

Performance Report

Peria Christian Education Incorporated
For the year ended 31 December 2022

Prepared by CATAS Limited

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Compilation Report

Peria Christian Education Incorporated For the year ended 31 December 2022

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 2022.

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 CATAS Limited 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: 13 April 2023

INDEPENDENT AUDITOR'S REPORT

To the trustees of the Peria Christian Education Incorporated for the year ended 31 December 2022

Report on the Performance Report

Qualified Opinion

We have audited the financial statements contained in the performance report of the Peria Christian Education Incorporated on pages 8 to 16, which comprise the statement of financial position as at 31 December 2022, the statements of financial performance, along with a statement of cash flows for the year ended, the statement of accounting policies and other explanatory information.

In our opinion except for the matters outlined in the basis for a qualified opinion the performance report on pages 8 to 16 presents fairly, in all material respects,:

- the financial position of the Peria Christian Education Incorporated as at 31 December 2022
- and of its financial performance and cash flows,
- in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) [PBE-SFR-A-NFP] issued in New Zealand (NZ) by the NZ Accounting Standards Board.

Basis for a Qualified Opinion

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion, except that our audit work has been limited in the:

- verifying the effect of not depreciating all building assets over their economic life in accordance with the PBE SFR A accounting standards.

We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report in accordance with International Standards on Auditing (NZ). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Performance Report* section of our report. We are independent of the PERIA CHRISTIAN EDUCATION INCORPORATED in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the NZ Auditing and Assurance Standards Board and the International

Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Other than in our capacity as auditor we have no relationship with, or interests in, the Peria Christian Education Incorporated.

Other Information

The governance board is responsible for the other information, being the entity information and statement of service performance. No assurances on the other information are engaged by us.

Our audit opinion on the financial statements does not cover any assurance of the other information.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Restriction on responsibility

This report is made solely to the management board, as the trustees, in accordance with section 42F of the Charities Act 2005, and the constitution of the entity. Our audit work has been undertaken so that we might state to the trustees 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 trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Trustees Responsibility for the Performance Report

The trustees is responsible for:

- a) identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- b) the preparation and fair presentation of the performance report which comprises:
 - the entity information;

- the statement of service performance; and
 - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report in accordance with PBE-SFR-A-NFP issued in NZ by the NZ Accounting Standards Board, and
- (c) for such internal control as the trustees determines is necessary to enable the preparation of a performance report that is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Performance Report

Our objectives are to obtain reasonable assurance about whether the performance report is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this performance report.

As part of an audit in accordance with ISAs (NZ), we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the performance report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as

fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the trustees and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the performance report, including the disclosures, and whether the performance report represents the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures to obtain evidence about and evaluate whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

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



Charity Integrity Audit Ltd

Director: Peter Conaglen

Chartered Accountants- South Auckland

30th April 2023

Entity Information

Peria Christian Education Incorporated For the year ended 31 December 2022

'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 2022

'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.

	2022	2021
Description and Quantification of the Entity's Outputs		
Number of members of the Society	113	121
Number of "Friends of the school" (Present school parents, past school parents and other supporters, all of whom choose not to be members of the Association)	57	-
Number of children attending Matamata Christian School	75	80
Annual vision night attendees - Adults	19	-
Chuck Missler Online Course Attendees	4	6

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 2022

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

	NOTES	2022	2021
Revenue			
Donations, fundraising and other similar revenue	1	1,739	1
Revenue from providing goods or services	1	168,048	198,750
Interest, dividends and other investment revenue	1	1,049	132
Total Revenue		170,836	198,883
Expenses			
Volunteer and employee related costs	2	1,890	-
Costs related to providing goods or service	2	34,863	27,247
Other expenses	2	12,066	20,034
Total Expenses		48,819	47,282
Surplus/(Deficit) for the Year		122,016	151,602



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

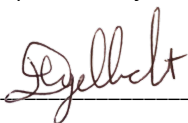
Peria Christian Education Incorporated As at 31 December 2022

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

	NOTES	31 DEC 2022	31 DEC 2021
Assets			
Current Assets			
Bank accounts and cash	3	234,398	176,192
Debtors and prepayments	3	2,939	3,175
Total Current Assets		237,337	179,367
Non-Current Assets			
Property, Plant and Equipment	5	584,394	524,871
Other non-current assets	3	-	14,553
Total Non-Current Assets		584,394	539,424
Total Assets		821,731	718,791
Liabilities			
Current Liabilities			
Creditors and accrued expenses	4	3,511	8,361
Other current liabilities	4	11,545	13,760
Total Current Liabilities		15,056	22,120
Non-Current Liabilities			
Loans	4	-	12,012
Total Non-Current Liabilities		-	12,012
Total Liabilities		15,056	34,133
Total Assets less Total Liabilities (Net Assets)		806,675	684,659
Accumulated Funds			
General Accumulated Funds	6	806,675	684,659
Total Accumulated Funds		806,675	684,659

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 2022.



Kobus Engelbrecht
Chairman
Date: 30 April 2023



Spence Reichardt
Treasurer
Date:

30 April 2023



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 2022

'How the entity has received and used cash'

	2022	2021
Cash Flows from Operating Activities		
Donations, fundraising and other similar receipts	1,739	1
Receipts from providing goods or services	168,566	104,643
Interest, dividends and other investment receipts	1,049	132
GST	(3,167)	582
Payments to suppliers and employees	(43,159)	(29,774)
Total Cash Flows from Operating Activities	125,029	75,585
Cash Flows from Investing and Financing Activities		
Payments to acquire property, plant and equipment	(52,596)	(14,553)
Repayments of loans borrowed from other parties	(14,227)	(13,312)
Total Cash Flows from Investing and Financing Activities	(66,823)	(27,865)
Net Increase/ (Decrease) in Cash	58,206	47,720
Cash Balances		
Cash and cash equivalents at beginning of period	176,192	128,472
Cash and cash equivalents at end of period	234,398	176,192
Net change in cash for period	58,206	47,720



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 2022

'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

The board have ceased the recognition of a nominal income rental for the property. All other accounting policies are applied on a basis consistent with the prior year.

Notes to the Performance Report

Peria Christian Education Incorporated For the year ended 31 December 2022

	2022	2021
1. Analysis of Revenue		
Donations, fundraising and other similar revenue		
Donations	1,739	1
Total Donations, fundraising and other similar revenue	1,739	1
Revenue from providing goods or services		
Attendance Dues	36,589	43,529
Government Grants	131,459	61,721
Rental - BOT	-	93,500
Total Revenue from providing goods or services	168,048	198,750
Interest, dividends and other investment revenue		
Interest Received	1,049	132
Total Interest, dividends and other investment revenue	1,049	132
	2022	2021

2. Analysis of Expenses

Volunteer and employee related costs

Salaries & Wages	1,890	-
Total Volunteer and employee related costs	1,890	-

Costs related to providing goods or services

Administration

Accountancy	1,151	1,319
Administration	3,904	288
Association Levy	909	628
Special Character Resources	284	832
Total Administration	6,248	3,067

Property

Building and Property Maintenance	12,514	9,804
Building Warrants of Fitness	1,791	1,550
Insurance - Building	12,012	10,353
Rates - Building	1,832	2,069
Security	467	406
Total Property	28,615	24,181

Total Costs related to providing goods or services	34,863	27,247
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	2022	2021
Other expenses		
Audit of accounts	2,540	3,770
Bank Fees	9	6
Depreciation	7,626	7,997
Interest - Bank of New Zealand	1,735	2,429
Interest & Penalties - Inland Revenue	157	-
Loss on Sale of Assets	-	5,833
Total Other expenses	12,066	20,034

	2022	2021
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3. Analysis of Assets

Bank accounts and cash

BNZ 02 Account	48,038	140,691
BNZ Rapid Saver	186,360	35,501
Total Bank accounts and cash	234,398	176,192

Debtors and prepayments

Debtors	2,591	3,175
GST	348	-
Total Debtors and prepayments	2,939	3,175

Other non-current assets

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

	2022	2021
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4. Analysis of Liabilities

Creditors and accrued expenses

Creditors	3,511	5,771
GST	-	2,590
Total Creditors and accrued expenses	3,511	8,361

Other current liabilities

BNZ Loan (Current Portion)	11,545	13,760
Total Other current liabilities	11,545	13,760

Loans

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

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	395,721	67,149		6,950	455,920
School Equipment	4,194			673	3,521
Computers (including software)	1,173			3	1,170
Total	524,871	67,149	-	7,626	584,394

Last 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

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.

2022

2021

6. Accumulated Funds

General Funds

Opening Balance	684,659	626,557
Current Year Earnings	122,016	151,602
School Rental - BOT	-	(93,500)
Total General Funds	806,675	684,659
Total Accumulated Funds	806,675	684,659

2022 2021

7. Commitments

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 2022 (Last year - nil).

2022 2021

9. Assets Used as Security for Liabilities

Security 1

BNZ Loan	11,545	25,772
Land & Buildings	579,703	517,181

10. Term Loans

There is a loan secured with BNZ Bank, repayments are \$1,345, interest rate at balance date 11.51% (2021: 7.78%).

2022 2021

11. Related Parties

Income

Fees paid by Board Members for Children Attendances	2,181	1,586
Sponsorship Received from Kid on the Rock Foundation (3 Trustees in common)	3,257	3,221
Total Income	5,438	4,807

Purchases

Administration Expenses paid to Matamata Christian Early Learning Centres Ltd (controlling relationship)	-	243
Administration Expenses paid to Tricosoft Systems Ltd (same Board Member/Director)	2,500	-
Total Purchases	2,500	243

12. Events After the Balance Date

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

13. 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.

14. Audit

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