelmed by applications.

### **The Networks of the Anglican Communion**

The Anglican Communion has eleven international, themed Networks:

- Environmental
- Health
- Women's Network
- Peace and Justice
- Youth; Refugee and Migrant
- Family
- Francophone
- Indigenous
- Safe Church
- Colleges and Universities of the Anglican Communion.

Through a variety of means such as email listservs, social media, occasional regional and international gatherings, and the publication of on-line and printed newsletters, reports and resources, the Networks tell the stories of grass roots experience, share news, theological and liturgical material, and information about models of mission, ministry and good practice. They join together in the role of advocacy where there are common concerns, and provide briefings to the Instruments of Communion.

During 2012 the Networks continued to make a vibrant contribution towards the life and mission of the Communion. The International Anglican Family Network began promoting the churches' role in overcoming obstacles to birth registration as a means of ensuring that children have access to the benefits and protection of citizenship. The Anglican Communion Environmental Network developed its focus on water, sustainable food and agriculture and renewable energy, and published reflections on the meaning and praxis of 'Sabbath' and how it might shape human society in a manner consistent with the wellbeing of creation. The Anglican Health Network developed a multi-stranded 'Promoting Healthy Communities' initiative concerned with the promotion of the Church's centuries-long holistic care of the sick.

Members of the Anglican Francophone Network gathered in Cameroon and considered regional challenges, not least those associated with the legacies of conflict. The Anglican Indigenous Network drew attention to the importance of Indigenous leadership and the reality of historic trauma among indigenous communities. The International Anglican Women's Network stepped up its vital efforts in challenging the Churches to speak and act against gender based violence. A prime concern is to identify champions among men and boys to work with them.

The Anglican Peace & Justice Network began an exploration of Anglican engagement with truth and reconciliation commissions and related activities while the Anglican Refugee and Migrant Network continued to develop and is now ready to set up a global steering group and discern priorities. Colleges and Universities of the Anglican Communion shared news via electronic newsletters and instigated the annual Dr Rowan Williams lecture.

The Anglican Communion's Safe Church Consultation was recognised as a formal Network during ACC-15. Its 'Charter for the Safety of People within the Churches of the Anglican Communion' was sent out to the provinces with an ACC recommendation that it be adopted and implemented by the Churches. The Network is now working with the Council of Anglican Provinces in Africa to organise a Safe Church conference in Africa in 2014.

### **Theological Studies**

The Secretary General had commissioned the Rt Revd Stephen Pickard (Australia) to review the various phases of the Theological Education in the Anglican Communion (TEAC) project, and as the current phase was coming to an end, to outline proposals for future development. His substantial report entitled *An Anglican Communion Approach to Theological Education: Report on Future Directions* was considered in depth early in the year by the members of TEAC meeting in Sri Lanka and adopted by them. This document was welcomed at ACC-15 and commended for implementation subject to finance being available.

### **Network for Interfaith Concerns (NIFCON)**

The main focus of its work during the year was the researching and compilation of a report on attitudes to the Holy Land and to Christian Zionism, entitled *LAND OF PROMISE?: An Anglican Exploration of Christian Attitudes to the Holy Land*. The Report was welcomed and discussed in depth at ACC-15, and commended to the Communion for distribution and further study.

### **The Bible in the Life of the Church**

*The Bible in the Life of the Church* project was mandated by ACC-14 during its meeting in Jamaica in 2009. It has now reached its half way stage. Phase 1 sought to discover how Anglicans read the Bible, recognising the very diverse contexts that are inevitably brought to this reading. This work was reported to ACC-15 and its work can be seen on the Anglican Communion website. ACC-15 mandated Phase 2, which will publicise the report on Phase 1 and explore how we might embed its thinking. It is more intentional about the processes we use to engage with Scripture in the life of the Anglican Communion at all levels.

### **Continuing Indaba**

*Continuing Indaba* is a programme designed to enable mutual listening in the Anglican Communion. Its mandate derives from the direction given to the ACO by the Windsor Continuation Group endorsed by the Lambeth Conference and the Primates' Meeting (Alexandria 2009). *Continuing Indaba* was mandated by ACC-14 and is supported by the Archbishop of Canterbury.

*Indaba* is a Zulu word describing a community process for discernment on matters of significance. Such processes are common throughout Africa, Asia, the Pacific islands and the indigenous peoples of the Americas. Their aim is to further community life, not to solve issues. *Continuing Indaba* uses journeys to establish relationships and build community so that genuine conversation on matters of significance can energise mission.

The aims are to intensify relationships across the communion and provide safe space for genuine conversation in order to further mission that is local and global.

The Pilot Conversations, undertaken in 2010/11 have shown that we can walk together, recognize Christ in each other, and undertake mutual mission together even though we have strong differences. Those who have participated in *Continuing Indaba* journeys speak of the transformational value of the transcultural process. Following their experience of learning, praying and worshipping together, the language of conflict and accusation is replaced with a new language of partnership in diversity.

During ACC-15 the representatives were asked to guide the future of *Continuing Indaba* in the Anglican Communion. The individual representatives of the ACC did more than support a resolution on *Continuing Indaba*, they expressed a deep desire to see the process applied in their own dioceses and provinces as well as in meetings of the Communion. They hoped that 'in an atmosphere of prayer it will propel us to do something.'

The message from ACC-15 was that the Council 'understands Indaba to be a process of honest conversation that seeks to build community, energise mission, and provide a context in which conflict can be resolved.' They wanted it to be used effectively in the Anglican Communion and where appropriate for it to be applied in provinces and dioceses.

We will be seeking further funding and set out work that will be in line with ACC requests, including those of the Standing Committee, to extend the programme.

### **The Anglican Communion Office at the United Nations**

The Anglican Communion Office at the United Nations (ACOUN) is based in New York and facilitates an interface on behalf of the Anglican Communion with the United Nations. The ACC has Category II (Special) Consultative status with the UN Economic and Social Council (ECOSOC), which permits consultation with the UN Secretariat on matters of mutual concern, attendance at ECOSOC meetings and the submission of oral and written interventions relevant to the ECOSOC's work. The Communion also has an accredited representative in Geneva supported by a small team of Anglicans who have a background in international issues.

ACOUN was instrumental in facilitating a delegation of 19 Anglican women from around the Communion to attend the 56th session of the United Nations Commission on the Status of Women on the theme of 'The empowerment of rural women and their role in poverty and hunger eradication, development and current challenges'. In his capacity as Program Associate for the Environment and Sustainable Development, the Revd Canon Jeff Gollhofer assisted the Anglican Alliance in preparing for the Rio+20 UN Conference on Sustainable Development held in Rio de Janeiro, Brazil. He also offered specific advice and support to the Anglican Communion's Environmental Network as it focussed on evidence-based advocacy for sustainable communities, water, food and renewable energy.

Finance for the Office is provided by the Archbishop of Canterbury's Anglican Communion Fund, the Inter-Anglican Budget, the Presiding Bishop of the Episcopal Church, and individual donors.

The review of the work of the Office and its future, prepared by Bishop Michael Doe, was presented to the Standing Committee in May 2012.

Further detailed information about all activities of the ACC is available on the Anglican Communion website at [www.anglicancommunion.org](http://www.anglicancommunion.org).

### **Donations in Kind**

Reference has been made in this report to contributions from various quarters to the work of the ACC. Some contributions have been financial, others in the form of the provision of personnel or facilities. Among these donations in kind is office space for the Anglican Observer at the United Nations provided in New York by The Episcopal Church.

The Trustees would also wish to acknowledge the generosity of the Trustees of the Community of St Andrew in enabling them to lease St Andrew's House for a peppercorn rent.

### **Grant-making Policies**

The ACC administers grants in accordance with the restricted purposes for which the funds were originally donated. Grants are paid as soon as the applications have been received and approved.



## Financial Report for the Year to 31 December 2012

The ACC was incorporated as a company limited by guarantee on 12 July 2010. The first Report and Financial Statements of the new charitable company were for the 17 month period ended 31 December 2011. This second Report and Financial Statements are for the 12 month period ended 31 December 2012.

The accounts have been produced in a format designed to comply with the Statement of Recommended Practice (SORP) 2005 and to comply with The Companies Act 2006 to which all companies should comply.

The *Balance Sheet* sets out the overall financial position of the ACC at the end of December 2012. It should be noted that each fund category is dealt with in a separate column, which is referenced to notes in the accounts. The total fund balances at the end of 2012 (Reserves) were £1,982,965.

Note 7 to the account gives the details of the ACC's investments, which were held in the COIF Charities Deposit Fund and CBF Church of England Deposit Fund. There were disposals of investments of £70,000 in the year and an increase in market value of £64,481.

Cash decreased from £769,783 to £749,494 as set out in the *Cash Flow Statement* which accompanies these financial statements (Note 9). This reflected the fact that resources expended exceeded incoming resources during the year.

The main summary of financial transactions through the year is the *Statement of Financial Activities* or SOFA. This statement includes income and expenditure, transfers between the different funds and gains or losses on the values of investments. Separate supporting statements, set out in the same SOFA format, show in more detail General Fund transactions related to the Core Budget, Designated Funds, Special Project Funds, Endowment, the Property Reserve and Funds held for Others. Supplementary information is included in the notes to the accounts.

The General Fund generated net cash inflow of £410,119 (see Note 9) before transfers, which was higher than 2011. Core income increased by £76,819 to £1,444,282 during 2012 and core costs increased by £222,220 to £1,450,815. After making transfers to Designated and Restricted Funds, the General Fund Balance stood at £98,572.

The *Designated Fund Statement of Financial Activities* shows funds that are still unrestricted and should form part of overall unrestricted reserves. The ACC designates these funds by transfer from General Funds for meetings which do not take place every year. During 2012 there was an ACC Meeting and as a result Designated Funds excluding the Pension deficit decreased to £292,973 at 31 December 2012.

In 2011 provision was made for an actuarial loss on the Defined Benefit Pension Scheme (also see Note 13). The Trustees plan to eliminate the deficit with annual payments of £32,865 over the next ten years.

The Restricted Funds still fund vital parts of the ACC's work and the Trustees are grateful for the generous grants and donations which fund specific aspects of the work which the contributions of the member provinces do not cover (Anglican Alliance, UN Observer, Continuing Indaba).

The Restricted Fund Balance at 31 December 2012 was £299,339 of which the major constituent was the Personal Emergencies Fund £195,043 which uniquely assists clergy and members of their families

facing personal medical emergencies. There is a deficit on the Continuing Indaba Fund; the Trustees plan to clear this in 2013.

The Endowment Fund at 31 December 2012 was £547,511 and has been set up to support the work of the United Nations Observer's office. The Property Fund (which is classified as a Restricted Fund) has been used to fund the St Andrew's House 2004 refurbishment costs and stands at £1,015,706. These costs are fully funded and are being depreciated over the life of the lease.

The Funds Held for Others do not form part of the aggregated Statements as these are merely held on behalf of others as if ACC were the banker.

## **Investment Policy**

The market value of investments held by ACC at 31 December 2012 was £668,637 made up of £521,064 of endowment funds and £147,573 of restricted funds.

The endowment funds for the Office of the Observer at the UN are invested in (Central Board of Finance) CBF Church of England Deposit Fund income shares which meet the Trustees' ethical concerns and provide income because up to 5% of the endowment can be drawn to fund ministry costs. During 2012 the income yield was 4.27% (2011 3.2%) and the market value of the units increased by 9.9% during 2012 (2011 decrease 6.1%).

The restricted funds are for the Personal Emergencies Fund and there is an appetite for growth and a requirement for income to assist in meeting medical emergency costs. Funds have been invested in the COIF Charities Investment Fund Income Units, which invests mainly in equities. Income yield during 2012 was 4.34% (2011 4.3%) and the market value of the units increased by 9.3% (2011 decrease 6.1%).

The Trustees look forward to the resumption of growth in the medium and long term but in the short term markets continue to remain volatile from time to time. The Trustees do not consider it prudent to invest General Funds for the longer term because reserves are scarce. Funds are therefore retained as cash and placed on bank deposit at the best rate obtainable.

## **Reserves Policy**

During the year the Trustees have reviewed the ACC's requirements for free reserves in the light of the predominant risks to the organisation. The General Fund (core budget) costs are of the order of £1.4 million per annum and over 50% of these costs are associated with employment of staff.

The Trustees' policy is progressively to establish over the next three years unrestricted reserves sufficient to cover three months of operating costs (around £350,000), as it is risky for Trustees and staff to enter into obligations and contracts where the obligations are not currently covered by free reserves.

The Trustees aim to maintain a balance on General Fund of £100,000 and to place surpluses above that figure to other Designated Reserves (Note 10). At the end of 2012, the balance on General Fund was £98,572 and the balance on other Designated Reserves was £292,973. Free reserves at 31 December 2012 were £93,177 (2011 £87,463). Free reserves are defined as the balance on the General Fund less the value of tangible fixed assets.

## Looking Forward

The Trustees will meet again in London in May 2014. The next meeting of the ACC (ACC-16) is scheduled to take place in Zambia in 2016.

It will continue to be a challenge to find the financial resources to fund the new programmes of work agreed at ACC-15, especially in the light of the current financial climate.

A major goal of the communications strategy – the re-launch of [anglicancommunion.org](http://anglicancommunion.org) – will be achieved in 2014. From then on, the Communications Department will spend much of its resources maintaining and populating the ACO's two websites and sourcing church communications best-practice and sharing it with the rest of the Anglican Communion.

2013 will see ongoing dialogue with the Roman Catholic, Orthodox, Oriental Orthodox, Lutheran and Methodist World Communions. The Department for Unity, Faith & Order continues to monitor the progress of the Anglican Communion Covenant throughout the Communion, recognising that this will be a slow process, determined by the very different procedures in place in various provinces for its consideration.

The Core Group of the Anglican Witness will meet in London in March 2013, to develop the initiatives approved at ACC-15.

The Networks of the Anglican Communion will promote and take forward a broad range of mission themes and activities endorsed or recommended in resolutions passed at ACC-15. They will also continue to bring issues emerging from Network memberships to the attention of the broader Communion.

The Women's Desk will respond to ACC-15 resolutions relating to gender based and domestic violence and other issues that disproportionately affect women. There will also be a focus on telling the good news of women's contributions to God's mission in the world in a range of contemporary contexts.

The Anglican Alliance for development, relief and advocacy starts its third year in 2013 which will see the establishment of the Anglican Alliance as a subsidiary charity of the ACC. The Alliance will continue to fulfill the objectives of its board and to seek further funding.

## Trustees' Responsibilities in Relation to the Financial Statements

The law applicable to charities in England and Wales requires the Trustees to prepare the annual report and financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the Trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ascertain the financial position of the charity and ensure that the financial statements comply with the Companies Act 2006. The Trustees are responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are not aware of any relevant audit information that has not been disclosed to the charity's auditors. The Trustees have taken all the steps that ought to have been taken in order to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

## Auditors

The Auditors, Mazars LLP, have signified their willingness to continue in office.

Approved by the Trustees and signed on their behalf by:

*E. C. Paver.*

Canon Elizabeth Paver

Vice Chair

*September 9th 2013*

Date

# Independent Auditors' Report to the Trustees of The Anglican Consultative Council

We have audited the financial statements of The Anglican Consultative Council for the year ended 31 December 2012 which comprise the *Statement of Financial Activities*, the *Balance Sheet*, the *Cash flow Statement* and the related *Notes*. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

## Respective responsibilities of trustees and auditors

As explained more fully in the *Trustees' Responsibilities Statement* set out on page 17, the trustees (who are also the directors of the charity for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's (FRC's) Ethical Standards for Auditors. This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body for our audit work, for this report, or for the opinions we have formed.

## Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the FRC's web-site at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

## Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2012 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

## Opinion on the other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Alistair Fraser (Senior Statutory Auditor)

Date

20 September 2013

for and on behalf of Mazars LLP, Chartered Accountants (Statutory auditors)  
Times House, Throwley Way, Sutton, Surrey, SM1 4JQ, UK

## The Anglican Consultative Council Statement of Financial Activities for the year ended 31 December 2012

	Notes	Unrestricted £	Restricted £	Endowment £	Total 2012 £	Total 2011 £
<b>Incoming Resources</b>						
<i>Incoming Resources from Generated Funds</i>						
Inter Anglican Budget Contributions		1,164,653	-	-	1,164,653	1,168,478
Compass Rose Donations		185,183	6,974	-	192,157	125,520
Other Donations		25,559	634,616	-	660,175	995,489
Investment Income		8,576	8,325	22,456	39,357	38,991
<i>Other Incoming Resources</i>						
Miscellaneous Income		56,465	-	-	56,465	87,239
Publications		3,846	2,541	-	6,387	600
<b>Total Incoming Resources</b>		<b>1,444,282</b>	<b>652,456</b>	<b>22,456</b>	<b>2,119,194</b>	<b>2,416,317</b>
<b>Resources Expended</b>						
<i>Charitable Activities</i>						
Secretary General's Office & Instruments of Communion		609,572	32,920	-	642,492	487,511
Unity, Faith and Order		251,923	14,968	-	266,891	276,995
Mission		172,278	469,525	-	641,803	527,345
Communications		253,763	14,968	-	268,731	226,806
Theological Studies		32,346	131,806	-	164,152	243,492
UN Observer's Office		20,732	127,158	-	147,890	157,846
Continuing Indaba		38,839	182,068	-	220,907	482,092
Governance Costs		71,362	-	-	71,362	53,208
<b>Total Resources Expended</b>	<b>3</b>	<b>1,450,815</b>	<b>973,413</b>	<b>-</b>	<b>2,424,228</b>	<b>2,455,295</b>
(Outgoing)/Net Incoming pre-transfers		(6,533)	(320,957)	22,456	(305,034)	(38,978)
Actuarial losses on defined pension scheme	12	-	-	-	-	(291,273)
Inter-account transfers		(34,693)	47,193	(12,500)	-	-
Investment Gain/(Loss)	7	-	17,399	47,082	64,481	(37,410)
<b>Net Movement in Funds</b>	<b>4</b>	<b>(41,226)</b>	<b>(256,365)</b>	<b>57,038</b>	<b>(240,553)</b>	<b>(367,661)</b>
Opening Balance 1 January 2012		161,635	1,571,410	490,473	2,223,518	2,591,179
<b>Closing Balance 31 December 2012</b>		<b>120,409</b>	<b>1,315,045</b>	<b>547,511</b>	<b>1,982,965</b>	<b>2,223,518</b>

All incoming resources and resources expended derive from continuing activities. There were no recognised gains or losses other than those included above. The Statement of Financial Activities also complied with the requirements for an income and expenditure account under the Companies Act 2006.

The Anglican Consultative Council Balance Sheet at 31 December 2012

Notes	General £	Unrestricted			Restricted			Funds for Others £	Total 2012 £	Total 2011 £
		Pension £	Designated £	Restricted £	Property £	Endowment £				
<b>Fixed Assets</b>										
6	5,395	-	-	-	-	-	-	5,395	9,819	
6	-	-	-	-	1,015,706	-	-	1,015,706	1,122,623	
7	-	-	-	147,573	-	521,064	-	668,637	674,156	
	5,395	-	-	147,573	1,015,706	521,064	-	1,689,738	1,806,598	
<b>Current Assets</b>										
8a	259,288	-	-	-	-	-	-	259,288	222,352	
9	(28,533)	-	264,440	186,107	-	26,447	272,500	749,494	769,783	
	230,755	-	292,973	186,107	-	26,447	272,500	1,008,782	992,135	
<b>Current Liabilities</b>										
Funds for Others	137,578	-	-	-	-	-	272,500	272,500	122,615	
8b	137,578	-	-	34,341	-	-	-	171,919	161,327	
	137,578	-	-	34,341	-	-	272,500	444,419	283,942	
<b>Net Current Assets</b>	93,177	-	292,973	151,766	-	26,447	-	564,363	708,193	
<b>Net Current Liabilities</b>										
Creditors - more than one year	-	271,136	-	-	-	-	-	271,136	291,273	
Total Assets less Liabilities	98,572	(271,136)	292,973	299,339	1,015,706	547,511	-	1,982,965	2,223,518	
<b>Fund Balances</b>	98,572	(271,136)	292,973	299,339	1,015,706	547,511	-	1,982,965	2,223,518	

Approved by the Trustees on  
and signed on their behalf by:

*E. C. Paver*  
Canon Elizabeth Paver  
Vice-Chair

*September 9th. 2013.*

Date



# The Anglican Consultative Council

## Notes to the Financial Statements

### for the year ended 31 December 2012

#### Note 1 – Accounting Policies

##### Accounting Conventions

- (a) The financial statements are prepared under the historical cost convention and as modified by the revaluation of investments in accordance with the Companies Act 2006, the *Statement of Recommended Practice Accounting and Reporting by Charities* issued by the Charity Commission in March 2005 and applicable UK accounting standards.
- (b) The historic cost convention applies to the treatment of Tangible Fixed Assets, except for investments, which are included at market value. Expenditure above £800 is capitalised.
- (c) **Income** The most substantial source of income for the ACC is the contributions from the member churches of the Anglican Communion. These contributions are accounted for on a cash received basis except that accrual is made for late contributions received prior to the completion of the year's accounts. A similar principle is adopted in relation to certain substantial donations received late but supporting expenditure for the year. Otherwise, the accounts are kept on an accruals basis.
- (d) **Expenditure** All expenditure is accounted for on an accruals basis and has been listed under the headings that aggregate all the costs related to that activity. Where costs cannot be directly attributed they have been allocated to activities on a basis consistent with the use of the resources.

Direct costs including directly attributable salaries are allocated on an actual basis to the key strategic areas of activity.

Support staff costs are allocated on the basis of time spent. Premises and utility costs, depreciation and the salaries of the St Andrew's House warden and cleaning staff are allocated on the basis of floor space used.

Governance costs include a proportion of the finance & administration costs on the basis of staff keeping proper accounting records. Also included are audit and professional fees and trustee expenses in attending meetings.

- (e) **Investments Gains and Losses** Investments are included at market value. Realised and unrealised gains and losses are calculated in relation to either, the market value at the end of the previous year, or, if purchase of the investments has been made in the same year as the sale, to cost.
- (f) **Grant-making Policy** The ACC administers grants in accordance with the restricted purposes for which the Funds were originally donated. Grants are paid as soon as the applications have been received and approved.

- (g) Funds are set aside annually for specific purposes (*Designated Funds*) and related expenses are charged to the appropriate fund. The balance on each fund is carried forward against expenses for future years and often includes an equalisation element for expenses incurred at irregular intervals. General and Designated Funds are classified as Unrestricted Funds available for use at the discretion of the Trustees in furtherance of the charitable objectives of ACC.
- (h) Restricted funds are funds subject to specific restrictions imposed by donors or funds provided from external sources for specific projects. The purposes of Restricted Funds are set out in the *Notes to the Financial Statements*.
- (i) The General Fund, together with any other current funds not immediately required to meet expenditure, is invested in short term deposits and the income arising therefrom is credited to general funds. However, income arising from the deposit or investment of funds in accounts kept for specific projects accrues to the relevant funds.
- (j) The ACC has an endowment fund for the work of the Anglican Observer at the United Nations Office. This year, some of the Endowment has been spent on this ministry.
- (k) The Property Reserve has funded the alterations to St Andrew's House and no further income needs to be raised as the expenditure has been fully funded.
- (l) The ACC holds certain funds for other entities (*Funds held for Others*). On the basis that no administrative charge is made, interest generated on the funds falls to the benefit of the ACC.
- (m) **Depreciation** Tangible fixed assets are depreciated on a straight line basis over their estimated useful life. The periods used are: Leasehold Property Improvements 18.5 years, Information Technology Equipment 4 years, Office Furniture and Equipment 5 years.
- (n) Foreign Currencies Assets, liabilities, revenues and costs expressed in foreign currencies are translated into sterling at rates of exchange ruling on the date the transactions occur, except for:
- monetary assets and liabilities which are translated at the rate ruling at the balance sheet date.
  - transactions to be settled at a contract date and trading transactions covered by a related forward contract which are translated at those contracted rates.
  - transactions on accounts kept by overseas entities and incorporated in these accounts are generally converted at the average rate for the year.
- (o) **Pension Costs** Contributions to the ACC's pension scheme in which the ACC participates are charged to the Statement of Financial Activities in the period to which they relate. The ACC participates in a Defined Contributions Scheme as well as a Defined Benefits Scheme. The Defined Benefits Scheme was closed to existing members for future service on 28 February 2010.

## **Note 2 – Constitution**

The Anglican Consultative Council is established by constitution subscribed to by all the member churches of the Anglican Communion and is a charity registered in England and Wales.

On 12 July 2010 following the constitutional changes approved by the member churches, the ACC was incorporated as a company limited by guarantee, the assets and liabilities were transferred to the new company on 31 December 2010

**Note 3**

**Analysis of Resources Expended**

Unrestricted Funds (General & Designated) Charitable Activities	Secretary General's Office & Instruments of Communions	Unity Faith & Order Mission	Communications	Theological Studies	UN Observer's Office	Continuing Indaba	Governance	Other Direct			Support		Total 2011 £
								Staff Costs £	Costs £	Grants £	Costs £	Total 2012 £	
	255,740	265,707	35,000	53,125	609,572	414,376							
	138,775	96,227	1,250	15,671	251,923	262,027							
	140,995	15,948	-	15,335	172,278	181,186							
	124,819	11,469	-	117,475	253,763	209,649							
	21,342	569	-	10,435	32,346	37,744							
	15,230	285	-	5,217	20,732	25,917							
	23,432	798	-	14,609	38,839	44,488							
	15,236	34,836	-	21,290	71,362	53,208							
<b>Total Unrestricted Resources expended</b>	<b>735,569</b>	<b>425,839</b>	<b>36,250</b>	<b>253,157</b>	<b>1,450,815</b>	<b>1,228,595</b>							

\*Note: This includes a grant of  
£30,000 to Lambeth Conference

**Restricted Funds (including Property Depreciation)**

Charitable Activities	Secretary General's Office & Instruments of Communions	Unity Faith & Order Mission	Communications	Theological Studies	UN Observer's Office	Continuing Indaba	Total 2012 £	Total 2011 £
	-	1,913	-	31,007	32,920	73,135		
	-	-	-	14,968	14,968	14,968		
	161,074	172,175	70,108	66,168	469,525	346,159		
	-	-	-	14,968	14,968	17,157		
	51,747	67,773	-	12,286	131,806	205,748		
	71,211	31,146	-	24,801	127,158	131,929		
	112,977	52,635	-	16,456	182,068	437,604		
<b>Total Restricted Resources expended</b>	<b>397,009</b>	<b>325,642</b>	<b>70,108</b>	<b>180,654</b>	<b>973,413</b>	<b>1,226,700</b>		
<b>Total Resources Expended</b>	<b>1,132,578</b>	<b>751,481</b>	<b>106,358</b>	<b>433,811</b>	<b>2,424,228</b>	<b>2,455,295</b>		

Analysis of Support Costs	Meetings & Networks £	Unity Faith & Order £	Mission £	Communi- cations £	Theological Education £	UN Observer £	Continuing Indaba £	Governance £	Total 2012 £	Total 2011 £
	33,349	6,195	24,482	108,002	5,263	21,289	6,624	-	205,204	133,638
	18,393	8,856	8,854	8,854	6,324	3,162	8,854	-	63,297	70,719
	32,290	15,588	15,587	15,587	11,134	5,567	15,587	-	111,340	112,424
	100	-	32,580	-	-	-	-	10,028	10,028	10,228
	-	-	-	-	-	-	-	6,315	38,995	12,297
	-	-	-	-	-	-	-	4,947	4,947	(5,852)
	<b>84,132</b>	<b>30,639</b>	<b>81,503</b>	<b>132,443</b>	<b>22,721</b>	<b>30,018</b>	<b>31,065</b>	<b>21,290</b>	<b>433,811</b>	<b>335,454</b>

**Note 4**

<b>Net Movement in Funds is after charging:</b>	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
Audit Fees - current year	11,500	12,350
Audit Fees - previous year	(1,472)	(2,122)
Accountancy & Advisory Fees	3,075	2,828
Rentals in respect of operating leases – office equipment	34,525	25,108
	<u>34,525</u>	<u>25,108</u>

**Note 5****Trustees & Employee Information**

	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
Average number of full-time equivalent staff employed	23	23
	<u>23</u>	<u>23</u>
Salaries	947,663	957,457
Social Security Costs	96,245	96,333
Pension Contributions	75,535	103,237
Other staff costs	13,131	24,978
	<u>1,132,574</u>	<u>1,182,005</u>
Number of employees whose emoluments were £60,000 to £80,000	-	1
Number of employees whose emoluments were £80,000 to £90,000	1	-
	<u>1</u>	<u>-</u>
	<b>£</b>	<b>£</b>
Employer's pension contributions in respect of the above employee	6,575	6,383
Expenses reimbursed to 7 (2011 13) Trustees as meeting expenses:	22,188	4,191
	<u>22,188</u>	<u>4,191</u>

No remuneration was paid to Trustees in either year.

## Note 6

<b>Tangible Fixed Assets</b>	<b>Leasehold Property £</b>	<b>Information Technology Equipment £</b>	<b>Office Furniture &amp; Equipment £</b>	<b>Total 2012 £</b>
<b>Cost</b>				
At 1 January 2012	1,975,549	37,209	100,831	2,113,589
Disposals	-	(5,282)	(2,543)	(7,825)
At 31 December 2012	<u>1,975,549</u>	<u>31,927</u>	<u>98,288</u>	<u>2,105,764</u>
<b>Accumulated Depreciation</b>				
At 1 January 2012	852,926	28,040	100,181	981,147
Charge for year	106,917	4,039	384	111,340
Disposals	-	(5,281)	(2,543)	(7,824)
At 31 December 2012	<u>959,843</u>	<u>26,798</u>	<u>98,022</u>	<u>1,084,663</u>
<b>Net Book Values</b>				
At 31 December 2012	<u>1,015,706</u>	<u>5,129</u>	<u>266</u>	<u>1,021,101</u>
At 31 December 2011	<u>1,122,623</u>	<u>9,169</u>	<u>650</u>	<u>1,132,442</u>

## Note 7

<b>Investments At Market Value</b>	<b>2012 Valuation £</b>	<b>2011 Valuation £</b>
Balance 1 January 2012	674,156	630,966
Purchases	-	80,600
Disposals	(70,000)	-
Realised Gains	4,851	-
Unrealised Gains/(Losses)	59,630	(37,410)
	<u>668,637</u>	<u>674,156</u>
<b>Cost</b>	<u>573,661</u>	<u>643,476</u>

The investments are held with CCLA Investment Management Limited in CBF Church of England Funds and COIF Charity Funds.

**Note 8****Accounts Receivable & Payable**

	2012	2011
	£	£
<b>8a. Amounts Receivable</b>		
Budget Contributions Due	6,800	30,700
Prepayments	22,420	24,171
Compass Rose Grants	-	47,020
Other Amounts Receivable	230,068	120,461
	<u>259,288</u>	<u>222,352</u>

	2012	2011
	£	£
<b>8b. Creditors (less than one year)</b>		
Taxation & Social Security	22,038	22,546
Accrued Expenses	25,186	77,232
TEC for UN Observer	1,629	3,775
Lambeth Conference Account	508	3,787
Other Creditors (including Defined Benefit Pension Scheme)	122,558	53,987
	<u>171,919</u>	<u>161,327</u>

	2012	2011
	£	£
<b>8b. Creditors (more than one year)</b>		
Defined Benefit Pension Scheme	271,136	291,273
	<u>271,136</u>	<u>291,273</u>

**Note 9**

**Cash Flow Statement**

**Calculation of Net Cash (Outflow)/Inflow from Operating Activities**

	General £	Pension £	Designated £	Restricted £	Property £	Endowment £	Funds for Others £	Total 2012 £	Total 2011 £
Changes in resources before revaluations and transfer:	410,119	-	(416,653)	(214,039)	(106,917)	22,456	-	(305,034)	(38,981)
Actuarial losses on defined pension scheme	(408,830)	-	-	-	-	-	-	-	(291,273)
Transfers between funds	4,423	20,137	354,000	47,193	106,917	(12,500)	-	111,340	112,425
Depreciation	-	-	-	-	-	-	-	149,885	111,264
Movement in Funds held for Others	-	-	-	-	-	-	-	(9,544)	283,512
Increase/(Reduction) in Creditors	25,324	(20,137)	-	(14,731)	-	-	-	(36,936)	72,154
(Increase)/Reduction in Debtors	(36,936)	-	-	-	-	-	-	-	-
<b>(Outflow)/Net Inflow from Operating Activities</b>	<b>(5,900)</b>	<b>-</b>	<b>(62,653)</b>	<b>(181,577)</b>	<b>-</b>	<b>9,956</b>	<b>149,885</b>	<b>(90,289)</b>	<b>249,101</b>
<b>Investing Activities</b>									
Purchase of Fixed Assets	-	-	-	-	-	-	-	-	(5,103)
Sale/(Purchase) of Investments	-	-	-	70,000	-	-	-	70,000	(80,600)
<b>Net Inflow/(Outflow) from Investing Activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>70,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>70,000</b>	<b>(85,703)</b>
<b>(Decrease)/Increase in Cash and Equivalents</b>	<b>(5,900)</b>	<b>-</b>	<b>(62,653)</b>	<b>(111,577)</b>	<b>-</b>	<b>9,956</b>	<b>149,885</b>	<b>(20,289)</b>	<b>163,398</b>
<b>Cash and Equivalents 1 January 2012</b>	<b>(22,633)</b>	<b>-</b>	<b>355,626</b>	<b>297,684</b>	<b>-</b>	<b>16,491</b>	<b>122,615</b>	<b>769,783</b>	<b>606,385</b>
<b>Cash and Equivalents 31 December 2012</b>	<b>(28,533)</b>	<b>-</b>	<b>292,973</b>	<b>186,107</b>	<b>-</b>	<b>26,447</b>	<b>272,500</b>	<b>749,494</b>	<b>769,783</b>



Note 10

Total Funds Movement	Opening Balances £	Incoming Resources £	Resources Expended £	Unrealised Gains on Investments £	Transfers £	Closing Balances £
Unrestricted – General	97,282	1,444,000	1,033,880	-	(408,830)	98,572
Unrestricted – Pension Reserve	(291,273)	-	-	-	20,137	(271,136)
Unrestricted - Designated						
ACC Meetings	254,022	148	299,246	-	62,000	16,924
Standing Committee Meetings	(4,928)	-	17,419	-	20,000	(2,347)
Primates	(28,806)	-	-	-	36,000	7,194
Unity Faith and Order	30,151	135	92,262	-	100,000	38,024
Mission	19,062	-	8,008	-	15,000	26,054
Other Designated Funds	86,124	-	-	-	121,000	207,124
Total Designated Funds	355,625	283	416,935	-	354,000	292,973
Restricted - Property	1,122,623	-	106,917	-	-	1,015,706
Other Restricted Funds						
Personal Emergencies	230,681	10,170	63,207	17,399	-	195,043
United Nations Observer *	(17,688)	91,163	121,812	-	47,193	(1,144)
Theological Education *	30,352	45,403	77,506	-	-	(1,751)
Continuing Indaba *	93,190	59,997	167,100	-	-	(13,913)
Other Restricted Funds	112,253	445,722	436,871	-	-	121,104
Total Other Restricted Funds	448,788	652,455	866,496	17,399	47,193	299,339
Endowment	490,473	22,456	-	47,082	(12,500)	547,511
	2,223,518	2,119,194	2,424,228	64,481	-	1,982,965

\*Note: The Trustees plan to clear these deficits during 2013

**Note 10 continued**

**Standing Committee/ ACC and Primates' Meeting** These are financed by annual allocations from general funds to meet expenses related to meetings which may vary significantly from year to year. The ACC normally meets once every three years and the Primates' Meeting every two years.

**Unity, Faith and Order** This is financed by annual allocations from general funds to support the deepening of communion between the member-churches and meetings between representatives of the Anglican Communion and other Churches.

**Mission** The fund provides for meetings of Anglican Witness and the Anglican Alliance.

**Personal Emergencies Fund** The purpose of this fund is to meet urgent or critical medical needs of bishops, clergy, lay workers, their families and dependants.

**United Nations Observer** Following the granting to the ACC of Non-Governmental Organisation Special Consultative Status by the United Nations Organisation, an Anglican Observer was appointed and funded by a consortium of donors.

**Theological Education** The Department of Theological Education & Studies is funded by outside grants most notably from Trinity Church, Wall Street.

**Continuing Indaba** This project was set up during 2009 to develop and intensify relationship within the Anglican Communion by drawing on cultural models of consensus building for mutual creative action.

**Note 11 Lease Commitments**

Within the next year the charity is committed to making lease payments of £37,386 (2011 £34,525). The obligation to make these annual payments expires as follows:

<b>Equipment</b>	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
Expiring within 1 year	-	1,114
Expiring within 2-5 years	37,386	33,411

**Note 12 Taxation**

The Anglican Consultative Council is a registered charity and is obliged to comply with the HM Revenue & Customs Self-Assessment rules. However, its charitable activities are exempt from United Kingdom direct taxation.

**Note 13 Pension Commitments****Church of England Defined Benefits Scheme**

The Council participates in the Church of England Defined Benefits Scheme, part of the Church Workers Pension Fund.

The ACC is unable to identify its share of the underlying assets and liabilities, as each employer is exposed to actuarial risks associated with the current and former employees of other entities participating in the Defined Benefits Scheme. An actuarial valuation of the Fund was carried out as at 31 December 2010. The result was a deficit in a section of the scheme which will require a

payment of £32,865 per year for a period of 10 years until 2022 and the ACC's contribution rate will be revised with effect from 1 April 2012. This liability is fully reflected in these accounts.

At 31 December 2012 the ACC had 0 active members and 17 deferred pensioner members in the Fund.

Since October 2004 the Council ceased to use the Defined Benefits Scheme as a vehicle for providing future pension benefits for its employees and all active members became deferred pensioners since that date

#### **Church of England Defined Contributions Scheme**

For eligible salaried employees who commenced employment after October 2004, the Council participates in the Church of England Defined Contributions Scheme (DCS), within the Church Workers Pension Fund.

The DCS is a defined benefit scheme, which is administered by the Church of England Pensions Board and provides benefits at retirement based on contributions made to the DCS prior to the date of retirement.

The assets of the DCS are held separately from those of the employer. As at the formal valuation at 31 December 2010, the DCS was in surplus on an ongoing funding basis.

The Council is unable to identify its share of the underlying assets and liabilities, as each employer is exposed to actuarial risks associated with the current and former employees of other entities participating in the DCS. For schemes like this, paragraph 9(b) of Financial Reporting Standard 17 (FRS 17) required the Council to account for pension costs on the basis of contributions actually payable to the Scheme in the year.

The Council contributes 10% of basic salary and the employees are required to contribute a minimum of 2.5%. The contributions for the year totalled £60,571 (2011 £59,638) and there were no contributions outstanding at the end of the year.

The Council had 18 active members and 12 deferred members in the DCS at 31 December 2012.

#### **Note 14**

There were no outstanding capital commitments at the year end.

#### **Note 15 Post balance sheet events**

##### **Anglican Alliance**

During January 2013 a new company limited by guarantee was registered that will in future provide a separate legal entity for the activities of the Anglican Alliance currently within the ACC accounts.

Anglican Consultative Council

Inter Anglican Budget Contributions	2011 Received	2012 Received	2012 Requested	2013 Request
	£	£	£	£
Aotearoa New Zealand	52,612	51,185	50,000	51,500
Australia	95,000	95,000	165,000	167,272
Brazil	2,394	4,525	4,600	4,738
Burundi	400	872	500	515
Canada	79,562	64,116	113,800	117,214
Central Africa	3,500	-	11,300	11,639
Central America	4,200	4,900	2,500	2,575
Congo	-	-	1,000	2,060
England	455,600	473,900	517,000	525,506
Hong Kong	33,200	34,200	34,200	35,226
Indian Ocean	-	1,000	4,700	4,841
Ireland	28,860	37,000	37,000	38,110
Japan	24,000	24,500	24,500	25,235
Jerusalem	6,600	6,800	6,800	7,004
Kenya	2,100	2,088	14,300	14,729
Korea	-	6,400	6,600	6,695
Melanesia	2,300	2,500	2,500	2,575
Mexico	2,439	2,513	2,500	2,575
Myanmar	-	-	2,400	2,421
Nigeria	10,000	-	27,200	28,016
Papua New Guinea	2,100	-	2,200	2,266
Philippines	2,822	2,866	3,000	3,090
Rwanda	2,100	2,100	2,300	2,369
Scotland	26,195	26,980	26,980	27,789
South East Asia	6,400	6,800	6,800	7,004
South Cone of S America	4,412	4,400	4,500	4,635
Southern Africa	15,700	- 7	16,200	16,686
Sudan	-	-	4,500	4,584
Tanzania	500	1,000	9,500	9,785
Uganda	-	-	9,500	9,631
Bangladesh	1,800	900	900	927
North India	4,300	2,300	2,300	2,369
Pakistan	-	1,757	2,300	2,318
South India	-	-	3,000	3,039
TEC	236,894	241,651	507,400	522,622
Cuba	-	-	-	-
Wales	39,200	40,000	42,400	43,672
West Africa	-	-	3,600	3,657
West Indies	17,988	18,500	18,500	19,055
Bermuda	2,900	3,000	3,000	3,090
The Lusitanian Church	901	907	907	1,030
The Spanish Reformed Episc. Church	-	-	1,000	1,030
Ceylon	1,500	-	2,200	2,266
<b>Total</b>	<b>1,168,478</b>	<b>1,164,653</b>	<b>1,706,787</b>	<b>1,748,919</b>

These notes do not form part of the Audited Accounts