

Performance Report

Peria Christian Education Incorporated
For the year ended 31 December 2021

Prepared by CATAS Limited

Contents

3	Compilation Report
4	Auditor's Report
5	Auditor's Report
6	Entity Information
7	Statement of Service Performance
8	Statement of Financial Performance
9	Statement of Financial Position
10	Statement of Cash Flows
11	Statement of Accounting Policies
13	Notes to the Performance Report

Compilation Report

Peria Christian Education Incorporated For the year ended 31 December 2021

Compilation Report to the Proprietor Board of Peria Christian Education Incorporated.

Scope

On the basis of information provided and in accordance with Service Engagement Standard 2 Compilation of Financial Information, we have compiled the Performance Report of Peria Christian Education Incorporated for the year ended 31 December 2021.

This report has been prepared in accordance with the accounting policies described in the Notes to this Performance Report.

Responsibilities

The Proprietor Board are solely responsible for the information contained in this financial report and have determined that the accounting policies used are appropriate to meet your needs and for the purpose that the Performance Report was prepared.

The Performance Report was prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the Performance Report.

No Audit or Review Engagement Undertaken by CATAS

Our procedures use accounting expertise to undertake the compilation of the Performance Report from information you provided. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed by Church and Trust Accounting Services Limited (CATAS) and accordingly no assurance is expressed.

Independence

We have no involvement with Peria Christian Education Incorporated other than for the preparation of the Performance Report and management reports and offering advice based on the financial information provided.

Disclaimer

We have compiled the Performance Report based on information provided. Accordingly, we do not accept any responsibility for the reliability, accuracy or completeness of the compiled financial information contained in the Performance Report. Nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on this Performance Report.

CATAS Limited

PO Box 21145, Christchurch 8140

Dated: 28 April 2022

Auditor's Report

Peria Christian Education Incorporated
For the year ended 31 December 2021

Auditor's Report

Peria Christian Education Incorporated
For the year ended 31 December 2021

Entity Information

Peria Christian Education Incorporated For the year ended 31 December 2021

'Who are we?', 'Why do we exist?'

Legal Name of Entity

Peria Christian Education Incorporated

Entity Type and Legal Basis

Peria Christian Education Incorporated is a registered charity and Trust.

Registration Number

CC53891

Entity's Purpose or Mission

To establish, conduct and maintain learning centers which will provide an education to children in the light of God's word, and in which students are encouraged to develop Christian character and the abilities which God has given them as fully as possible. To establish, conduct and maintain learning centers to educate children and adults in subjects normally taught in public and/or private schools in New Zealand.

Entity Structure

Membership of the Trust is by application, with applications being considered for approval by the Governing Board of Trustees (Proprietor Board). The Constitution states that the Trust must have a Governing Board of between eight and ten Trustees who are elected by, and from among, the members of the Trust, The Chairman, Secretary and Treasurer are appointed by, and from among, the Proprietor Board.

Main Sources of Entity's Cash and Resources

Government grants and Attendance Dues (Fees paid by parents of children attending Matamata Christian School).

Main Methods Used by Entity to Raise Funds

The Trust does not actively fund raise.

Entity's Reliance on Volunteers and Donated Goods or Services

The governing body (the Proprietor Board) is made up of volunteers and any activities of the Trust are also run by volunteers.

Postal & Physical Address

91A Smith Street, Matamata, New Zealand, 3400

Statement of Service Performance

Peria Christian Education Incorporated For the year ended 31 December 2021

'What did we do?', 'When did we do it?'

Description of the Entity's Outcomes

Peria Christian Education Incorporated exists to partner with, help and support parents in the education of their children, encouraging and equipping them to become well educated, highly motivated, lifelong disciples of Jesus Christ.

	2021	2020
Description and Quantification of the Entity's Outputs		
Number of members of the Society	121	121
Number of children attending Matamata Christian School	80	91
Chuck Missler Online Course Attendees	6	3

Additional Information

"Our children developed a strong work ethic which has stayed with them, a sound balanced knowledge of the Bible and love for learning that we could never have imagined. For us Matamata Christian School has been a blessing many times over". - Parent of two past students.

Statement of Financial Performance

Peria Christian Education Incorporated For the year ended 31 December 2021

'How was it funded?' and 'What did it cost?'

	NOTES	2021	2020
Revenue			
Fees, subscriptions and other revenue from members	1	1	5,052
Revenue from providing goods or services	1	198,750	187,574
Interest, dividends and other investment revenue	1	132	311
Total Revenue		198,883	192,938
Expenses			
Costs related to providing goods or service	2	27,247	28,166
Other expenses	2	20,034	15,453
Total Expenses		47,282	43,619
Surplus/(Deficit) for the Year		151,602	149,318

This Performance Report should be read in conjunction with the Auditor's Report, the Notes to Performance Report and the Compilation Report.

Statement of Financial Position

Peria Christian Education Incorporated As at 31 December 2021

'What the entity owns?' and 'What the entity owes?'

	NOTES	31 DEC 2021	31 DEC 2020
Assets			
Current Assets			
Bank accounts and cash	3	176,192	128,472
Debtors and prepayments	3	3,175	2,454
Total Current Assets		179,367	130,926
Non-Current Assets			
Property, Plant and Equipment	5	524,871	538,700
Other non-current assets	3	14,553	-
Total Non-Current Assets		539,424	538,700
Total Assets		718,791	669,627
Liabilities			
Current Liabilities			
Creditors and accrued expenses	4	8,361	3,986
Other current liabilities	4	13,760	12,845
Total Current Liabilities		22,120	16,831
Non-Current Liabilities			
Loans	4	12,012	26,238
Total Non-Current Liabilities		12,012	26,238
Total Liabilities		34,133	43,070
Total Assets less Total Liabilities (Net Assets)		684,659	626,557
Accumulated Funds			
General Accumulated Funds	6	684,659	626,557
Total Accumulated Funds		684,659	626,557

Approval:

This performance report has been approved by the Proprietor Board, for and on behalf of Peria Christian Education Incorporated for year ended 31 December 2021.

Kobus Engelbrecht

Chairman

Date:

Spence Reichardt

Treasurer

Date:

This Performance Report should be read in conjunction with the Auditor's Report, the Notes to Performance Report and the Compilation Report.

Statement of Cash Flows

Peria Christian Education Incorporated For the year ended 31 December 2021

'How the entity has received and used cash'

	2021	2020
Cash Flows from Operating Activities		
Fees, subscriptions and other receipts from members	156	4,956
Receipts from providing goods or services	104,489	88,243
Interest, dividends and other investment receipts	132	311
GST	582	2,501
Payments to suppliers and employees	(29,774)	(32,565)
Total Cash Flows from Operating Activities	75,585	63,446
Cash Flows from Investing and Financing Activities		
Payments to acquire property, plant and equipment	(14,553)	(11,275)
Repayments of loans borrowed from other parties	(13,312)	(12,209)
Total Cash Flows from Investing and Financing Activities	(27,865)	(23,484)
Net Increase/ (Decrease) in Cash	47,720	39,962
Cash Balances		
Cash and cash equivalents at beginning of period	128,472	88,510
Cash and cash equivalents at end of period	176,192	128,472
Net change in cash for period	47,720	39,962

This Performance Report should be read in conjunction with the Auditor's Report, the Notes to Performance Report and the Compilation Report.

Statement of Accounting Policies

Peria Christian Education Incorporated For the year ended 31 December 2021

'How did we do our accounting?'

Basis of Preparation

The entity has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Measurement Basis

The measurement and reporting of the financial performance and financial position are on a historical cost basis, except when otherwise indicated. All figures are reported in New Zealand dollars (NZ\$) and all values are rounded to the nearest whole New Zealand dollar.

Goods and Services Tax (GST)

The entity is registered for GST. All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

Income Tax

Peria Christian Education Incorporated is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions under Section CW 41 and CW 42 of the Income Tax Act 2007. As a result, no provision has been made for Income Tax.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Recognition of Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Entity and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

Donations and Grant Revenue

Recognition of any donations received and grant revenue has been applied as per the XRB's Reporting Framework (PBE SFR-A (NFP)).

Donations are recognised as revenue upon receipt.

Any donations that have been received for a particular purpose and have a "use it or return it" condition have been recorded as a liability if the conditions have not yet been met. If any donations have been received that are for a specific purpose but do not have a "use it or return it" clause, these will be recorded as revenue.

Significant donations of any assets have been recorded as revenue where a valuation is possible.

Any Grant funds received for a particular purpose and have a "use it or return it" condition have been recorded as a liability if the conditions have not yet been met. For any other grant funds received, these have been recorded as revenue at the time they have been received.

Revenue from Providing Goods and Services

The Entity receives revenue from members and the community. Revenue is recognised in the period the goods and services are provided.

Interest Income

Interest income is recognised on an accrual basis.

Other Income

All other income is accounted for on an accruals basis and accounted for in accordance with the substance of the transaction.

Donated Services Recognition

The work of the Entity is dependent on the voluntary service of many people. Since these services are not normally purchased by the Entity, and because of the difficulty in determining their value with reliability, donated services are not recognised in the Performance Report.

Accounts Receivable

Accounts Receivable (Debtors) are stated at their estimated realisable value. Bad debts are written off in the period in which they are identified.

Property, Plant & Equipment

Property, Plant & Equipment are initially recorded at cost. Historical cost includes expenditure directly attributable to the acquisition of the assets. Items costing less than \$500 are usually expensed immediately. All other assets are depreciated over the estimated useful life on a diminishing value basis using IRD depreciation rates.

Gains and losses on disposals (i.e. sold or given away) are determined by comparing the proceeds received with the carrying amounts (i.e. the book value). The gain or loss arising from the disposal of an item of property, plant & equipment is recognised in the Statement of Financial Performance.

Asset Class	Rate & Depreciation Method
Land	0%
Buildings	0%
Building Fitout	4% - 24%
School Equipment	11% - 38% DV
Computers (Including Software)	48% - 50% DV

Work in Progress Project Expenses

Project expenses are recorded at cost and capitalised on completion of the project.

Accounts Payable

Accounts Payable (Creditors) are recorded at the amount of cash required to settle those liabilities. The amounts are unsecured and are usually paid within 30 days of recognition.

Changes in Accounting Policies

There have been no changes in accounting policies. Policies have been applied on a consistent basis with those of the previous reporting period.

Notes to the Performance Report

Peria Christian Education Incorporated For the year ended 31 December 2021

	2021	2020
1. Analysis of Revenue		
Fees, subscriptions and other revenue from members		
Donations	1	4,852
Donations - MLE	-	200
Total Fees, subscriptions and other revenue from members	1	5,052
Revenue from providing goods or services		
Attendance Dues	43,529	36,951
Government Grants	61,721	51,024
Rental - BOT	93,500	99,600
Total Revenue from providing goods or services	198,750	187,574
Interest, dividends and other investment revenue		
Interest Received	132	311
Total Interest, dividends and other investment revenue	132	311
	2021	2020

2. Analysis of Expenses

Costs related to providing goods or services

Administration

Accountancy	1,319	1,263
Administration	288	2,089
Association Levy	628	556
Special Character Resources	832	-
Total Administration	3,067	3,907

Property

Building and Property Maintenance	9,804	9,880
Building Warrants of Fitness	1,550	1,635
Buildings & Grounds R & M	-	401
Insurance - Building	10,353	9,863
Rates - Building	2,069	2,021
Security	406	459
Total Property	24,181	24,260

Total Costs related to providing goods or services	27,247	28,166
---	---------------	---------------

	2021	2020
Other expenses		
Audit of accounts	3,770	800
Bank Fees	6	11
Depreciation	7,997	10,961
Interest - Bank of New Zealand	2,429	3,658
Interest & Penalties - Inland Revenue	-	23
Loss on Sale of Assets	5,833	-
Total Other expenses	20,034	15,453

	2021	2020
--	------	------

3. Analysis of Assets

Bank accounts and cash

BNZ 02 Account	140,691	93,051
BNZ Rapid Saver	35,501	35,421
Total Bank accounts and cash	176,192	128,472

Debtors and prepayments

Debtors	3,175	2,454
Total Debtors and prepayments	3,175	2,454

Other non-current assets

Capital Upgrade Projects	14,553	-
Total Other non-current assets	14,553	-

	2021	2020
--	------	------

4. Analysis of Liabilities

Creditors and accrued expenses

Creditors	5,771	1,541
GST	2,590	2,445
Total Creditors and accrued expenses	8,361	3,986

Other current liabilities

BNZ Loan (Current Portion)	13,760	12,845
Total Other current liabilities	13,760	12,845

Loans

Loan - Bank of New Zealand	12,012	26,238
Total Loans	12,012	26,238

5. Property, Plant and Equipment

This Year					
Asset Class	Opening Carrying Amount	Purchases	Sales/Disposals	Current Year Depreciation and Impairment	Closing Carrying Amount
Land	123,783			-	123,783
Buildings	402,230		180	6,329	395,721
School Equipment	5,756		652	910	4,194
Computers (including software)	6,932		5,001	758	1,173
Total	538,701	-	5,833	7,997	524,871

Last Year					
Asset Class	Opening Carrying Amount	Purchases	Sales/Disposals	Current Year Depreciation and Impairment	Closing Carrying Amount
Land	123,783			-	123,783
Buildings	403,163	8,423		9,356	402,230
School Equipment	3,559	2,852		655	5,756
Computers (including software)	7,882			950	6,932
Total	538,387	11,275	-	10,961	538,700

Land and buildings are not revalued but the current government valuation dated 1 July 2021 is \$2,330,000. The Board members have chosen not to depreciate the building. Depreciation under the building category are building fit-out items.

2021 2020

6. Accumulated Funds

General Funds

Opening Balance	626,557	576,838
Current Year Earnings	151,602	149,318
School Rental - BOT	(93,500)	(99,600)
Total General Funds	684,659	626,557
Total Accumulated Funds	684,659	626,557

2021 2020

7. Commitments

Commitments for Repairs & Maintenance

Exterior paint and maintenance program, 7 year term, completed 2021	-	7,807
Total Commitments for Repairs & Maintenance	-	7,807

Capital Commitments

Playground Upgrade, to be completed January 2022	7,000	-
Carpark Upgrade, expected to be completed mid 2022	90,000	-
Total Capital Commitments	97,000	-

8. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 31 December 2021 (Last year - nil).

2021 2020

9. Assets Used as Security for Liabilities

Security 1

BNZ Loan	25,772	39,083
Land & Buildings	517,181	526,013

10. Term Loans

There is a loan secured with BNZ Bank, repayments are \$1,314, interest rate at balance date 7.78% (2020: 7.47%).

2021 2020

11. Related Parties

Income

Fees paid by Board Members for Children Attendances	1,586	1,551
Donations Received from Kid on the Rock Foundation (3 Trustees in common)	-	4,500
Sponsorship Received from Kid on the Rock Foundation (3 Trustees in common)	3,221	4,000
Total Income	4,807	10,051

Purchases

Administration Expenses paid to Matamata Christian Early Learning Centres Ltd (controlling relationship)	243	1,177
Administration Expenses paid to a Board Member	-	500
Total Purchases	243	1,677

12. Control relationships with other entities

A control relationship exists between Peria Christian Education Incorporated and Matamata Christian Early Learning Centres Ltd, in that Peria Christian Education Incorporated owns all the shares in the Company. However, in November 2021, the Matamata Christian Early Learning Centres Ltd had been placed into voluntary liquidation and no consolidated financial statements will be produced.

13. Events After the Balance Date

In March 2020, the World Health Organisation declared the outbreak of COVID-19 a pandemic. Since 19 March 2020 the New Zealand Government has imposed a number of measures to reduce the spread of COVID-19, including most recently implementing the COVID-19 Protection Framework on 2 December 2021.

While the country is under the COVID-19 Protection Framework there are restrictions on large gatherings of people and how public places can operate. Therefore the Trust is unable to operate as it normally would. While the disruption is expected to be temporary, there is a level of uncertainty around the duration of the restrictions.

At the date of issuing the financial statements, the Trust has been able to absorb the majority of the impact from the public health measures. At this time the full financial impact of the COVID-19 pandemic is not able to be determined, but it is not expected to have a significant adverse effect on the Trust.

The voluntary liquidation of Matamata Christian Early Learning Centres Ltd was completed April 2022. No debts have been taken on by the Trust nor are any payments required by the Trust.

There were no other events that have occurred after the balance date that would have a material impact on the Performance Report.

(Last year - Work started in January to complete a carpark upgrade for the School. This is likely to cost \$65,000 and is expected to be completed before the end of the 2021 year).

14. Ability to Continue Operating

The nature of the organisation is that it is reliant on the continued support of its members, parents and government grants. The management is confident of receiving this ongoing support and accordingly has adopted the going concern assumption in the preparation of these financial statements.

15. Audit

These financial statements have been audited by a third party auditor. Please refer to their Auditor's Report.