



**KARORI**  
anglican

# 2022 Financial Reports

Karori Anglican Churches and Trust Boards  
St Mary's Early Childhood Education Centre  
SMASH (St Mary's After School House)

2023 Budget

**Annual General Meeting 27 March 2023**

Please read these reports prior to the meeting as they will be 'taken as read'.



## Note for the 2022 Annual Accounts

These are preliminary accounts, awaiting final sign-off by our new auditor.

## **Appendix A - Karori Anglican Churches**

# Karori Anglican Churches

## Consolidated Financial Statements

For the year ended 31 December 2022

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## Karori Anglican Churches

For the year ended 31 December 2022

### **Legal Name of Entity**

Karori Anglican Churches

### **Charities Commission Registration Number**

Anglican Diocese of Wellington: CC31568

### **Nature of business**

Karori Anglican Churches (the "Parish") is an entity under the Parishes Canon of the Anglican Diocese of Wellington, and exists for religious and charitable purposes.

### **Vestry Members**

Ian Cook: Vicar

Gregor Coster: Vicar's Warden

Thea Wallace: People's Warden

Stephen Sharp: Vicar's Warden

Ian Millard

Hannah Kerr

Leka Campbell

### **Physical Address**

8 Fancourt Street, Karori, Wellington 6012

### **Postal Address**

8 Fancourt Street, Karori, Wellington 6012

# Consolidated Statement of Comprehensive Revenue and Expenses

Karori Anglican Churches

For the year ended 31 December 2022

Group 2021	KAC 2021		Group 2022	KAC 2022
\$	\$	Note	\$	\$
<b>Revenue from Exchange Transactions</b>				
1,911	67,242		3,770	73,748
283,194	-		234,292	-
327,268	-		320,735	-
22,077	6,600		1,022,317	463
5,366	32		7,499	28
557	-		89	-
24,192	22,520		4,528	4,260
664,565	96,394		1,593,230	78,499
<b>Revenue from Non-exchange Transactions</b>				
357,928	357,928		356,591	356,060
410,138	410,138	5	268,689	269,219
131,570	131,570		35,906	25,099
-	-		-	70,000
-	-		67,896	67,817
50,000	50,000		-	-
48,753	5,992		8,862	600
43,595	-		43,595	-
399,175	-		384,014	-
-	9,344		-	-
1,441,159	964,971		1,165,552	788,794
2,105,723	1,061,365		2,758,782	867,293
<b>Expenses</b>				
287,773	46,259	6	205,483	19,788
9,469	494,323	6	7,829	405,638
100	125,252	6	5,635	5,635
98,763	98,763		61,068	61,068
103,888	75,066		110,462	88,313
57,187	38,357		50,948	27,631
919,290	257,222		843,069	212,141
21,127	7,623		21,752	8,079
56,118	56,118		56,336	56,336
27,972	27,972		24,264	24,264
1,581,688	1,226,956		1,386,846	908,892
524,036	(165,591)		1,371,936	(41,599)
463,892	452,029		77,073	65,409
60,144	(617,619)		1,294,863	(107,008)
2,940	846,361		-	2,822,142
3,607	-		6,705	-
6,547	846,361		6,705	2,822,142
66,691	228,742		1,301,568	2,715,134

This statement should be read in conjunction with the notes to the financial statements

# Consolidated Statement of Changes in Net Assets

Karori Anglican Churches

For the year ended 31 December 2022

Group		Retained Surpluses \$	Special Funds \$	Investment Reserves \$	Total \$
Opening Balance 1 January 2021		6,706,069	2,437,479	25,072	9,168,620
Surplus / (Deficit) for the year		66,538	-	-	66,538
Other Comprehensive revenue					
Transfers	19	(96,336)	96,336	-	-
<b>Closing Equity 31 December 2021</b>		<b>6,676,271</b>	<b>2,533,815</b>	<b>25,072</b>	<b>9,235,158</b>
Opening Balance		6,676,271	2,533,815	25,072	9,235,158
Surplus / (Deficit) for the year					
Other Comprehensive revenue		1,301,568			1,301,568
Transfers	19	(1,356,596)	1,356,596	-	-
<b>Closing Equity 31 December 2022</b>		<b>6,621,243</b>	<b>3,890,411</b>	<b>25,072</b>	<b>10,536,726</b>

KAC		Retained Surpluses \$	Special Funds \$	Investment Reserves \$	Total \$
Opening Balance 1 January 2021		6,018,270	227,564	-	6,245,834
Surplus / (Deficit) for the year		228,742	-	-	228,742
Other Comprehensive revenue					
Transfers	19	(120,009)	120,009	-	-
<b>Closing Equity 31 December 2021</b>		<b>6,127,003</b>	<b>347,573</b>	<b>-</b>	<b>6,474,576</b>
Opening Balance		6,127,003	347,573	-	6,474,576
Surplus / (Deficit) for the year		2,715,134	-	-	2,715,134
Other Comprehensive revenue					
Transfers	19	(5,317)	5,317	-	-
<b>Closing Equity 31 December 2022</b>		<b>8,836,819</b>	<b>352,890</b>	<b>-</b>	<b>9,189,709</b>

This statement should be read in conjunction with the notes to the financial statements



# Consolidated Statement of Financial Position

Karori Anglican Churches

As at 31 December 2022

Group 2021 \$	KAC 2021 \$		Note	Group 2022 \$	KAC 2022 \$
		Current Assets			
2,503,293	116,951	Cash and Cash Equivalents	9	931,410	36,212
460,305	66,138	Current Investments	9	421,213	96,566
16,546	-	Receivables from Non-exchange transactions		18,301	-
4,860	1,205	Receivables from Exchange transactions		6,490	1,212
3,545	-	Prepayments		3,709	-
73,170	-	Investments	10	73,259	-
<b>3,061,719</b>	<b>184,293</b>	<b>Total Current Assets</b>		<b>1,454,382</b>	<b>133,991</b>
		Non-current Assets			
4,959,777	4,886,253	Property Plant and Equipment		4,892,725	4,828,278
1,540,719	1,540,719	Work in progress accounts		4,445,591	4,445,591
<b>6,500,496</b>	<b>6,426,972</b>	<b>Total Non-current Assets</b>	11	<b>9,338,316</b>	<b>9,273,870</b>
<b>9,562,214</b>	<b>6,611,264</b>	<b>Total Assets</b>		<b>10,792,698</b>	<b>9,407,861</b>
		Current Liabilities			
162,933	116,298	Trade and Other Creditors	12	144,468	204,338
87,456	20,244	Employee Entitlements	14	52,651	13,813
76,523	-	Revenue in Advance	13	58,854	-
<b>326,911</b>	<b>136,543</b>	<b>Total Current Liabilities</b>		<b>255,973</b>	<b>218,151</b>
<b>326,911</b>	<b>136,543</b>	<b>Total Liabilities</b>		<b>255,973</b>	<b>218,151</b>
<b>9,235,303</b>	<b>6,474,722</b>	<b>Net Assets</b>		<b>10,536,725</b>	<b>9,189,709</b>
		Equity			
6,866,953	6,364,764	Accumulated Surpluses		9,524,973	9,085,070
2,343,277	109,957	Special Funds	19	986,680	104,639
25,072	-	Investment Reserve		25,072	-
<b>9,235,302</b>	<b>6,474,721</b>	<b>Total Equity</b>		<b>10,536,725</b>	<b>9,189,709</b>

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Signed for and on behalf of the Vestry Members who authorised these financial statement for issue

Will be signed when audit completed

Vestry Member

Date:

Vestry Member

This statement should be read in conjunction with the notes to the financial statements

# Consolidated Statement of Cash Flows

Karori Anglican Churches

For the year ended 31 December 2022

Group 2021 \$	KAC 2021 \$		Note	Group 2022 \$	KAC 2022 \$
<b>Cash Flows from Operating Activities</b>					
275,719	-	Receipts from SMASH Fee Revenue		233,855	-
321,599	-	Receipts from ECEC Fee Revenue		306,221	-
21,632	35	Receipts from Interest & Dividends		22,884	26
41,494	91,734	Receipts from Other Exchange Transactions		33,417	77,510
360,315	360,315	Receipts from Parochial Offerings		355,221	355,221
80,577	-	Receipts from Donations and Grants		448,752	-
591,962	161,461	Receipts from Other Non-exchange Transactions		15,594	12,393
(465,117)	(306,974)	Payments to Suppliers		(454,920)	(252,304)
(27,972)	(27,972)	Payments as Donations		(24,264)	(24,264)
(55,564)	(55,564)	Non-Exchange payments		-	-
(1,102,023)	(253,417)	Payments to Employees		(960,327)	(220,292)
<b>42,622</b>	<b>(30,382)</b>	<b>Net Cash flows from Operation Activities</b>		<b>(23,567)</b>	<b>(51,710)</b>
<b>Cash Flows from Investing and Financing</b>					
Cash Received for building fund & other special purposes					
668,467	655,697			1,633,607	3,290,788
50,000	50,000	Bequest		-	-
50,000	-	Movement in Term Deposits		481	-
(1,168,094)	(871,937)	Purchase of Property Plant and Equipment		(3,176,704)	(3,244,116)
<b>(399,627)</b>	<b>(166,240)</b>	<b>Net Cash flows from Investing and Financing</b>		<b>(1,542,616)</b>	<b>46,672</b>
-357,005	-196,622	Net Increase / (Decrease) in Cash and Cash Equivalents		(1,566,183)	(5,038)
3,320,628	379,710	Cash and Cash Equivalents at 1 January		2,883,438	137,069
<b>2,963,623</b>	<b>183,088</b>	<b>Cash and Cash Equivalents at 31 December</b>	<b>9 &amp; 10</b>	<b>1,317,255</b>	<b>132,031</b>

This statement should be read in conjunction with the notes to the financial statements

# Notes to the Financial Statements

## Karori Anglican Churches

For the year ended 31 December 2022

### 1. Reporting entity

The reporting entity is Karori Anglican Churches (the "Parish"). Karori Anglican Churches is an entity under the Parishes Canon of the Anglican Diocese of Wellington, domiciled in New Zealand and is a charitable organisation registered under the Charities Act 2005.

The consolidated financial statements comprising of Karori Anglican Churches and its controlled entities, together the "Group", are presented for the year ended 31 December 2022. The consolidated statements include Karori Anglican Churches, SMASH (St Mary's After School House), The St Mary's Early Childhood Education Centre, the Parochial Trust Board of Makara and Karori West, and the Karori Anglican Churches' Trust Board.

These consolidated financial statements have been approved and were authorised for issue by the Vestry Members

### 2. Statement of compliance

The financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP"). They comply with Public Benefit Entity International Public Sector Accounting Standards Reduced Disclosure Regime ("PBE IPSAS RDR") and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-For-Profit entities. For the purposes of complying with NZ GAAP, the Parish and Group are public benefit not-for-profit entities and are eligible to apply PBE IPSAS RDR on the basis that the Group does not have public accountability and it is not defined as large.

The Vestry Members have elected to report in accordance with Tier 2 Not-For-Profit PBE Accounting Standards and in doing so has taken advantage of all applicable Reduced Disclosure Regime ("RDR") disclosure concessions except in application of PBE FRS 47 Paragraph RDR 27.1 to 27.3 which allows this Group to exclude comparatives from these financial statements, and PBE IPSAS 1 Paragraph 116.1 which provides concessions around disclosures of fees paid to auditors.

### 3. Summary of accounting policies

The significant accounting policies used in the preparation of these financial statements as set out below have been applied consistently to both years presented in these financial statements.

#### 3.1 Basis of measurement

These financial statements have been prepared on the basis of historical cost as modified by fair value measurement of non derivative financial instruments. The financial statements are presented in New Zealand dollars which is the functional currency and has been rounded to the nearest dollar.

#### 3.2 Basis of consolidation

Controlled entities are all those entities over which the controlling entity has the power to govern the financial and operating policies so as to benefit from its activities. The controlled entities are consolidated from the date on which control is transferred and are de-consolidated from the date that control ceases. In preparing the consolidated financial statements, all inter entity balances and transactions, and unrealised gains and losses arising within the consolidated entity are eliminated in full. The accounting policies of the controlled entity are consistent with the policies adopted by the Group and have a 31 December 2022 reporting date.

#### 3.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Group 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.

#### Revenue from non-exchange transactions

##### *Donations, offerings, givings and legacies*

Donations are recognised as revenue upon receipt and include donations from the general public, donations received for specific program, legacies left to the Parish or Group, parish offerings or services or donations in-kind. Donations in-kind are recognised where fair value of the services can be reliably estimated. Donations in-kind are measured at their fair value as at the date of acquisition, ascertained by reference to the expected cost that would be otherwise incurred. Volunteer time is not recognised.

# Notes to the Financial Statements

## Karori Anglican Churches

For the year ended 31 December 2022

Where legacies or donations are received that contain conditions or restrictions on the use of funds which require the repayment of funds, the revenue is initially recorded as a liability and released to revenue as the conditions are met. Where the restrictions do not require a repayment of funds, Revenue is recognised upon receipt and recognised as a restricted reserve within net assets until such time as the funds are expended in line with its original restriction.

### *Grant Revenue*

Grant revenue includes grants given by other charitable organisations, philanthropic organisations, government and businesses. Grant revenue is recognised when the conditions attached to the grant has been complied with. Where there are unfulfilled conditions attaching to the grant, the amount relating to the unfulfilled condition is recognised as a liability and released to revenue as the conditions are fulfilled.

### **Revenue from exchange transactions**

#### *Rental revenue*

Rental revenue is recognised on a straight line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income, over the term of the lease.

#### *ECEC and SMASH revenue*

Revenue is recognised on an accrual basis in the period in which the services were provided.

#### *Interest revenue*

Interest revenue is recognised as it accrues, using the effective interest method.

#### *Dividend revenue*

Dividend revenue is recognised when the dividend is received.

#### *Other revenue*

All other revenue is accounted for on an accruals basis.

### **3.4 Cash and cash equivalents**

Cash and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

### **3.5 Short Term Investments**

Short term investments comprise term deposits which have a term of greater than three months and therefore do not fall into the category of cash and cash equivalents.

### **3.6 Property, plant and equipment**

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset. Where an asset is acquired through a non-exchange transaction, its cost is measured at its fair value as at the date of acquisition.

Depreciation is charged on a straight line basis over the useful life of the asset, except for land which is not depreciated. Depreciation is charged at rates calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life:

• Buildings	20-70 Years
• Computer equipment	2-4 Years
• Furniture and Fittings	5-10 Years
• General Equipment	7-15 Years

Depreciation methods, useful lives and residual values are reviewed at each reporting date and are adjusted if there is a change in the expected pattern of consumption of the future economic benefits or service potential embodied in the asset.

Items in Work in Progress (WIP) are capitalised when completed. To date St Matthias repairs, ECEC/SMASH repairs, and Stage I of the Belltower have been largely completed and capitalised.

# Notes to the Financial Statements

## Karori Anglican Churches

For the year ended 31 December 2022

### 3.7 Income Tax

Due to its charitable status, the Group is exempt from income tax.

### 3.8 Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST except for receivables and payables, which are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the Inland Revenue Department is included as part of receivables or payables in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the Inland Revenue Department is classified as part of operating cash flows.

### 3.9 Equity

Equity is the community's interest in the Group, measured as the difference between total assets and total liabilities. Equity is made up of the following components:

#### *Accumulated comprehensive revenue and expense*

Accumulated comprehensive revenue and expense is the Group's accumulated surplus or deficit since its formation, adjusted for transfers to/from specific reserves.

#### *Special projects reserve*

This is a restricted equity reserve created by the Group for the purpose of financing special projects, such as capital replacement of certain significant assets. The use of these funds is restricted to the specific purpose of the projects.

#### *Investment reserve*

This reserve represents the gains or losses in investments held at each reporting date. Revaluations are initially recognised in the consolidated statement of comprehensive revenue and expenses and subsequently transferred to this reserve.

### 3.10 Financial Instruments

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instrument.

The Group derecognises a financial asset or, where applicable, a part of a financial asset or part of a group of similar financial assets when the rights to receive cash flows from the asset have expired or are waived, or the Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party; and either:

- the Group has transferred substantially all the risks and rewards of the asset; or
- the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

# Notes to the Financial Statements

## Karori Anglican Churches

For the year ended 31 December 2022

### **Financial Assets**

Financial assets within the scope of NFP PBE IPSAS 29 Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets. The classifications of the financial assets are determined at initial recognition.

The categorisation determines subsequent measurement and whether any resulting revenue and expense is recognised in surplus or deficit or in other comprehensive revenue and expenses. The Group's financial assets are classified as loans and receivables and fair value through profit and loss. The Group's financial assets include: cash and cash equivalents, receivables from non-exchange transactions, receivables from exchange transactions and investments.

All financial assets except those at fair value through surplus or deficit are subject to review for impairment at least at each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset or group of financial assets is impaired. Different criteria to determine impairment are applied for each category of financial assets, which are described below.

### **Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, these are measured at amortised cost using the effective interest method, less any allowance for impairment. The Group's cash and cash equivalents, short-term investments, receivables from non-exchange transactions, receivables from exchange transactions and non-equity investments fall into this category of financial instruments.

### **Financial assets at fair value through surplus or deficit**

Financial assets at fair value through surplus or deficit include items that are either classified as held for trading or that meet certain conditions and are designated at fair value through surplus or deficit upon initial recognition. The Group's investments fall into this category of financial instruments.

### **Impairment of financial assets**

The Group assesses at the end of reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

For financial assets carried at amortised cost, if there is objective evidence that an impairment loss on loans and receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account. The amount of the loss is recognised in the surplus or deficit for the reporting period.

### **Financial Liabilities**

The Group's financial liabilities include trade and other creditors (excluding GST and PAYE), employee entitlements and deferred revenue (in respect to agreements whose conditions are yet to be complied with).

All financial liabilities are initially recognised at fair value (plus transaction cost for financial liabilities not at fair value through surplus or deficit) and are measured subsequently at amortised cost using the effective interest method except for financial liabilities at fair value through surplus or deficit.

### **3.11 Employee Benefits**

Liabilities for wages and salaries and annual leave are recognised in surplus or deficit during the period in which the employee provided the related services. Liabilities for the associated benefits are measured at the amounts expected to be paid when the liabilities are settled.



# Notes to the Financial Statements

## Karori Anglican Churches

For the year ended 31 December 2022

### **4. Significant accounting judgements, estimates and assumptions**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

#### **Judgements**

In the process of applying the accounting policies management have not made any significant judgements within the financial statements.

#### **Estimates and assumptions**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Group based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

#### *Useful lives and residual values*

The useful lives and residual values of assets are assessed using the following indicators to determine potential future use and value from disposal:

- The condition of the asset
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes
- The nature of the processes in which the asset is deployed
- Availability of funding to replace the asset
- Changes in the market in relation to the asset

# Notes to the Financial Statements

## Karori Anglican Churches

For the year ended 31 December 2022

### 5. Donations for Special purposes

Parochial offerings includes the following donations for special purposes received during the relevant year:

	<b>Group 2022</b>	<b>KAC 2022</b>	<b>Group 2021</b>	<b>KAC 2021</b>
Agape	1,052	2,252	1,109	2,309
Alpha	1,240	1,240	451	451
Bentons	600	600	460	460
Ministries	1,077	1,077	163	163
Community Facing Facility, Makara & Belltower (passed to Trust Board)	1,329,478	329,478	385,341	385,341
Family Fair	-	-	995	995
Fire Insurance	1,200	1,200	1,200	1,200
Furnishings	530	530	-	-
Graveyard	183	183	-	-
Kaitaia: Feed my Lambs	3,770	3,770	3,655	3,655
Karori Foodbank	-	-	-	-
Lent & Missions	13	13	412	412
Pastoral Care & Training	-	-	-	-
Philipine Orphanage	-	-	3,463	3,463
Refugees	-	-	50	50
Seminars & Courses	-	-	620	620
Wheelers	1,311	1,311	2,372	2,372
World Vision	-	-	2,000	2,000
Worship	-	-	100	100
Youth Ministry	-	-	9,456	9,456
	<b>1,340,454</b>	<b>341,654</b>	<b>411,847</b>	<b>413,047</b>

### 6. Direct Costs

	<b>Group 2022</b>	<b>KAC 2022</b>	<b>Group 2021</b>	<b>KAC 2021</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Direct Costs: Ministries	205,483	15,723	275,703	34,189
Payments from Special Donations	-	405,638	9,469	494,323
Wedding/Funeral costs	46	46	701	701
Pew Sale Costs	4,020	4,020	11,368	11,369
Payments from Special Funds for approved purposes	5,635	5,635	100	125,252
	<b>215,184</b>	<b>431,062</b>	<b>297,341</b>	<b>665,834</b>



# Notes to the Financial Statements

## Karori Anglican Churches

For the year ended 31 December 2022

### 7. Group information Subsidiaries

The Consolidated financial statements of the Group include the following entities:

Name of Entity and Principal Activities	Country of Inc.	Percentage equity interest	
		2022	2021
SMASH - After School & Holiday Programme	New Zealand	100%	100%
ECEC - Early Childhood Education Centre	New Zealand	100%	100%
Karori Parish Trust Board	New Zealand	100%	100%
Parochial Trust Board of Makara and Karori West	New Zealand	100%	100%

# Notes to the Financial Statements

## Karori Anglican Churches

For the year ended 31 December 2022

<b>8. Components of Net Surplus</b>	<b>Group 2022 \$</b>	<b>KAC 2022 \$</b>	<b>Group 2021 \$</b>	<b>KAC 2021 \$</b>
Total expenses include the following specific expenses:				
Audit Fees - Grant Thornton Audit Partnership		-	8,295	-
Review Fees - Grant Thornton Audit Partnership		-	12,832	7,623
Other Fees - Grant Thornton Audit Partnership		243	-	-
Audit Fees Moore Markhams	8,000			
Review Fees Moore Markhams	12,550	7,500		
Depreciation	77,073	65,409	92,911	81,048

<b>9. Cash and Cash Equivalents</b>	<b>Group 2022 \$</b>	<b>KAC 2022 \$</b>	<b>Group 2021 \$</b>	<b>KAC 2021 \$</b>
Bank Accounts	931,230	36,202	2,503,103	116,930
Bank Call Deposits	42,492	42,492	51,007	51,007
Term Deposits	378,721	54,074	409,297	15,130
Petty Cash	180	10	189	20
	<u>1,352,623</u>	<u>132,779</u>	<u>2,963,597</u>	<u>183,087</u>

SMASH has a credit card facility with BNZ of \$1,000 at reporting date (2021: \$1,000).

ECEC has a credit card facility with Westpac of \$1,000 at reporting date (2021: \$1,000)

KAC has a credit card facility with BNZ of \$1,000 at reporting date (2021: \$1,000)

<b>10. Investments</b>	<b>Group 2022 \$</b>	<b>KAC 2022 \$</b>	<b>Group 2021 \$</b>	<b>KAC 2021 \$</b>
Securities and Bonds	73,259	-	73,170	-
Other	-	-	-	-
	<u>73,259</u>	<u>-</u>	<u>73,170</u>	<u>-</u>

# Notes to the Financial Statements

## Karori Anglican Churches

For the year ended 31 December 2022

### 11. Property Plant and Equipment

	Land and Buildings	Furniture, Fittings & Office Equipment	Capital WIP	Total
	\$	\$	\$	\$
<b>Group: 31 December 2022</b>				
Cost	5,288,403	266,768	4,445,591	10,000,763
Accumulated Depreciation	(490,610)	(171,838)	-	(662,447)
Net Book Value	4,797,794	94,931	4,445,591	9,338,316

Reconciliation of the carrying amount at the beginning and end of the period:

Opening Balance	4,837,744	122,033	1,540,719	6,500,496
Additions	-	10,021	2,904,873	2,914,894
Disposals	-	-	-	-
Transfers	-	-	-	-
Depreciation	(39,950)	(37,124)	-	(77,074)
Closing	4,797,794	94,930	4,445,592	9,338,316

	Land and Buildings	Furniture, Fittings & Office Equipment	Capital WIP	Total
	\$	\$	\$	\$
<b>Group: 31 December 2021</b>				
Cost	5,288,403	256,746	1,540,719	7,085,868
Accumulated Depreciation	(450,660)	(134,713)	-	(585,373)
Net Book Value	4,837,744	122,033	1,540,719	6,500,496

Reconciliation of the carrying amount at the beginning and end of the period:

Opening Balance	5,259,289	85,618	619,969	5,964,876
Additions	-	33,323	966,186	999,509
Disposals	(369,247)	(1,740)	-	(370,987)
Transfers	-	45,436	(45,436)	-
Depreciation	(52,299)	(40,612)	-	(92,911)
Closing	4,837,744	122,025	1,540,719	6,500,487

	Land and Buildings	Furniture, Fittings & Office Equipment	Capital WIP	Total
	\$	\$	\$	\$
<b>KAC: 31 December 2022</b>				
Cost	5,288,403	143,791	4,445,591	9,877,786
Accumulated Depreciation	(490,610)	(113,307)	-	(603,917)
Net Book Value	4,797,794	30,484	4,445,591	9,273,869

Reconciliation of the carrying amount at the beginning and end of the period:

	Land and Buildings	Furniture, Fittings & Office Equipment	Capital WIP	Total
	\$	\$	\$	\$
Opening Balance	4,837,744	48,509	1,540,719	6,426,972
Additions	-	7,434	2,904,873	2,912,307
Disposals	-	-	-	-
Transfers	-	-	-	-
Depreciation	(39,950)	(25,459)	-	(65,409)
Closing	4,797,794	30,484	4,445,591	9,273,869

# Notes to the Financial Statements

## Karori Anglican Churches

For the year ended 31 December 2022

	Land and Buildings	Furniture, Fittings & Office Equipment	Capital WIP	Total
	\$	\$	\$	\$
<b>KAC: 31 December 2021</b>				
Cost	5,288,403	136,357	1,540,719	6,965,479
Accumulated Depreciation	(450,660)	(87,848)	-	(538,508)
Net Book Value	4,837,744	48,509	1,540,719	6,426,972

Reconciliation of the carrying amount at the beginning and end of the period:

	Land and Buildings	Furniture, Fittings & Office Equipment	Capital WIP	Total
	\$	\$	\$	\$
Opening Balance	5,259,290	74,914	574,532	5,908,736
Additions	-	4,078	966,186	970,264
Disposals	(369,247)	(1,733)	-	(370,980)
Transfers	-	-	-	-
Depreciation	(52,299)	(28,749)	-	(81,048)
Closing	4,837,744	48,510	1,540,718	6,426,972

	Group 2022	KAC 2022	Group 2021	KAC 2021
	\$	\$	\$	\$
<b>12. Trade and Other Creditors</b>				
Credit Card Facilities	2,579	1,742	(1,740)	(2,345)
Creditors and Accruals	372,032	346,102	299,263	215,122
GST	(118,638)	(129,693)	(47,135)	(76,234)
	255,973	218,151	250,388	136,543

	Group 2022	KAC 2022	Group 2021	KAC 2021
	\$	\$	\$	\$
<b>13. Revenue In advance</b>				
SMASH: MSD Grant	10,898	-	10,899	-
Parent Fees in Advance	3,156	-	9,110	-
Ministry of Education: Grants	43,420	-	56,514	-
Other revenue in advance	-	-	-	-
	57,474	-	76,523	-
<b>Total Revenue in advance</b>	<b>313,447</b>	<b>218,151</b>	<b>326,911</b>	<b>136,543</b>

# Notes to the Financial Statements

## Karori Anglican Churches

For the year ended 31 December 2022

### 14. Categories of Financial Assets and Liabilities

The carrying amounts of financial instruments presented in the statement of financial position relate to the following categories of assets and liabilities:

	<b>Group 2022</b>	<b>KAC 2022</b>	<b>Group 2021</b>	<b>KAC 2021</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Financial Assets</b>				
<i>Loans and receivables</i>				
Cash and Cash Equivalents	1,352,623	132,779	2,963,597	152,200
Receivables from Exchange Transactions	12,636	2,708	10,611	2,705
Receivables from Non-exchange Transactions	18,301	-	16,945	-
	<u>1,383,560</u>	<u>135,486</u>	<u>2,991,153</u>	<u>154,904</u>
<b>Financial Liabilities</b>				
<i>At amortised cost</i>				
Trade and other creditors	144,464	204,338	207,734	192,532
Employee entitlements	52,651	13,813	87,456	17,545
Deferred Revenue (conditions attached)	58,858	-	56,514	-
	<u>255,973</u>	<u>218,151</u>	<u>351,704</u>	<u>210,078</u>

# Notes to the Financial Statements

## Karori Anglican Churches

For the year ended 31 December 2022

### 15. Commitments and Contingencies

There is a contingent liability for a \$900,000 loan, agreed to in December 2022 but not yet drawn down (2021: nil)

In September 2021, Karori Anglican Churches signed a contract with Choice Construction Group to build a facility "Te Kororia" at a capital cost of \$3.8m, of which we have spent \$4.3m. (2021: \$1.4m)

### 16. Related Parties

	Group 2022 \$	KAC 2022 \$	Group 2021 \$	KAC 2021 \$
<b>Related Party Transactions:</b>				
Related party Geoff Lee (Vestry member in 2022, Licensee of ECEC, and Seismic & Development Programme Manager)				
Value of transactions	29,900	29,900	38,240	38,240
Amount outstanding at reporting date	2,012	2,012	2,185	2,185
Related party: Kate Harvey-Green - (Vestry member in 2022 & Consultant)				
Value of transactions	39,347	39,347	36,516	36,516
Amount outstanding at reporting date	-	-	-	-

### Key Management Personnel:

The key management personnel, as defined by PBE IPSAS 20 Related Party Disclosures, are the Vicar, Wardens, Manager of SMASH, and Head Teacher of Early Childhood Centre

No remuneration is paid to Vestry Members or Wardens.

	Group 2022 \$	Parent 2022 \$	Group 2021 \$	Parent 2021 \$
Total Remuneration	237,042	82,608	235,803	82,005
Number of persons	4	1	3	1

### 17. Events After Reporting Date

The Vestry Members and management are not aware of any other matters or circumstances since the end of the reporting period, not otherwise dealt with in these financial statements that have significantly or may significantly affect the operations of the Group.

### 18. Covid-19 Summary

Covid-19 has had minimal impact during 2022

**Special Funds 2022**

**Karori Anglican Churches Special Funds**

	Opening Reserve 2021	Donations	Interest Revenue	Expenditure Incurred	Closing Reserve 2021	Donations/Sale	Transfers	Interest Revenue	Expenditure Incurred	Closing Reserve 2022
Barnabas Fund	6,964		49		7,013	-	-	143	-	7,156
Bridge Club for Tau Cross	1,393		10		1,403	-	-	28	-	1,431
Brown Library Fund	19		-		19	-	-	-	-	19
Church Furnishing Fund	8,134		57		8,191	-	-	167	-	8,358
Hislop	20,006		124		20,130	-	-	324	-	20,454
Hoerings (Karori West)	123,063		2,183	125,252	(6)	6	-	-	-	-
JH Newton Bequest - Choir Fund	7,590		54		7,644	-	-	155	-	7,799
Makara Church Fund	1,770		116		1,886	-	-	(195)	-	1,691
Makara Church Graveyard	19,869		10		19,879	835	-	81	4,330	16,465
Piano Fund	558		4		562	-	-	11	-	573
Organ Fund	3,521		25		3,546	-	-	72	-	3,618
Pastoral Fund (Agape)	8,672	2,240	69	280	10,701	1,600	-	233	150	12,384
Stubbs Memorial Fund	27,205		1,783		28,988	-	-	(2,993)	1,304	24,690
<b>Total Karori Anglican Churches Special Funds</b>	<b>228,765</b>	<b>2,240</b>	<b>4,483</b>	<b>125,532</b>	<b>109,957</b>	<b>2,441</b>	<b>-</b>	<b>(1,974)</b>	<b>5,784</b>	<b>104,639</b>

**Group Special Funds**

**Parochial Trust Board of Makara and Karori West:**

Special funds - Upgrade & Seismic Repairs	779,706	2,500	7	-	782,213	250	(779,704)	34	-	2,793
Community Facing Facility	1,177,722	887,803	12,668	828,421	1,249,772	1,448,759	779,704	13,419	2,822,142	669,512
	<b>1,957,428</b>	<b>890,303</b>	<b>12,675</b>	<b>828,421</b>	<b>2,031,985</b>	<b>1,449,009</b>	<b>-</b>	<b>13,453</b>	<b>2,822,142</b>	<b>672,305</b>

**Karori Anglican Churches' Trust Board:**

Gwyn and Kelvin Day Charitable Trust	161,460	-	1,061	9,344	153,177			2,164	-	155,341
Self Insurance Fund	42,278	5,708	-	-	47,986	2,381		710	-	51,077
Bequests	49,553	44	-	49,554	43	3,116		30	-	3,189
T S Newcombe Scriptural Prize Fund	130	-	-	-	130	-		-	-	130
	<b>253,421</b>	<b>5,752</b>	<b>1,061</b>	<b>58,898</b>	<b>201,336</b>	<b>5,497</b>	<b>-</b>	<b>2,904</b>	<b>-</b>	<b>209,737</b>
<b>Total Group Special Funds</b>	<b>2,439,614</b>	<b>898,295</b>	<b>18,218</b>	<b>1,012,851</b>	<b>2,343,278</b>	<b>1,456,947</b>	<b>-</b>	<b>14,383</b>	<b>2,827,926</b>	<b>986,681</b>

**Appendix B - Karori Anglican Churches Trust Boards**



## PAROCHIAL TRUST BOARD OF MAKARA KARORI WEST

<b>Income Statement for the years ended 31 December</b>	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>Income</b>		
Interest for Special Funds	13,453	12,676
Donations for Special Funds	1,449,009	890,302
Wage Subsidy	-	-
<b>Total Income</b>	<b>1,462,462</b>	<b>902,978</b>
<b>Payments</b>		
Payments for Prior Costs: new build	2,822,142	828,421
<b>Expenses</b>		
Insurance & Charities Commission	304	294
<b>Total Expenses</b>	<b>2,822,446</b>	<b>828,715</b>
<b>Net Gain/(loss) for year</b>	<b>(1,359,984)</b>	<b>74,263</b>

# PAROCHIAL TRUST BOARD OF MAKARA KARORI WEST

## Balance Sheet as at 31 December

	2022	2021
	\$	\$
<b>Assets</b>		
Bank Deposits	566,607	1,969,402
Term Deposits	-	50,000
Accounts Receivable	106,242	13,394
<b>Total Assets</b>	<b>672,849</b>	<b>2,032,796</b>
<b>Liabilities</b>		
GST Payable	-	(38)
Accounts Payable	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>(38)</b>
<b>Equity (Held for the Parish of Karori)</b>		
<b>Special Funds</b>		
Upgrade & Seismic Repairs	2 2,792	782,213
Community Facility	2 669,512	1,249,771
<b>Total Special Funds</b>	<b>672,304</b>	<b>2,031,984</b>
<b>General Equity</b>	<b>545</b>	<b>849</b>
<b>Total Equity</b>	<b>672,849</b>	<b>2,032,833</b>
<b>Total Liabilities and Equity</b>	<b>672,849</b>	<b>2,032,795</b>

This will be signed when audit completed

Trustee

Trustee

Date:

# PAROCHIAL TRUST BOARD OF MAKARA KARORI WEST

Changes in Equity	2022	2021
Opening Equity	\$	\$
Gain/Loss for Year	2,032,833	1,958,570
	(1,359,984)	74,263
Closing Equity	672,849	2,032,833

# PAROCHIAL TRUST BOARD OF MAKARA KARORI WEST

## Notes

1. The Trust owned the St Philips site in trust for the Parish of Karori, which is the successor to the Parish of Makara and Karori West.

The St Philips site was sold in 2010, and the purchaser paid in full during 2012

The Trust sold land at Makara in May 2012

## Basis of Preparation

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand in accordance with the External Reporting Board's Financial Reporting Standards. They comply with Public Benefit Entity international Public Sector Accounting Standards ("PBE IPSAS") and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-For-Profit entities. For the purposes of complying with NZ GAAP, the Trust is a public benefit not-for-profit entity and is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large. Transition date was 1 January 2015.

These financial statements are prepared for the year ended 31st December 2022 on an accrual basis. They are presented in New Zealand Dollars.

The Trust has elected to report in accordance with Tier 2 Not-for-Profit PBE Accounting Standards in order to align itself with the reporting requirements of Karori Anglican Churches. It has taken all Reduced Disclosure Regime ("RDR") disclosure concessions applicable.

PAROCHIAL TRUST BOARD OF MAKARA KARORI WEST

2 SPECIAL FUNDS

Special funds - Upgrade & Seismic Repairs  
Community Facing Facility

Opening Reserve 2022	Interest	Donations	Transfers	Expenditur e Incurred	Closing Reserve 2022
782,212	34	250	(779,704)	-	2,792
1,249,772	13,419	1,448,759	779704	2,822,142	669,512
2,031,984	13,453	1,449,009	-	2,822,142	672,304

## Statement of Cash Flows

Parochial Trust Board of Makara & Karori West  
For the year ended 31 December 2022

	2022 \$	2021 \$
<b>Cash Flows from Operating Activities</b>		
Receipts from Interest & Dividends	13,452	12,676
Receipts from Other Non-exchange Transactions	84	-
Payments to Suppliers	(350)	(324)
<b>Net Cash flows from Operation Activities</b>	<b>13,186</b>	<b>12,352</b>
<b>Cash Flows from Investing and Financing Activities</b>		
Cash Received for building fund & other special purposes	1,356,162	898,104
Purchase of Property Plant and Equipment	(2,822,143)	(862,914)
<b>Net Cash flows from Investing and Financing Activities</b>	<b>(1,465,981)</b>	<b>35,190</b>
Net Increase / (Decrease) in Cash and Cash Equivalents	(1,452,795)	47,542
Cash and Cash Equivalents at 1 January	2,019,402	1,971,860
<b>Cash and Cash Equivalents at 31 December</b>	<b>566,607</b>	<b>2,019,402</b>

**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31 DECEMBER 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>INCOME</b>		
<b>Interest</b>		
Bank of New Zealand	1,913	2,090
NZ Post	-	529
<b>Dividends</b>	1,860	1,529
<b>Income from Special Funds</b>		
Interest for Special funds	2,904	1,259
Donations for Special Funds	3,116	-
Funds Increase	2,381	5,554
<b>Revaluation</b>		
Share Revaluation	89	1,591
Bond Revaluation	-	(1,034)
<b>Total Income</b>	<b>12,263</b>	<b>11,518</b>
<b>EXPENSES &amp; DISTRIBUTIONS</b>		
<b>Transfers from Special Funds</b>		
Transfer to Karori Anglican Churches	-	9,344
Transfer to Parochial Trust Board	50,000	277,554
<b>Payments from Special Funds</b>	-	-
<b>Other Expenses</b>		
Trustee Insurance	299	288
Charities	51	51
<b>Total Expenses &amp; Distributions</b>	<b>50,350</b>	<b>287,237</b>
<b>NET INCOME</b>	<b>(38,087)</b>	<b>(275,719)</b>

**STATEMENT OF FINANCIAL POSITION****ASSETS****Funds**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Bank of New Zealand Current	54,584	72,759
Term Deposits	200,000	220,000
NZPO Bonds	-	-
Accounts Receivable	-	-
Shares	39,127	39,127
Share Revaluation	34,132	34,043

**TOTAL ASSETS****327,843      365,929****CURRENT LIABILITIES**

Accounts Payable

-      -

**TOTAL LIABILITIES**

-      -

**EQUITY****General Funds (held for the Parish)**

93,033      139,520

**Share Revaluation Reserve**

25,072      25,072

**Self Insurance Fund**

51,077      47,986

**TS Newcombe Scriptural Prize Fund**

130      130

**Bequests**

3,190      44

**Gwyn & Kelvin Day Charitable Trust**

Corpus

141,700      141,700

Retained Earnings

13,640      11,477

**TOTAL EQUITY****327,842      365,929****TOTAL LIABILITIES & EQUITY****327,842      365,929**Will be signed when audit completed

Trustee

Trustee

Date:



	2022	2021
<b>Statement of Changes in Equity</b>	<b>\$</b>	<b>\$</b>
Opening Equity	365,929	641,648
Share revaluation Reserve		
Receipts for year, less distributions	(38,087)	(275,719)
<b>Closing Equity</b>	<b>327,842</b>	<b>365,929</b>

**NOTES**

1 Details of the investments of the Parish Trust Board and market values are:

		Market Value at 1	Market Value at 31	Market Value at
	Cost	January 2021	December 2021	31 December 2022
<b>Shares</b>				
5040 Auckland Intl Airport	\$9,125	\$38,203	\$38,808	39,362
2174 Contact Energy	\$10,673	\$19,370	\$17,609	16,762
2700 Steel & Tube	\$9,668	\$2,511	\$4,185	3,429
550 Westpac Corporation	\$9,615	\$11,495	\$12,568	13,706
	<b>\$39,081</b>	<b>\$71,579.00</b>	<b>\$73,169.90</b>	<b>\$73,259</b>
<b>Fixed Interest Investments</b>				
NZPO Bonds	\$50,000	\$51,356	\$51,034	-

<b>2 Special funds</b>	<b>St Mary's (Karori) Parish Trust Board</b>						
	<b>Opening 2021</b>	<b>Income 2021</b>	<b>Payments 2021</b>	<b>Closing 2021</b>	<b>Income 2022</b>	<b>Payments 2022</b>	<b>Closing 2022</b>
Gwyn and Kelvin Day Charitable Trust	161,460	\$1,061	9,344	153,177	\$2,164	-	\$155,341
Self Insurance Fund	42,278	\$5,708	-	47,986	\$3,091	-	\$51,077
Bequests	49,553	\$44	49,554	43	\$3,146	-	\$3,189
T S Newcombe Scriptural Prize Fund	130	-	-	130	-	-	\$130
	<b>253,421</b>	<b>6,813</b>	<b>58,898</b>	<b>201,336</b>	<b>8,401</b>	<b>-</b>	<b>209,737</b>

## Statement of Cash Flows

Karori Anglican Churches' Parish Trust Board  
For the year ended 31 December 2022

	2022	2021
	\$	\$
<b>Cash Flows from Operating Activities</b>		
Receipts from Interest & Dividends	6,677	7,751
Receipts from Other Non-exchange Transactions	5,498	5,544
Payments to Suppliers	(350)	(339)
Non-exchange payments	-	-
<b>Net Cash flows from Operation Activities</b>	<b>11,825</b>	<b>12,956</b>
 <b>Cash Flows from Investing and Financing Activities</b>		
Bonds Matured	-	50,000
Transfer to KAC	-	(9,344)
Transfer to Paroch TB	(50,000)	(277,553)
<b>Net Cash flows from Investing and Financing Activities</b>	<b>(50,000)</b>	<b>(236,897)</b>
Net Increase / (Decrease) in Cash and Cash Equivalents	(38,175)	(223,941)
Cash and Cash Equivalents at 1 January	292,759	516,700
<b>Cash and Cash Equivalents at 31 December</b>	<b>254,584</b>	<b>292,759</b>

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## **Appendix C – St Mary’s Early Childhood Education Centre**

**STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSES FOR THE YEAR ENDED 31 DECEMBER 2022**

<b>INCOME</b>	<b>Note</b>	<b>2022</b>	<b>2021</b>
		\$	\$
<b>Revenue from Exchange Transactions</b>			
Fee Income		320,735	327,268
Fundraising & Donations		78	(7,883)
Interest Earned		2,216	357
Other Income		268	992
<b>Revenue from Non-Exchange Transactions</b>			
Ministry of Education Funding	4	384,014	399,175
Covid Wage Subsidy		-	11,036
Other			
<b>TOTAL INCOME</b>		<b>707,311</b>	<b>730,945</b>
<b>EXPENDITURE</b>			
<b>Personnel</b>			
ACC		2,884	3,134
Kiwisaver Expense		10,099	12,311
Recruitment costs		2,780	1,190
Staff Functions & Presentations		1,856	1,500
Training		7,608	2,745
Legal Expenses		8,704	-
Wages & Staff Costs		498,532	526,354
<b>Total Personnel</b>		<b>532,463</b>	<b>547,234</b>
<b>Administration</b>			
Advertising/Marketing		4,850	356
Association Fees		200	-
Accounting Support and Audit Fee		8,370	8,295
Bad Debts written off		287	346
Bank Fees		218	244
Cleaning / Waste Removal / Health & Safety		16,850	16,310
Computer Software & Hardware Support		6,273	5,638
Depreciation		7,358	8,065
Donations		-	-
Entertaining Children		1,685	2,081
Food		14,691	14,250
Health and safety		-	481
Management Fees		9,360	9,180
Treasurer fee		1,667	-
Office expenses, Printing, Stationery, Photocopying		3,025	2,869
Telephone		1,529	1,203
<b>Total Administration</b>		<b>76,363</b>	<b>69,318</b>
<b>Property &amp; Maintenance</b>			
Rent		44,800	43,911
Furniture & Fittings		683	958
Repairs & Maintenance		2,558	6,503
Teaching Equipment & Consumables		6,779	8,451
<b>Total Property &amp; Maintenance</b>		<b>54,820</b>	<b>59,823</b>
<b>TOTAL EXPENDITURE</b>		<b>663,646</b>	<b>676,375</b>
<b>Other comprehensive revenue and expenses: previous year Adjustments</b>		6,705	3,607
Support for Karori Anglican Churches		(50,000)	(15,000)
Insurance Proceeds		10,807	-
<b>TOTAL OTHER COMPREHENSIVE REVENUE AND EXPENSES</b>		<b>(32,488)</b>	<b>(11,393)</b>
<b>TOTAL COMPREHENSIVE REVENUE AND EXPENSES FOR THE YEAR</b>		<b>11,177</b>	<b>43,177</b>

These statements are to be read in conjunction with notes to the financial statements

## STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

ASSETS	Note	2022 \$	2021 \$
<b>Current Assets</b>			
Current Account		62,704	48,315
On-Line Saver		190,040	240,477
Petty Cash		(26)	(26)
Term Deposits		34,648	34,167
Receivables from exchange transactions		1,755	1,544
Receivables from non-exchange transactions		18,301	16,546
Prepaid Expenses		2,611	2,611
<b>Total Current Assets</b>		<b>310,033</b>	<b>343,634</b>
<b>Fixed Assets</b>			
<b>Non-Current Assets</b>			
Plant property and equipment	5	48,722	53,494
<b>Total Assets</b>		<b>358,755</b>	<b>397,128</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Sundry Creditors		27,905	20,805
Holiday Pay Accrued		18,702	38,059
GST Payable		6,273	23,186
PAYE Payable		8,774	11,608
Bulk Funding received in advance		43,420	56,514
Bonds Held		1,942	2,333
Fee Income received in advance		1,314	5,374
<b>Total Current Liabilities</b>		<b>108,330</b>	<b>157,879</b>
<b>TOTAL NET ASSETS</b>		<b>250,425</b>	<b>239,249</b>
<b>TOTAL ACCUMULATED FUNDS</b>		<b>250,425</b>	<b>239,249</b>

**STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 31 DECEMBER 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Opening equity at 1 January	239,249	196,072
Total comprehensive revenue and expenses	11,177	43,177
<b>Closing equity at 31 December</b>	<b>250,425</b>	<b>239,249</b>

will be

Signed for and on behalf of the Members who authorised these financial statements for issue on  
when audit completed

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Head teacher



## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 \$	2021 \$
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Receipts from grants		390,408	431,711
Receipts from fees		306,221	327,847
Receipts from other Debtors		24,869	931
Interest received		1,236	115
<b>Total Receipts</b>		<b>722,734</b>	<b>760,604</b>
<b>Payments</b>			
Payments to suppliers		(195,949)	(163,359)
Payment to employees		(510,726)	(556,859)
<b>Total Payments</b>		<b>(706,675)</b>	<b>(720,218)</b>
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>		<b>16,059</b>	<b>40,386</b>
<b>Cash flows from investing activities</b>			
Payments to acquire property plant and equipment		(2,588)	(3,787)
Donation to KAC		(50,000)	-
Grants for property		-	-
Investments in short term deposits		481	227
<b>NET CASH FLOWS FROM INVESTING ACTIVITIES</b>		<b>(52,107)</b>	<b>(3,560)</b>
Net increase / (decrease) in cash and cash equivalents		(36,048)	36,826
Cash and cash equivalents at 1 January		288,792	251,966
<b>CASH AND CASH EQUIVALENTS AT 31 DECEMBER</b>		<b>252,744</b>	<b>288,792</b>

## 1. NATURE OF THE CENTRE

The financial statements presented are for the separate reporting entity St Mary's Early Childhood Education Centre (the "Centre"). The Centre is a separate autonomous unincorporated activity under the control of Karori Anglican Churches and therefore also The Anglican Diocese of Wellington. The Centre is managed by a Management Team whose members are ratified by the Vestry of Karori Anglican Churches. These general purpose financial statements of the Centre have been compiled separately to provide financial information for the Church, Centre families and the Ministry of Education. Financial statements of the full economic, legal entity, Karori Anglican Churches, are separately prepared.

The reporting period of these financial statements is the year ended 31 December 2022.

## 2. STATEMENT OF COMPLIANCE

The financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP"). They comply with Public Benefit Entity International Public Sector Accounting Standards (PBE IPSAS) and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting board for Not-For-Profit entities. For the purpose of complying with NZ GAAP, the Centre is a public benefit not-for-profit entity and is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large.

The Centre has elected to report in accordance with Tier 2 Not-For-Profit PBE IPSAS in order to align its financial reporting process with the Karori Anglican Churches and in so doing has taken advantage of all applicable Reduced Disclosure Regime (RDR) concessions.

## 3. SUMMARY OF FINANCIAL POLICIES

The significant accounting policies used in the preparation of these financial statements as set out below have been applied consistently to both years presented here.

### ***Basis of measurement***

The accounting principles recognised as appropriate for the measurement and reporting of Financial Performance and Financial Position on an historical cost basis are followed by the Centre.

### ***Presentation Currency***

The financial statements are presented in New Zealand dollars. All numbers presented have been rounded to the nearest dollar unless otherwise stated.

### ***Revenue***

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Centre 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.

### **Revenue from non-exchange transactions**

#### ***Grant Revenue***

Grant revenue includes grants given by other charitable organisations, philanthropic organisations and businesses. Grant revenue is recognised when the conditions attached to the grant have been complied with.

Bulk Funding received from the Ministry of Education is recognised on an accrual basis in the period for which the services are provided. Bulk Funding received in advance for the following financial year is recorded as income in advance.

**Revenue from exchange transactions*****Fundraising***

Income from donations is recognised in the financial statements upon receipt of funds as this is when the revenue is measurable and within the control of the Centre.

***Fee Income***

Fees received are recognised on an accrual basis in the period for which the services are provided. Fees received in advance for the following year are recorded as income in advance.

***Interest Income***

Interest is recognised as it accrues, using the effective interest method.

Financial assets and financial liabilities are recognised when the Centre becomes a party to the contractual provisions of the financial instrument. The Centre derecognises a financial asset or, where applicable, a part of a financial asset or part of a group of similar financial assets when the rights to receive cash flows from the asset have expired or are waived, or the Centre has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party; and either:

- the Centre has transferred substantially all the risks and rewards of the asset; or
- the Centre has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

***Financial Assets***

Financial assets within the scope of NFP PBE IPSAS 29 Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets. The classifications of the financial assets are determined at initial recognition.

The categorisation determines subsequent measurement and whether any resulting revenue and expense is recognised in surplus or deficit or in other comprehensive revenue and expenses. The Centre's financial assets are classified as loans and receivables. The Centre's financial assets include: cash and cash equivalents, short-term investments, receivables from non-exchange transactions, and receivables from exchange transactions.

All financial assets are subject to review for impairment at least at each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset or group of financial assets is impaired. Different criteria to determine impairment are applied for each category of financial assets, which are described below.

***Loans and receivables***

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, these are measured at amortised cost using the effective interest method, less any allowance for impairment. The Centre's cash and cash equivalents, short-term investments, receivables from non-exchange transactions, receivables from exchange transactions and non-equity investments fall into this category of financial instruments.

***Impairment of financial assets***

The Centre assesses at the end of reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of the financial asset or the group of financial assets that can be reliably estimated.

For financial assets carried at amortised cost, if there is objective evidence that an impairment loss on loans and receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account. The amount of the loss is recognised in the surplus or deficit for the reporting period.

In determining whether there is any objective evidence of impairment, the Centre first assesses whether there is objective evidence of impairment of financial assets that are individually significant, and individually or collectively significant for financial assets that are not individually significant. If the Centre determines that there is no objective evidence of impairment for an individually assessed financial asset, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an impairment loss is or continues to be recognised are not included in a collective assessment for impairment.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed by adjusting the allowance account. If the reversal results in the carrying amount exceeding its amortised cost, the amount of the reversal is recognised in surplus or deficit.

#### ***Financial liabilities***

The Centre's financial liabilities include trade and other creditors (excluding GST and PAYE), employee entitlements, and deferred revenue (in respect to grants whose conditions are yet to be complied with). All financial liabilities are initially recognised at fair value and are measured subsequently at amortised cost using the effective interest method.

#### ***Taxation***

The Centre is registered under the Charities Act 2005, under the umbrella of the Anglican Church in Aotearoa, and is therefore exempt from income tax. As such no provision has been made for current or deferred tax under sections CW41 and CW42 of the Income Tax Act 2007.

#### ***Goods and Services Taxes***

The statement of financial performance has been prepared on a GST exclusive basis, except accounts receivable and accounts payable which are shown inclusive of GST. The net amount of GST recoverable from, or payable to, the Inland Revenue is included as part of receivables or payables in the statement of financial position.

#### ***Cash and cash equivalents***

Cash and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

#### ***Fixed Assets***

Fixed Assets are stated at cost less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition of the asset. Where an asset is acquired through a non-exchange transaction, its cost is measured at its fair value as at the date of acquisition.

#### ***Depreciation***

Depreciation is charged on all assets over their useful economic lives. The following rates have been used:

Building Renovations	4-10% straight line
Equipment	20% straight line
Furniture & Fittings	10% straight line
Office Equipment & Software	40% straight line
Playground	8.5% straight line

**Plant**

The premises used by the Centre are made available through a licence to occupy contractual agreement between Karori Anglican Churches and the Centre. The Centre maintains the property to the standards agreed under this contract. Major repairs and building upgrades are undertaken by Karori Anglican Churches. The Centre may provide funds towards these projects. These are not recognised as assets in the accounts of the Centre.

**Employee benefits**

Liabilities for wages and salaries, and annual leave are recognised in surplus or deficit during the period in which the employee provided the related services. Liabilities for the associated benefits are measured at the amounts expected to be paid when the liabilities are settled.

**Significant accounting judgements, estimates and assumptions**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

There are no significant judgements, estimates or assumptions within the financial statements.

**4. MINISTRY OF EDUCATION FUNDING**

	2021	2021
<b>Total Ministry of Education Funding</b>	384,014	399,175
<b>Bulk Funding</b> was applied to:		
Teaching consumables		-
Teaching, office and computer equipment	3,025	9,409
Staff training	7,608	5,746
Staff wages	373,381	384,020
<b>Total</b>	<b>384,014</b>	<b>399,175</b>

**5. FIXED ASSETS**

31-Dec-22	Building Renovation	Equipment	Furniture and Fittings	Office Equipment	Playground Upgrade
	\$	\$	\$	\$	\$
Cost	-	8,019	18,267	10,244	49,936
Accumulated depreciation	-	(5,731)	(14,505)	(9,147)	(8,362)
Net book value	-	2,288	3,762	1,097	41,574
01-Jan-22	Building Renovation	Equipment	Furniture and Fittings	Office Equipment	Playground Upgrade
	\$	\$	\$	\$	\$
Cost	3,069	5,432	18,267	10,244	49,937
Accumulated depreciation	(3,069)	(4,944)	(13,465)	(7,859)	(4,117)
Net book value	-	488	4,802	2,385	45,820

Reconciliation of the carrying amount at the beginning and end of the period:

2022	Building Renovation	Equipment	Furniture and Fittings	Office Equipment	Playground Upgrade
	\$	\$	\$	\$	
Opening balance	-	488	4,802	2,385	45,820
Additions	-	2,587	-	-	-
Disposals	-	-	-	-	-
Depreciation	-	(786)	(1,040)	(1,288)	(4,245)
Closing	-	2,289	3,762	1,097	41,575

## 6. CATEGORIES OF FINANCIAL ASSETS AND LIABILITIES

The carrying amounts of financial instruments presented in the statement of financial position relate to the following categories of assets and liabilities:

	2022 \$	2021 \$
<b>Financial assets</b>		
<i>Loans and receivables</i>		
Cash and cash equivalents	252,744	288,766
Short term investments	34,647	34,167
Receivables from exchange transactions	1,755	1,544
Receivables from non-exchange transactions	18,301	16,545
	<u>307,447</u>	<u>341,022</u>
<b>Financial liabilities</b>		
<i>At amortised cost</i>		
Trade and other creditors	37,434	20,805
Employee entitlements	27,476	38,059
Deferred Revenue (conditions attached)	43,420	61,888
	<u>108,330</u>	<u>120,752</u>

## 7. CHANGES IN ACCOUNTING POLICIES

There have been no material changes in the accounting policies applied during the period covered by the financial statements.

## 8. RELATED PARTY TRANSACTIONS

The Centre is a controlled entity within the Anglican Diocese of Wellington. Premises rents of \$44,800 and Management Fee of \$9,360 (2020: \$43,911 and \$9,180) are paid to Karori Anglican Churches for the 2021 year. Contribution to KAC of \$50,000 (2021: \$15,000)

There are no other significant transactions with group parishes, Church Ministry Units or Board members that require disclosure.

### Key Management Personnel

The key management personnel as defined by PBE IPSAS 20 Related Party Disclosures consists only of the Head Teacher employed during the year

Total remuneration paid was as follows:

	Centre 2022	Centre 2021
Total Remuneration	\$89,834	\$88,246
Number of Persons	1	1

**9. COVID 19 SUMMARY**

The impact of the COVID-19 pandemic and the ensuing government imposed restrictions and payments were moderate, namely:

- During 2022 some staff and some children contracted Covid, but the effect on operations was minimal
- Comparison with previous year:
- A two-week closure during September 2021 during which staff remained on full pay, parent fee income ceased and the Ministry of Education continued to pay bulk funding
  - Receipt of a wages subsidy of \$11,036
  - A quick pick up in the roll when restrictions were lifted.
  - A heightened awareness of the risk of infections and need to ask parents to keep unwell children at home.

**10. CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES**

There are no capital commitments or contingent liabilities at the reporting date (2021: None).

**11. EVENTS AFTER THE REPORTING DATE**

There have been no adjusting or non-adjusting events that have occurred since the reporting date. aside from GST overpaid to IRD during 2022 totalling \$7,600. It is anticipated that this will be recoverable with the February GST return.

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## **Appendix D – St Mary's After School House (The SMASH Club)**



## ST MARY'S AFTER SCHOOL HOUSE (The SMASH Club)

### Statement of Comprehensive Revenue and Expenses For the year ended 31 December 2022

	Notes	2022	2021
<b>Income</b>			
<b>Revenue from Exchange Transactions</b>		\$	\$
Fee income		234,292	283,194
Interest & Sundry		1,482	1,509
<b>Revenue from Non-Exchange Transactions</b>			
Covid Wage Subsidy		8,262	31,725
Grants		43,595	43,595
<b>Total Income</b>		<b>287,631</b>	<b>360,023</b>
<b>Direct Costs</b>			
Wages		147,567	192,329
Food		8,820	9,772
Programme		6,153	14,631
<b>Total Direct Costs</b>		<b>162,540</b>	<b>216,732</b>
<b>Gross Margin</b>		<b>125,091</b>	<b>143,291</b>
<b>Expenses</b>			
Audit Review Fees		5,302	5,209
Advertising		93	39
Bad Debts and collection costs		-	656
Depreciation & assets written off		4,306	3,798
Donations		1,200	1,200
Equipment		95	573
Insurance & ACC		1,690	1,404
Maintenance & Cleaning		1,388	2,954
Medical		315	244
Bank fees		137	206
Rent		14,148	12,240
Staff		95,258	110,204
Stationery, Photocopier & Software		4,794	3,242
Telephone		1,258	1,867
Training		1,778	3,226
<b>Total Expenses</b>		<b>131,762</b>	<b>147,062</b>
<b>KAC Donation</b>		<b>20,000</b>	
<b>Net (deficit)/surplus for the Year</b>		<b>(26,671)</b>	<b>(3,771)</b>

# ST MARY'S AFTER SCHOOL HOUSE (The SMASH Club)

## Statement of Financial Position As at 31 December 2022

Assets	Notes	2022	2021
Current Assets		\$	\$
Cash on Hand & cash equivalents	3	21,289	55,416
Term Deposit		90,000	90,000
Wages in Advance		1,098	934
Other payments in advance		-	-
Accounts receivable from Exchange Transactions	4	3,523	2,111
<b>Total Current Assets</b>		<b>115,910</b>	<b>148,461</b>
Non-Current Assets			
Equipment	5	15,724	20,031
<b>Total Assets</b>		<b>131,634</b>	<b>168,492</b>
		(1)	
Liabilities			
Current Liabilities			
GST Owing		4,782	5,951
Income in advance Exchange Transactions		3,156	3,737
Income in advance Non-Exchange Transactions		10,898	10,898
Trade payables & Accruals	6	16,899	25,336
<b>Total Liabilities</b>		<b>35,735</b>	<b>45,922</b>
<b>NET ASSETS</b>		<b>95,899</b>	<b>122,570</b>
<b>Equity</b>		<b>95,899</b>	<b>122,570</b>

Will be signed when audit completed

Shirley Black

*Treasurer*

Date:

Yvette Michalska

*Manager*

**ST MARY'S AFTER SCHOOL HOUSE (The SMASH Club)****Statement of Changes in Equity****For the Year ended 31 December 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Balance at beginning of the year	122,570	126,341
Total recognised income and expenditure	(26,671)	(3,771)
<b>Balance at end of the year</b>	<b>95,899</b>	<b>122,570</b>

**ST MARY'S AFTER SCHOOL HOUSE (The SMASH Club)**  
**Cash Flow Statement**  
**For the Year ended 31 December 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>Cash Flows from Operating Activities</b>		
Receipts from SMASH Fee Revenue	233,855	280,935
Receipts from Interest & dividends	1,493	828
Receipts from Other Exchange Transactions	1,013	2,611
Receipts from Donations and Grants	58,344	80,577
Payments to Suppliers	(79,523)	(75,550)
Payments to Employees	(229,309)	(291,747)
<b>Net Cash flows from Operating Activities</b>	<b>(14,127)</b>	<b>(2,346)</b>

## The SMASH Club (St Mary's After School House)

### *Note 1: Statement of Accounting Policies*

#### **Reporting Entity**

The financial statements presented are for the separate reporting entity The SMASH Club ("Club") which is part of the outreach ministry of Karori Anglican Churches. The Club is managed by a Management Committee whose members are ratified by the Vestry of Karori Anglican Churches. Karori Anglican Churches controls The Club.

These financial statements of the Club have been compiled separately to provide financial information for parishioners, families who use the Club and funders who provide grants to the entity. Financial statements of the full economic, legal entity, Karori Anglican Churches, are separately prepared.

#### **Basis of Preparation**

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand in accordance with the External Reporting Board's Financial Reporting Standards. They comply with Public Benefit Entity international Public Sector Accounting Standards ("PBE IPSAS") and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-For-Profit entities. For the purposes of complying with NZ GAAP, the Club is a public benefit not-for-profit entity and is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large. Transition date was 1 January 2015.

These financial statements are prepared for the year ended 31 December 2022 on an accrual basis. They are prepared on the assumption that the Club is a going concern. The financial statements are presented in New Zealand Dollars, rounded to the nearest dollar.

The club has elected to report in accordance with Tier 2 Not-for-Profit PBE Accounting Standards in order to align itself with the reporting requirements of Karori Anglican Churches. It has taken all Reduced Disclosure Regime ("RDR") disclosure concessions applicable.

#### **Measurement Base**

The measurement system adopted is historical cost.

#### **Specific Accounting Policies**

##### ***Income recognition***

##### ***Grants (Revenue from non-exchange Transactions)***

Grants received from the Ministry of Social Development towards operating costs are accounted for in the period specified in the grant contract, or when expenditure is incurred. Grants received before the grant period are recognised as income in advance.

##### ***Fees (Exchange Transactions)***

Fees received from parents are recognised on an accrual basis in the period for which the services are provided. Fees received in advance for the following financial year are recorded as income in advance.

##### ***Interest***

Interest is recognised on an accrual basis.

##### ***Goods and Services Tax***

The SMASH Club is registered on a Payments basis for GST. All items in the financial statements are stated exclusive of GST except for receivables and payables, which are stated on a GST inclusive basis. Where GST is not recoverable as input tax then it is recognised as part of the related asset or expense. The net amount of GST recoverable from, or payable to Inland Revenue is included as part of receivables or payables in the Statement of Financial Position.

**Tax**

The Club is registered under the Charities Act 2005, under the umbrella of the Anglican Church in Aotearoa, and has been granted exemption from Income Tax. As such no provision has been made for current or deferred tax under sections CW41 and CW42 of the Income Tax Act 2007.

**Fixed Assets***Initial Recognition*

Plant and equipment purchased for use by the Club that costs over \$500 is capitalised. Assets are stated at cost, less accumulated depreciation and any impairment losses. The cost of plant and equipment is generally the purchase cost, together with any incidental costs of acquisition.

*Subsequent Costs*

Subsequent Costs are included in an asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits or service potential associated with them will flow to the entity and the cost of the item can be measured reliably. All other repairs and maintenance costs are charged to the statement of financial performance during the financial period in which they are incurred.

*Impairment of plant and equipment*

Plant and equipment is reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

*Depreciation*

Plant and equipment is depreciated on a straight-line basis as follows:

<b>Office Equipment</b>	
Computers & Software	36%
<b>Equipment</b>	
Printer	36%
Furniture & Cupboards	10%
Vacuum Cleaner	33%
Whiteware	20-21.6%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date.

**Employee Entitlements**

Employee benefits that the entity expects to be settled within 12 months of the reporting date are measured at nominal values based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to the reporting date, and annual leave earned to, but not yet taken at the reporting date.

**Financial Instruments**

Financial assets and financial liabilities are recognised when the Club becomes a party to the contracted provisions of the financial instrument.

The Club derecognises a financial asset or, where applicable, a part of a financial asset or part of a group of similar financial assets when the rights to receive cash flows from the asset have expired or are waived, or the Club has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party, and either:

- the Club has transferred substantially all the risks and rewards of the asset, or
- the Club has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

**Financial Assets**

Financial assets within the scope of NFP PBE IPSAS 29 Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets. The classification of the financial assets are determined at initial recognition.

The categorisation determines subsequent measurement and whether any resulting revenue and expense is recognised in surplus or deficit or in other comprehensive revenue and expenses. The Club's financial assets are classified as loans and receivables. The Club's financial assets include: cash and cash equivalents, short-term investments, and receivables from exchange transactions. All financial assets are subject to review for impairment at least each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset or group of financial assets is impaired. Different criteria to determine impairment are applied for each category of financial assets.

**Impairment of Financial Assets**

The Club assesses at the end of reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is impaired and

impairment losses are incurred if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

For financial assets carried at amortised cost, if there is objective evidence that an impairment loss on loans and receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account. The amount of the loss is recognised in the surplus or deficit for the reporting period.

In determining whether there is any objective evidence of impairment, the Club first assesses whether there is objective evidence of impairment of financial assets that are individually significant, and individually or collectively significant for financial assets that are not individually significant. If the Club determines that there is no objective evidence of impairment for any individually assessed financial asset, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an impairment loss is or continues to be recognised are not included in a collective assessment for impairment.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed by adjusting the allowance account. If the reversal results in the carrying amount exceeding its amortised cost, the amount of the reversal is recognised in surplus or deficit.

#### ***Financial Liabilities***

The Club's financial liabilities include trade and payables (excluding GST & PAYE), employee entitlements, and deferred revenue (in respect to grants whose conditions are yet to be complied with).

All financial liabilities are initially recognised at fair value (plus transaction cost for financial liabilities not at fair value through surplus or deficit) and are measured subsequently at amortised cost using the effective interest method.

#### ***Cash and Cash equivalents***

Cash and Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**Note 2: Individual programme income and direct costs**

	2022		2021
Income			
Parent Fees and sundry		After School Programme	Breakfast Club
Ministry of Social Development Grant			
Covid Wage Subsidy & Interest			
<b>Total Income</b>			
Expenses on a pro-rata basis			
Staff			
Programme and related costs			
<b>Total Expenses</b>			
<b>Net (Loss)/Surplus</b>			

  

Income			
Parent Fees and sundry		After School Programme	Breakfast Club
Ministry of Social Development Grant			
Covid Wage Subsidy			
<b>Total Income</b>			
Expenses on a pro-rata basis			
Staff			
Programme and related costs			
<b>Total Expenses</b>			
<b>Net (Loss)/Surplus</b>			

**Note 3: Categories of financial assets and liabilities**

The carrying amounts of financial instruments presented in the statement of financial position relate to the following categories of assets and liabilities.

	2022	2021
<b>Financial Assets</b>	\$	\$
Loans and receivables		
Cash and cash equivalents		
Short term investments		
Prepayments		
Receivables from Exchange transactions		
<b>Total Current Assets</b>		
<b>Financial Liabilities</b>		
At amortised cost		
Trade payables		
Employee entitlements		
Deferred revenue (conditions attached) Non-Exchange Transactions		
Deferred revenue (conditions attached) Exchange Transactions		
<b>Note 4: Accounts Receivable</b>		
Fees owing		
Less Provision for Doubtful Debts		
Other Debtors		
<b>Total accounts receivable</b>		



**Note 5: Fixed Assets**

Reconciliation of the carrying amount at the beginning and end of the period:

**Opening Balance 2022**

Additions	20,031
Disposals	-
Depreciation	-
<b>Net book value</b>	<b>(4,306)</b>
	<b>15,725</b>

**Opening Balance 2021**

Additions	4,476
Disposals	19,353
Depreciation	-
<b>Closing</b>	<b>(3,798)</b>
	<b>20,031</b>

**Furniture, Fittings and Office Equipment 2021**

Cost	36,510
Accumulated Depreciation	(16,479)
<b>Net Book Value</b>	<b>20,031</b>

**Plant and Equipment**

The premises used by the Club are made available through a license to occupy contractual agreement between Karori Anglican Churches and the Club. The Club maintains the property to the standard agreed under this contract. Major repairs and building upgrades are undertaken by Karori Anglican Churches. The Club may provide funds towards these projects. These are not recognised as assets in the accounts of the Club.

**Note 6: Accounts Payable**

	<b>2022</b>	<b>2021</b>
Salaries and PAYE owed	\$	\$
Trade Payables	11,362	17,545
	<b>24,372</b>	<b>7,791</b>
<b>Total Accounts Payable</b>	<b>35,734</b>	<b>25,336</b>

**Note 7: Leased Assets**

There were no leased assets in 2022 (2021: nil)

**Note 8: Capital Commitments and Contingent Liabilities**

The premises occupied by the Club until December 2013 comprised the St Mary's Hall facilities which are owned by Karori Anglican Churches (KAC) and leased to the Club under a "Licence to Occupy". As a result of a seismic review of all KAC buildings, the St Mary's Hall premises have been demolished. KAC allows the Church building to be used by the Club while the new facility is built.

The club has paid \$20,000 for fit-out of the new building

and will pay \$5,000 towards a remodel of the Church in 2023 to KAC.

The club has no other capital commitment or contingent liability as at 31 December 2022.

**Note 9: Related Party Transactions**

The Club is a controlled entity within The Anglican Diocese of Wellington. Premises rent of \$12,480 (2021: \$12,240) for the year was paid to Karori Anglican Churches. A \$20,000 capital contributions to KAC was made in 2022 (2021: nil). There are no other significant transactions with group parishes, church ministry units or Management Committee members that require disclosure.

**Key Management personnel:**

Key management personnel, as defined by PBE IPSAS 20 Related Party Disclosures, is the Manager of SMASH. Until September 2022, This was Tabatha Longa-Wood. From September, this was Yvette Michalska

	2022	2021
Total Remuneration		
Number of persons	79,794	65,552
	1	1

Minor remuneration was provided by SMASH to employees who are close family members of key management Personnel \$2,282: (2021: nil)

**Note 10: Subsequent Events**

The Club does not have any subsequent events that require disclosure (2021: none)

**Note 11: COVID-19**

The impacts of the COVID-19 pandemic were relatively insignificant during 2022. \$8,262 was received as Covid Subsidy during the year (2021: \$31,725).

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## **Appendix E – Budget**

**KARORI ANGLICAN CHURCHES  
BUDGET FOR 2023**

Page 1

	2021 Actual	2022 Actual	2022 Budget	2023 Budget
<b>INCOME</b>				
Parochial Offerings	357,929	356,061	420,000	400,000
Sprott Weekly services	4,320	1,560	5,000	2,000
Rental	58,062	64,387	57,285	89,550
ECEC Management fee	9,180	9,360	9,360	9,865
Dividend offered by ECEC	-	-	5,000	20,000
Vicarage Rent	-	-	-	25,000
Pew Sales net of costs	3,127	(4,020)	5,000	-
Miscellaneous	1,522	2,239	13,500	3,000
Investment Income	32	28	30	30
Wage subsidy received	5,992	600	-	-
<b>TOTAL INCOME</b>	<b>440,164</b>	<b>430,215</b>	<b>515,175</b>	<b>549,445</b>
<b>EXPENSE</b>				
WORSHIP	8,805	5,806	10,000	8,500
DISCIPLESHIP & LEADERSHIP	3,189	1,478	2,500	2,500
CHILDREN & FAMILIES	4,353	1,699	5,000	4,000
HOSPITALITY	618	181	300	1,000
ALPHA	919	(876)	2,500	-
PASTORAL CARE	2,862	2,083	2,400	7,400
YOUTH	632	3,611	3,500	3,500
<b>Total Ministries' Direct Costs</b>	<b>21,378</b>	<b>13,982</b>	<b>26,200</b>	<b>26,900</b>
<b>ADMINISTRATION/FINANCE/PROPERTY</b>				
Staff	257,223	212,141	281,169	286,716
Property	75,067	88,313	81,250	93,030
Interest on loan	-	-	9,454	56,400
Administration	45,981	35,710	32,450	33,430
Parish Tithe & Missions	84,090	80,600	80,567	84,264
<b>Total Administration</b>	<b>462,361</b>	<b>416,764</b>	<b>484,890</b>	<b>553,840</b>
<b>Total Expenses</b>	<b>483,739</b>	<b>430,746</b>	<b>511,090</b>	<b>580,740</b>
<b>SURPLUS/(DEFICIT) before Depreciation and Impairment</b>	<b>(43,575)</b>	<b>(531)</b>	<b>4,085</b>	<b>(31,295)</b>
<b>Depreciation &amp; Impairment</b>	<b>452,029</b>	<b>65,409</b>	<b>85,000</b>	<b>70,000</b>
<b>SURPLUS/(DEFICIT) after Depreciation</b>	<b>(495,604)</b>	<b>(65,940)</b>	<b>(80,915)</b>	<b>(101,295)</b>
<b>Add other income</b>				
Special Giving (excluding Fundraising)	11,988	12,396	-	-
Special Funds Income	6,600	462	6,000	-
Support from Parish Trust Board (for capital in 2021)	9,344	-	11,000	-
Bequest	50,000	-	-	-
Grants, donations & sales	-	67,817	-	-
Receipts for Fire & Burglary	131,570	25,098	-	-
Waste Minimisation Grant	1,480	-	-	-
Seismic & Upgrade Support from Trustees	828,421	2,822,142	-	-
Capital contributions	17,940	530	5,000	-
Special Giving: fundraising	385,341	324,969	-	-
<b>Less</b>				
Fundraising & Bequest to Trustees	(484,854)	(397,809)	-	-
Fire & Burglary Repair costs	(98,763)	(61,067)	-	-
Payments from Special funds	(125,252)	(5,635)	-	-
Payments from Special donations	(9,469)	(7,829)	-	-
<b>SURPLUS/(DEFICIT) after Other Income</b>	<b>228,742</b>	<b>2,715,134</b>	<b>(58,915)</b>	<b>(101,295)</b>
<b>Capital Expenditure</b>				
Safety scaffold	1,618	-	-	-
IT	2,749	-	3,000	-
Reorder St Mary's interior	-	4,911	15,000	-
Provision for minor capital items	-	2,524	2,000	3,000
Vacuum cleaners	711	-	-	-
<b>Total Capital Expenditure</b>	<b>5,078</b>	<b>7,435</b>	<b>20,000</b>	<b>3,000</b>
 This draft therefore showing overall Gain(Loss) of				(31,295)
Surplus/(Deficit) before Depreciation				5,000
Capital Assistance: SMASH				(3,000)
Capital Expenditure				
<b>Total amount Expected</b>				<b>(\$29,295)</b>