ANALYSIS OF FINANCIAL STATEMENTS BASED ON INTERPRETATION OF FINANCIAL ACCOUNTING STANDARDS NO. 35

(Case Study Church I in Tanawangko)

SELVIE. J. NANGOY

Department Of Accounting,
Polytechnic of Manado Country

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Abstract-A non-profit entity is an entity whose main objective is to support an issue or public interest, with non-commercial purposes, without any concern for profit-seeking (monetary) matters. In preparing the financial statements of non-profit entities, the Indonesian Institute of Accountants stipulates Interpretation of Financial Accounting Standards No. 35 as the standard governing the financial reporting of non-profit entities. The purpose of this research, to find out the financial statements made by church I, Tanawangko. The research method used in this research is descriptive qualitative. The data used in this study were obtained from sources, namely the Secretary of the Congregation, the Head of the Congregation, and Church Officials. The results showed that the financial statements of the church I, Tanawangko, were not in accordance with the Interpretation of Financial Accounting Standards No. 35. However, in terms of financial accountability, it has presented the church's financial position properly and clearly because it refers to the provisions of the Church's ordinances.

Keywords: Non-Profit Entities, Church, Interpretation of Financial Accounting Standards No. 35

I. INTRODUCTION

The financial report is something that is very much needed in an entity or company because it will be the benchmark, progress or decline of a company. Financial reports aim to provide financial information which is an account of every company's work. Preparation of financial reports is something that must be done by every company, whether it is a profit-oriented company, where this company is a company that prioritizes profit or profit, or a non-profit company, that is, the type of business is not profit-oriented or profit-oriented.

A non-profit entity is a non-profit company. Where a non-profit entity is an entity that does not prioritize profit. The non-profit entity in carrying out its operational activities, obtains funds from donors voluntarily, and does not expect a return on the funds given. The forms and types of non-profit entities vary, starting from both central and local governments, public facilities, such as hospitals and schools, foundations generally established by private parties, orphanages. Orphanages, such as orphanages, nursing homes, disabled homes, political parties, and religious institutions. Religious institutions are one of the non-profit entities that are often found in the community. Religious institutions in carrying out their operational activities receive charity funds, as well as donations from members of these religious institutions. Where all religious institutions teach their members to love, care for one another and give one another. Thus, for every fund given by the volunteer, there needs to be reporting, as well as accountability by the church institution.

The church is a religious organization, of course there needs to be accountability, for any funds obtained from many members of the congregation, spread over 26 columns, and spread over four villages, who have given without expecting anything in return. The congregation is one of the users of financial reports, of course it needs to be clear about the management and reporting of church finances. Transparency is important so that it can produce accurate financial information and can be used by every user of financial reports.

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Therefore, based on the background of the above writing, the researcher is interested in knowing whether the church I Tanawangko has made financial reports in accordance with the Interpretation of Financial Accounting Standards 35, which includes a Statement of Financial Position, a Comprehensive Statement of Income, a Report on Changes in Net Assets and a Statement of Cash Flow. as well as Notes on Financial Statements, so that it can be accounted for to each user of financial statements.

II. RESEARCH METHODS

In this research, researchers used descriptive qualitative methods. The descriptive quantitative approach is expected to be able to produce in-depth descriptions of speech, writing, and observable behavior of a particular individual, group, community, and organization in a certain context, which is studied from a comprehensive, comprehensive, and holistic perspective. Data sources, namely primary data and secondary data. Primary data is the type of data obtained through observation, and direct interviews with sources (the Secretary of the Congregation, the Head of the Congregation and Church Officials), namely in the form of transaction evidence, a list of assets, and the financial statements of Church I, Tanawangko. Meanwhile, secondary data is obtained through various literatures, namely books, journals, writings related to the research in question, in this case, namely literature on Research Methods, Non-Profit Accounting, Financial Statements and so on.

III. DISCUSSION

In carrying out its financial activities, Church I, Tanawangko centralizes all transactions, such as offerings, tithes, thanksgiving envelopes, and other income which are centered in church accounts, in order to facilitate the preparation and reporting of finances, and facilitate the process of financial supervision. However, there are several policies by the Congregational Council Worker Body, which give authority to several parties, such as the development committee in compiling and reporting the development committee's financial reports separately, so that the financial activities of the committee will run smoothly and be directed.

Chart 3.1 Financial Management Process At Church I Tanawangko

Source: Processed Data, 2020

3.1. Church Financial Management Process

3.1.1. Determination of the Budget and income of the Congregation

Determination of the Income Budget and Church Expenditures, carried out by the Council of Congregations Worker Body, through the Council of Congregations which was attended by all Structures in church I, Tanawangko. The following is a list of the Income Budget and Shopping church I, Tanawangko:

Table 3.1 Income Budget for the Church I Tanawangko in 2020

NUMBER	BUDGET	BUDGET PLAN, 2020
A	ROUTINE WORSHIP OFFERINGS	
A.1	Sunday Service	IDR. XXX
A.2	Column Worship	IDR. XXX
A.3	BIPRA Worship	IDR. XXX

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A.4	Worship Service Commission, and the Elderly	IDR. XXX
A.5	Sunday School Service	IDR. XXX
B	SPECIAL WORSHIP OFFERS	
B.1	New Year 1	IDR. XXX
B.2	New Year 2	IDR. XXX
B.3	Good Friday	IDR. XXX
B.4	Easter I and II	IDR. XXX
B.5	Ascension Day	IDR. XXX
B.6	Pentecost Day	IDR. XXX
B.7	PI and PK Anniversary	IDR. XXX
B.8	Republic of Indonesia Anniversary	IDR. XXX
B.9	Church Anniversary Service	IDR. XXX
B.10	Congregational Anniversary	IDR. XXX
	CHRISTMAS EVE	
B.11	Christmas 1	IDR. XXX
B.12	Christmas 2	IDR. XXX
B.13	End of year	IDR. XXX
B.14	Holy communion	IDR. XXX
B.15	ETC	IDR. XXX
B.16	CELEBRATION WELCOMING THE BIRTH OF JESUS CHRIST	
B.16.1	Congregation	IDR. XXX
B.16.2	Column	IDR. XXX
B.16.3	ETC	IDR. XXX
B.17	GRIEF WORSHIP	
B.17.1	The Night of Comfort	IDR. XXX
B.17.2	Funeral	IDR. XXX
B.17.3	ETC	IDR. XXX
C	THANK YOU COVER	
C.1	New Year's cover	IDR. XXX
C.2	Anniversary cover	IDR. XXX
C.3	ETC	IDR. XXX
D	OTHER INCOME	
D.1	Marriage Administration, Baptist,	IDR. XXX
D.2	ETC	IDR. XXX

Source: Church I, Tanawangko

Table 3.2 Church Expenditure Budget for 2020

NUMBER	BUDGET	BUDGET PLAN, 2020
A	CENTRALIZATION AND SUBSIDIES	
A.1	Centralization of the Church	IDR. XXX
A.2	Regional Centralization	IDR. XXX
A.3	Extra Territory	IDR. XXX
A.4	ETC	IDR. XXX
B	STRUCTURAL AND FUNCTIONAL BENEFITS	
B.1	STRUCTURAL	
B.1.1	Chairman	IDR. XXX
B.1.2	Vice Chairman	IDR. XXX
B.1.3	Secretary	IDR. XXX
B.1.4	Treasurer	IDR. XXX
B.1.5	Member	IDR. XXX
B.2	FUNCTIONAL	
B.2.1	Chief Pastor	IDR. XXX
B.2.2	Pastor of the congregation	IDR. XXX
B.2.3	Elder	IDR. XXX
B.2.4	Shamas	IDR. XXX
B.2.5	Sexton	IDR. XXX
B.2.6	ETC	IDR. XXX
C	MEETINGS	
C.1	Meeting Incentives	IDR. XXX
C.2	Meeting Consumption	IDR. XXX
C.3	ETC	IDR. XXX
D	INCENTIVE KADIM	

D.1	Synod	IDR. XXX
D.2	Territory	IDR. XXX
D.3	ETC	IDR. XXX
E	COST OF OFFICE WRITING TOOLS AND WORSHIP EQUIPMENT	
E.1	Office Stationery	IDR. XXX
E.2	ETC	IDR XXX
F	DAKONIA	
F.1	Hospital	IDR XXX
F.2	Grief	IDR. XXX
F.3	ETC	IDR XXX
G	OTHER COSTS	
G.1	Special Servant Supplies	IDR. XXX
G.2	ETC	IDR. XXX
	TOTAL	IDR XXX

Source: Church I, Tanawangko

3.1.2. Accountability and Financial Reporting Stage

In the financial reporting process, church I, Tanawangko. The treasurer keeps records only limited to the general cash book (in-out) manually. Then, it is reported to each party concerned. The following is the financial report prepared by the Church Council Workers Council of the Church I, Tanawangko:

Table 3.3 Financial Statements Of 'Church I' Tanawangko

DATE	INFORMATION	DEBIT	CREDIT	BALANCE
1 May 2020	Balance At The Beginning of May 2020			IDR XXX
3 May 2020	Sunday Worship Offerings	IDR XXX		IDR XXX
	Extra Collections	IDR XXX		IDR XXX
	Evangelization Worship Collection	IDR XXX		IDR XXX
	PERSONAL ANNIVERSARY THANKSGIVING COVER			
	Anniversary (Researchers join)	IDR XXX		IDR XXX
	WEDDING THANKSGIVING COVER			
	Y.S Family	IDR XXX		IDR XXX
	GRADUATE COVER			
	AT's younger brother	IDR XXX		IDR XXX
	TITHE COVER			
	N.Y Family	IDR XXX		IDR XXX
	EASTER COVER			
	P.J Family	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	HOLY MEETING COVER			
	COLUMN 23	IDR XXX		IDR XXX
	EXIT			
	Preacher		IDR XXX	IDR XXX
	LCD		IDR XXX	IDR XXX
	Synod Centralized Deposit		IDR XXX	IDR XXX
	Treasurer Transport, Depositing Centralized Money to the Bank		IDR XXX	IDR XXX
10 Mei 2020	Sunday Worship Offerings	IDR XXX		IDR XXX
	Extra Collections	IDR XXX		IDR XXX
	Evangelization Worship Collection	IDR XXX		IDR XXX
	PERSONAL ANNIVERSARY THANKSGIVING COVER			
	Anniversary of ML Family	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX

	THANKSGIVING COVER WEDDING ANNIVERSARY			
	B.P Family	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	OTHER THANKSGIVING COVER			
	E.T Family	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	TITHE COVER			
	N.T Family	IDR XXX		IDR XXX
	EASTER COVER			
	NL Family	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	KELUAR			
	Preacher		IDR XXX	IDR XXX
	LCD		IDR XXX	IDR XXX
	Internet Quota		IDR XXX	IDR XXX
	ETC		IDR XXX	IDR XXX
11 Mei 2020	Regional Centralization		IDR XXX	IDR XXX
13 Mei 2020	Meeting Consumption		IDR XXX	IDR XXX
	ETC		IDR XXX	IDR XXX
17 Mei 2020	Sunday Worship Offerings	IDR XXX		IDR XXX
	Extra Collect	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	PERSONAL ANNIVERSARY THANKSGIVING COVER			
	NT Anniversary	IDR XXX		IDR XXX
	ML Anniversary	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	OTHER THANKSGIVING COVER			
	Gratitude IR Family	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	EXIT			
	Preacher		IDR XXX	IDR XXX
	LCD		IDR XXX	IDR XXX
	Photocopy		IDR XXX	IDR XXX
	Church Electricity		IDR XXX	IDR XXX
18 Mei 2020	Diakonia for the Sick Congregation		IDR XXX	IDR XXX
24 Mei 2020	Incentive Allowance		IDR XXX	IDR XXX
	Sunday Worship Offerings	IDR XXX		IDR XXX
	Extra Collection	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	PERSONAL ANNIVERSARY THANKSGIVING COVER			
	D.T Anniversary	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	THANKSGIVING COVER WEDDING ANNIVERSARY			
	RM Family	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	OTHER THANKSGIVING COVER			
	B.T Family	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	TITHE COVER			
	L.L Family	IDR XXX		IDR XXX

	ETC	IDR XXX		IDR XXX
	PASTORIES DEVELOPMENT COVER			
	I.T Family	IDR XXX		IDR XXX
	EASTER COVER			
	L.R Family	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	EXIT			
	Preacher		IDR XXX	IDR XXX
	LCD		IDR XXX	IDR XXX
	Photocopy, Worship Procedures		IDR XXX	IDR XXX
	ETC		IDR XXX	IDR XXX
30 Mei 2020	Diakonia of the Sick, N.Y.		IDR XXX	IDR XXX
	Buy Cake		IDR XXX	IDR XXX
	ETC		IDR XXX	IDR XXX
31 Mei 2020	Pentecost Worship Offerings	IDR XXX		IDR XXX
	Extra Collections	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	OTHER WORSHIP COLLECTES			
	Funeral Services, the late F	IDR XXX		IDR XXX
	40 Days of Worship	IDR XXX		IDR XXX
	ETC			
	PERSONAL ANNIVERSARY THANKSGIVING COVER			
	M.S Anniversary	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	SAMPUL SYUKUR HUT PERKAWINAN			
	R.M Family	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	THANKSGIVING FOR MARRIAGE Anniversary	IDR XXX		IDR XXX
	N.N Family	IDR XXX		IDR XXX
	ETC	IDR XXX		IDR XXX
	TITHE COVER			
	M.L Family	IDR XXX		IDR XXX
	Pastors, special ministries, clerks, sexton and teachers	IDR XXX		IDR XXX
	EXIT			
	Preacher		IDR XXX	IDR XXX
	Diakonia for the N Family is sick		IDR XXX	IDR XXX
	ETC		IDR XXX	IDR XXX
	TOTAL	IDR XXX	IDR XXX	IDR XXX
CASH BALANCE AT THE END OF APRIL 2020		IDR XXX		
MAY 2020 REVENUE		IDR XXX	+	
TOTAL REVENUE		IDR XXX		
SHOPPING MAY 2020		IDR XXX	—	
FINAL BALANCES MAY 2020		IDR XXX		

Source: Church I Tanawangko, 2020

3.2.Presentation of Church Financial Statements

The Working Body of the Congregational Council is based on the Church Procedures that have been compiled by the Synod Council Working Body, Preparing the Expenditure and Income Budget, as stated in Church Procedures, Part IX Article 5 Paragraph 2 concerning Budget Formulation In the preparation and determination of the Expenditure and Income Budget. The Congregational Council Workers' Board together

with all Special Servants, which also involves the Congregational Transfer Agency, jointly implement the Assembly Session

Annual Congregation to determine the Expenditure Budget and Income for one year of service, which is valid from 1 January to 31 December of the current year. In the realization stage, the Congregational Council Workers' Board uses the Budget and Stipulation as a guideline in the realization of the Program, including in the realization of the Expenditure Budget and Income that has been previously prepared, in the Congregational Council Session. Then, every time a transaction occurs, the treasurer who has responsibility in the field of finance records every transaction that occurs, both cash receipts and disbursements.

After the realization stage, then enter the Reporting stage, where the Congregation Treasurer will prepare a financial report at the end of each current month based on the records / transactions that have occurred in that month, which then the financial statements will be reviewed by the Congregation's Department of Regional Office every 6 months . The following is the flow of the financial management of church I, Tanawangko:

Chart 3.2 Financial Management of the Church I in Tanawangko

Source: Processed Data, 2020

3.3. Church Accounting Terminology

As a basic requirement to be able to learn something science, art, skills, and expertise. First of all, of course you have to understand well the basic terminology that is commonly used in the object of study. Some of the basic church accounting terminologies that need to be understood, and understood in this study, are as follows:

- Assets are resources obtained from resource providers, namely the congregation, which are the source of economic benefits for the church
- Liability, is a debt / obligation of the church that occurs as a result of the church not fulfilling a transaction agreement that has been previously agreed.
- Income, is all types of church income that comes from resource givers, namely the church in the form of money / goods
- Burdens, are all types of church expenses, namely in terms of meeting the needs of church activities
- Accounts receivable, is the responsibility of the resource giver (congregation) who has committed to the church to provide resources, as previously agreed, but there is a delay, so that the church recognizes the transaction as Accounts Receivable.
- Dalam From recording transactions to Financial Reporting, each transaction is grouped into two parts, namely Debits and Credits. A). Debit. In recording financial statements, transactions that add cash are recorded in the Debit column, such as Sunday Service Offerings, Column Worship Offerings, Extra Pundits, Thanksgiving Covers, etc. Conversely, transactions that reduce cash, are recorded in the credit column, such as Church Worker Benefits, Khadim Costs, Electricity Costs, and all transactions that reduce cash.

IV. CONCLUSION

Based on the results of the discussion, it can be concluded that

- Church I, Tanawangko in its financial reporting is quite clear, and its financial reports can be accounted for to the congregation. However, it is not in accordance with the Interpretation of Financial Accounting Standards

- No. 35 which is a standard in the preparation of financial statements for non-profit entities, which include: Statements of Financial Position, Comprehensive Income Statements, Statements of Changes in Net Assets and Cash Flow Statements, and Notes to Financial Statements, so that they can be accounted for. on each user of financial statements.
2. The Tanawangko church financial management refers to church procedures that have been established by the Synod Council Working Body
 3. Church I, Tanawangko has prepared a report on the realization of the budget, but it is not in accordance with the applicable standards
 4. Accounting activities at the Tanawangko church are limited to recording cash in and cash out, which has not fully referred to the Interpretation of Financial Accounting Standards No. 35, which compiles five financial reports, consisting of statements of financial position, comprehensive income statements, reports of changes in net assets, cash change reports and notes to financial statements.

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