

Dunedin Rudolf Steiner Kindergarten

Financial Statements

For the Year Ended 31 December 2022

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**Dunedin Rudolf Steiner Kindergarten
Entity Information
For the year ended 31 December 2022**

The Dunedin Rudolf Steiner Kindergarten is a not for profit kindergarten run by the Rudolf Steiner School Trust (Otago).

Its address is 1 Fern Road, Maia, Dunedin 9022.

The purpose of the kindergarten is to provide early childhood education to children aged from 3 - 6 years based on the educational philosophy of Rudolf Steiner.

The Kindergarten's main sources of cash are operational funding from the Ministry of Education and donations.

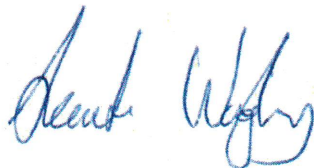
Statement of Service Performance

Entity's outcomes:	Providing pre-school education at the Dunedin Rudolf Steiner Kindergarten.
Description and Quantification (to the extent practicable) of the Entity's Outputs:	Provided Early Childhood Steiner Education to over 35 children during the year.

Statement of Responsibility

The Trustees accept responsibility for the preparation of the annual financial statements and the judgements used in these financial statements. The management accepts responsibility for establishing and maintaining a system of internal controls designed to provide reasonable assurance as to the integrity and reliability of the Kindergarten's financial reporting. It is the opinion of the Trust and management that the annual financial statements for the financial year fairly reflect the financial position as at 31 December 2022 and its financial performance and cash flows for the year then ended.

Trustee:



Date :

3/8/23

Dunedin Rudolf Steiner Kindergarten Statement of Financial Performance

For the year to 31 December 2022

	Note	This year \$	Last year \$
Revenue			
Revenue from providing goods or services	1	378,074	383,653
Interest	2	1,083	102
Donations, fundraising and other similar revenue	3	67,694	69,107
		<u>446,851</u>	<u>452,862</u>
Expenditure			
Costs related to providing goods or services	4	53,707	46,366
Volunteer and employee related costs	5	359,368	339,412
Other expenses - audit fee	6	1,650	1,500
		<u>414,726</u>	<u>387,278</u>
Operating Surplus for the Year		<u>32,126</u>	<u>65,584</u>

Dunedin Rudolf Steiner Kindergarten Statement of Movements in Equity

For the year ended 31 December 2022

	This year \$	Last year \$
Equity at Start of Year	<u>110,982</u>	<u>45,398</u>
Surplus for the Year	<u>32,126</u>	<u>65,584</u>
Total Recognised Revenues and Expenses for the Year	<u>32,126</u>	<u>65,584</u>
Equity at End of Year	<u>143,108</u>	<u>110,982</u>

Dunedin Rudolf Steiner Kindergarten

Statement of Financial Position

As at 31 December 2022

	Note	This year \$	Last year \$
Total Equity		<u>143,108</u>	<u>110,982</u>
<u>Represented By:</u>			
Current Assets			
Cash and Bank Accounts	7	217,944	155,808
Debtors and Prepayments	8	11,528	46,284
Wages paid in advance		<u>6,580</u>	<u>-</u>
		236,052	202,092
Less Current Liabilities			
Ministry of Education - Funding received in advance		47,860	51,030
Accounts Payable	9	23,301	11,564
GST Payable		21,783	21,349
Wages and Holiday Pay payable		<u>-</u>	<u>7,167</u>
		92,944	91,110
Net Working Capital		<u>143,108</u>	<u>110,982</u>
Net Assets		<u>143,108</u>	<u>110,982</u>

Dunedin Rudolf Steiner Kindergarten

Statement of Cash Flows

For the year ended 31 December 2022

	Note	This year \$	Last year \$
Cash Flows from Operating Activities			
Cash was received from:			
Donations, fundraising and other similar receipts		67,694	69,107
Receipts from providing goods or services		414,406	381,026
Interest received		1,083	102
Net GST received		158	21,349
		<u>483,341</u>	<u>471,584</u>
Cash was applied to:			
Payments to suppliers and employees		(421,205)	(382,082)
		<u>62,136</u>	<u>89,502</u>
Net Cash Flows from Operating Activities			
		<u>62,136</u>	<u>89,502</u>
Cash flows from Investing and Financing Activities		<u>-</u>	<u>-</u>
Net Increase in Cash		62,136	89,502
Opening Cash		155,808	66,306
Closing Cash		<u>217,944</u>	<u>155,808</u>
This is represented by			
Bank accounts	7	<u>217,944</u>	<u>155,808</u>

Dunedin Rudolf Steiner Kindergarten

Statement of Accounting Policies

For the year ended 31 December 2022

1. Reporting Entity

These are the financial statements of the Dunedin Rudolf Steiner Kindergarten which operates as a separate activity of Rudolf Steiner School Trust (Otago). It operates a Kindergarten in Maia, Dunedin and Playgroups in Maia and Pine Hill, Dunedin.

2. Measurement Base

These financial statements of the Dunedin Rudolf Steiner Kindergarten have been prepared as special purpose financial statements, on an historical cost basis. It is assumed that the Kindergarten will continue as a going concern, with the Trust providing any financial support as required.

3. Accounting Policies

The following accounting policies have been applied in the preparation of these financial statements.

Cash and Bank Accounts

Bank accounts include cash on hand, bank balances, and short term deposits held at call with banks.

Debtors

Debtors are stated at their estimated realisable value. Uncollectible debts are written off in the year in which they are identified.

Goods and Services Tax

The Dunedin Rudolf Steiner Kindergarten is registered for GST. These accounts have been prepared exclusive of GST except for accounts payable and debtors which are inclusive of GST.

Accounts payable

Liabilities are recognised when the goods and services to which they relate are received. Liabilities are carried at the amount of cash which is required to settle those liabilities.

Revenue Recognition

Revenue from donations and other similar revenue is recognised when received. Ministry of Education funding is recorded as income in the period it is earned.

Income Tax

As the Kindergarten is an activity of Rudolf Steiner School Trust Otago which is a Registered Charity, it is exempt from Income Tax.

4. Changes in accounting policies

There have been no changes in accounting policies which have had any material effect on the accounts.

Dunedin Rudolf Steiner Kindergarten

Notes to the Financial Statements

For the year ended 31 December 2022

	This year \$	Last year \$
Note 1 - Revenue from providing goods or services		
Government Grants - Ministry of Education - Kindergarten	372,661	376,797
Government Grants - Ministry of Education - Playgroup	5,413	6,856
	<u>378,074</u>	<u>383,653</u>

Included in the Government grants is \$365,361 funding from 20 hours ECE (in 2021 : \$367,397).

Note 2 - Interest

Interest on bank balances	1,083	102
	<u>1,083</u>	<u>102</u>

Note 3 - Donations, fundraising and other similar revenue

Contribution from Dunedin Rudolf Steiner School	1,676	1,676
Donations from Kindergarten parents and others	65,198	67,192
Sundry income	820	239
	<u>67,694</u>	<u>69,107</u>

The Kindergarten received a contribution from the Dunedin Rudolf Steiner School of \$1,676 (2021:\$1,676). This transaction relates to the six year olds who remain in kindergarten until they are ready to start class 1 as agreed with the Ministry of Education in a Memorandum of Understanding between Steiner Schools and the Ministry. The six year olds are enrolled on the school roll but remain in the care of the kindergarten. In 2022 there were 2 six year olds for whom this funding was received (2021: 2).

	This year \$	Last year \$
Note 4 - Costs relating to providing goods or services		
Class Materials - Kindergarten and Playgroups	10,256	4,109
Rent of Premises	22,500	22,500
Telephone, power (including costs shared with school)	7,835	8,358
Cleaning Costs	7,019	6,599
Computer software	1,403	1,024
General	2,387	2,837
Repairs and Maintenance	2,307	939
	<u>53,707</u>	<u>46,366</u>

Note 5 - Volunteer and employee related costs

Staff Development	803	4,347
Teachers Salaries	271,427	280,429
Administrative Salary	33,308	28,815
ACC Levies	914	1,614
Relievers	44,853	16,626
Playgroup Wages	8,063	7,581
	<u>359,368</u>	<u>339,412</u>

Dunedin Rudolf Steiner Kindergarten

Notes to the Financial Statements (Continued)

For the year ended 31 December 2022

	This year \$	Last year \$
Note 6 - Other expenses		
Audit Fee	1,650	1,500
	<u>1,650</u>	<u>1,500</u>
Note 7 - Bank Accounts		
Cash at Westpac bank - Kindergarten	80,530	9,386
Cash at Westpac bank - Playgroup	522	4,109
Cash in Westpac Saver account	136,692	142,113
Petty cash	200	200
	<u>217,944</u>	<u>155,808</u>
Note 8 - Debtors and prepayments		
Due from Rudolf Steiner School Trust (Otago) - refer to note 10(d)	-	40,290
Funding due from Ministry of Education	11,528	5,994
	<u>11,528</u>	<u>46,284</u>
Note 9 - Accounts payable		
Due to Rudolf Steiner School Trust (Otago) - refer to note 10(d)	18,411	-
Audit fee owing	1,600	1,500
Due to the Rudolf Steiner School	3,290	10,064
	<u>23,301</u>	<u>11,564</u>

Dunedin Rudolf Steiner Kindergarten

Notes to the Financial Statements (Continued)

For the year ended 31 December 2022

Note 10 - Related Party activities

The Dunedin Rudolf Steiner Kindergarten is closely associated with the Dunedin Rudolf Steiner School. It is also a related party as the Rudolf Steiner School Trust (the Proprietor) appoints representatives to the Kindergarten and to the School Board. Transactions with the Trust and School are disclosed below.

(a) Grant Funding

Due to a disparity between the school starting age for children receiving a Steiner Education and that of the State, there were 2 children (2021: 2 children) on the school roll who were still located within the Kindergarten. The School transferred the equivalent amount of Grant funding, relating to these children, to the Kindergarten. The amount transferred was \$1,676 (2021: \$1,676).

(b) Premises

Because the School and the Kindergarten share premises there are shared costs. The costs are incurred by the school and the contribution by the Kindergarten is calculated as a percentage of the total area occupied. The Kindergarten contribution to shared costs in 2022 was \$6,138 (2021: \$8,284). Also, rent of \$22,500 (2021: \$22,500) is paid to the Trust, which owns the land and buildings.

(c) Staffing

The administrative staff employed by the school perform some administrative work for the kindergarten and \$20,358 has been charged to the Kindergarten for this work (2021: \$18,185).

The Trust has charged the kindergarten \$12,402 (2021:\$11,937) for the Executive Officer for the year.

As a result of the above related party transactions, the amount owing by the Kindergarten to the Dunedin Rudolf Steiner School at 31 December 2022 was \$3,290 (2021: \$10,064) and owing to the Trust at the year end 2022 was \$18,411 (at the 2021 year end \$40,290 was owed from the Trust to Kindergarten).

(e) Playgroups

The Kindergarten has associated playgroups, which operated as a parent led group from a building in Pine Hill. The income and costs of these playgroups are included in these financial statements.

Note 11 - Contingencies and Commitments

The Kindergarten had no contingent liabilities, contingent asset or commitments at 31 December 2022 (2021 :Nil).

Note 12 - Subsequent Events

There were no events since 31 December 2022 that would materially impact these financial statements.

Independent Auditor's Report

to the Trustees of Dunedin Rudolf Steiner Kindergarten

Our Qualified Opinion

We have audited the financial statements of Dunedin Rudolf Steiner Kindergarten (the Kindergarten) which comprise the statement of financial position as at 31 December 2022 and the statement of financial performance, statement of movements in equity and statement of cash flows for the year then ended, and the statement of accounting policies and other explanatory information.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present, in all material respects, the financial position of the Kindergarten as at 31 December 2022 and its financial performance and cash flows for the year ended on that date in accordance with the accounting policies defined in the statement of accounting policies.

Basis for Qualified Opinion

In common with other organisations of a similar nature, control over the revenues from donations from Kindergarten parents and similar income prior to being banked is limited. It was not practicable to extend our examination of such income beyond the accounting for amounts received as shown by the accounting records of the Kindergarten, or to determine the effect of the limited control.

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Kindergarten in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the New Zealand 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Other than in our capacity as auditors we have no relationship with, or interests in, the Kindergarten.

Information other than the financial statements and auditor's report

Other information included in the financial statements comprises the entity information and the statement of service performance. The Trustees are responsible for this other information. Our qualified opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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. We are required to report any misstatement of other information. We have nothing to report in this regard.

Trustees' Responsibilities for the Financial Statements

The Trustees are responsible, on behalf of the Kindergarten, for the preparation and presentation of the financial statements in accordance with the accounting policies adopted by the Kindergarten and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements the Trustees are responsible for assessing the Kindergarten'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 intend to liquidate the Kindergarten or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the External Reporting Board website: https://xrb.govt.nz/Site/Auditing_Assurance_Standards/Current_Standards/Page8.aspx

Emphasis of Matter – Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to the statement of accounting policies which describes the basis of accounting. The financial statements are prepared to provide an account of the financial activities of the Kindergarten during the year and as a result may not be suitable for any other purpose. This report is made solely to the Trustees as a body. Our audit work has been undertaken so that we might state to the Trustees those matters which we are required to state 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 Kindergarten and the Trustees, as a body, for our audit work, for this report or for the opinions we have formed.



Chartered Accountants
7 August 2023

Dunedin