

Association of The Friends of King's College Incorporated

Performance Report

31 December 2020

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Association of The Friends of King's College Incorporated

Entity Information

For the year ended
31 December 2020

Legal Name of Entity:	Association of The Friends of King's College Incorporated
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Type of Entity and Legal Basis (if any):	Registered Charity
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Registration Number:	CC35665
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Entity's Purpose or Mission:

The Association of the Friends of King's College, established in 1955, is a volunteer organisation that assists the College, fosters a strong sense of community between parents and supports the school in its many endeavours. The Association of the Friends embrace the College's future development and provide ongoing opportunities to enhance the experience of all students during their time at King's.

Entity Structure:

All King's College parents are members of the Association of the Friends for their child's time with the College. Individual parents can join The Friends' Executive Committee or volunteer and be involved in both social and fundraising activities.

Main Sources of the Entity's Cash and Resources:

The main sources of funding for the Association of Friends is through fundraising, subscriptions from members and a share of profits from King's College retail operations.

Main Methods Used by the Entity to Raise Funds:

The main methods of fundraising are via events held.

Entity's Reliance on Volunteers and Donated Goods or Services:

The Association of Friends relies on volunteers to administer the Association and any events it holds.

Association of The Friends of King's College Incorporated

Approval of Performance Report

For the year ended
31 December 2020

The Executive Committee are pleased to present the approved financial report including the historical financial statements of The Association of The Friends of King's College Incorporated for the year ended 31 December 2020.



1-Jun-21

President



1-Jun-21

Treasurer

Association of The Friends of King's College Incorporated
Statement of Service Performance

For the year ended
 31 December 2020

Description of the Entity's Outcomes:

The objects of The Association of The Friends of King's College are:

- To foster a strong sense of community between parents across all areas of the school.
 - Encourage participation of parents in a relaxed and social environment.
 - To fundraise for specific school projects or events that directly benefit the students of King's College.
- During 2020, the Association held three major events - the Headmaster's Garden Party, Art Sale and Ladies Lunch. These were well attended and met the Association's aims of fundraising and friend raising.

Description and Quantification (to the extent practicable) of the Entity's Outputs:	Actual	Actual
	2020	2019
Number of Fundraising Events Held	3	4
\$ raised from Fundraising Events	190,608	259,388
Donations and Grants made to King's College	299,208	318,403
Covid-19 impacted the ability of the Association to hold one event in 2020. Other events occurred before the major restrictions, or were held within the guidelines present at the time of the event.		

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
THE ASSOCIATION OF THE FRIENDS OF KING'S COLLEGE INCORPORATED**

Report on the Financial Information

Opinion

We have audited the financial information contained in the performance report of The Association of the Friends of King's College Incorporated (the "Association") which comprises the statement of financial performance and statement of cash flows for the year ended 31 December 2020, the statement of financial position as at 31 December 2020, and the statement of accounting policies and other explanatory information ("the financial information").

In our opinion the financial information presents fairly, in all material respects, the financial position of the Association as at 31 December 2020, and its financial performance and cash flows for the year then ended in accordance with Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit of the financial information 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 Information* section of our report. We are independent of the Association in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* issued by the New Zealand Auditing and Assurance Standards Board, 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 opinion.

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

Other Information

The Executive Committee is responsible for the other information. The other information obtained at the date of this auditor's report is information contained in the performance report, but does not include the financial information and our auditor's report thereon.

Our opinion on the financial information does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the financial information, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial information or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

The Responsibility of the Executive Committee for the Performance Report

The Executive Committee is responsible on behalf of the entity for:

- (a) Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- (b) the preparation and fair presentation of the performance report which comprises:
 - the entity information;
 - the statement of service performance; and
 - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance reportin accordance with Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) issued in New Zealand by the New Zealand Accounting Standards Board, and
- (c) for such internal control as the Members determine is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the Executive Committee are responsible on behalf of the Association for assessing the Association'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 Executive Committee either intends to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibility for the Audit of the Financial Information

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

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

- Identify and assess the risks of material misstatement of the financial information contained in the performance report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the Executive Committee and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial information contained in the performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial information contained in the performance report, including the disclosures, and whether the financial information contained in the performance report represents the underlying transactions and events in a manner that achieves fair presentation.

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

Who we Report to

This report is made solely to the Association's members, as a body, in accordance with the rules of the Association and the Charities Act 2005. Our audit has been undertaken so that we might state to the Association's Members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Association and the Association's Members as a body, for our audit work, for this report, or for the opinion we have formed.

BDO Auckland

**BDO Auckland
Auckland
New Zealand
1 June 2021**

Association of The Friends of King's College Incorporated

Statement of Financial Performance

For the year ended
31 December 2020

	Note	Actual This Year \$	Actual Last Year \$
Revenue			
Donations, fundraising and other similar revenue	1	333,429	389,380
Fees, subscriptions and other revenue from members	1	42,349	43,195
Revenue from providing goods or services	1	17,080	22,557
Interest, dividends and other investment revenue	1	4,235	10,541
Total Revenue		397,093	465,673
Expenses			
Expenses related to public fundraising	2	90,042	95,509
Costs related to providing goods or services	2	1,125	3,169
Grants and donations made	2	299,208	318,403
Other expenses	2	10,983	11,765
Total Expenses		401,358	428,846
(Deficit)/Surplus for the Year		(4,265)	36,827

Association of The Friends of King's College Incorporated

Statement of Cash Flows

For the year ended
31 December 2020

	Actual This Year \$	Actual Last Year \$
Cash Flows from Operating Activities		
Cash was received from:		
Donations, fundraising and other similar receipts	333,429	400,990
Fees, subscriptions and other receipts from members	42,349	43,195
Receipts from providing goods or services	17,080	22,557
Interest, dividends and other investment receipts	5,364	5,785
Net GST	1,837	9,717
Cash was applied to:		
Payments to suppliers and employees	(117,710)	(169,154)
Donations or grants paid	(163,420)	(318,403)
Net Cash Flows from Operating Activities	118,929	(5,313)
Cash Flows from Investing Activities		
Cash was received from:		
Investing Activities	-	-
Cash was applied to:		
Investing Activities	-	-
Net Cash Flows from Investing Activities	-	-
Net Cashflows Total	118,929	(5,313)
Net Increase / (Decrease) in Cash	118,929	(5,313)
Opening Cash	580,813	586,126
Closing Cash	699,742	580,813
This is represented by:		
Bank Accounts and Cash	699,742	580,813

Association of The Friends of King's College Incorporated
Statement of Financial Position

As at
31 December 2020

	Note	Actual This Year \$	Actual Last Year \$
Assets			
Current Assets			
Bank accounts and cash	3	699,742	580,813
Debtors and prepayments	3	89,150	42,244
Inventory	3	5,265	6,390
Total Current Assets		794,157	629,447
Non-Current Assets			
Investments	3	13,000	13,000
Total Non-Current Assets		13,000	13,000
Total Assets		807,157	642,447
Liabilities			
Current Liabilities			
Creditors and accrued expenses	3	210,184	41,209
Total Current Liabilities		210,184	41,209
Total Liabilities		210,184	41,209
Total Assets less Total Liabilities (Net Assets)		596,973	601,238
Accumulated Funds			
Capital contributed by owners or members		-	-
Accumulated surpluses or (deficits)		583,973	584,011
Reserves		13,000	17,227
Total Accumulated Funds	4	596,973	601,238

Association of The Friends of King's College Incorporated

Statement of Accounting Policies

For the year ended
31 December 2020

Basis of Preparation

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

Goods and Services Tax (GST)

All amounts are recorded exclusive of GST, except for Debtors and Creditors which are stated inclusive of GST. The Entity is registered for GST.

Income Tax

Association of The Friends of King's College Incorporated is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

Bank Accounts and Cash

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

Changes in Accounting Policies

There have been no changes in accounting policies during the financial year (last year - nil).

Revenue Recognition - Subscriptions

Subscriptions are accounted for in the period to which they relate, with no subscription income being recognised before the cash is received.

Revenue Recognition - Donation from King's College

Donations are accounted for depending on whether they have been provided with a "use or return" condition attached or not. Where no use or return conditions are attached to the donation, revenue is recorded as income when the cash is received. Where donations include a use or return condition, the donation is initially recorded as a liability on receipt. The donation is subsequently recognised within the Statement of Financial Performance as the performance conditions are met.

Revenue Recognition - Fundraising Events

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

Donation Expense

Donation expense is recognised when the payment of the donation is authorised by the Executive Committee, or when an irreversible commitment of donation is made to a third party.

Association of The Friends of King's College Incorporated

Notes to the Performance Report

For the year ended
31 December 2020

Note 1 : Analysis of Revenue

Revenue Item	Analysis	This Year \$	Last Year \$
Donations, fundraising and other similar revenue	Donations - Public	-	-
	Donations - King's College	52,779	34,483
	Revenue - Events	280,650	354,897
	Total	333,429	389,380
Revenue Item	Analysis	This Year \$	Last Year \$
Fees, subscriptions and other revenue from members	Subscriptions	42,349	43,195
	Total	42,349	43,195
Revenue Item	Analysis	This Year \$	Last Year \$
Revenue from providing goods or services	Revenue - Towels	1,875	1,870
	Revenue - Friend's Café	-	3,355
	Revenue - 2nd Hand Uniform Sale	15,205	17,332
	Total	17,080	22,557
Revenue Item	Analysis	This Year \$	Last Year \$
Interest, dividends and other investment revenue	Interest	3,681	8,529
	Net Profit/(Loss) on Greenbank Investment Fund	554	2,012
	Total	4,235	10,541

Association of The Friends of King's College Incorporated

Notes to the Performance Report

For the year ended
31 December 2020

Note 2 : Analysis of Expenses

Expense Item	Analysis	This Year	Last Year
Expenses related to public fundraising	Expenditure - Events	90,042	95,509
	Total	90,042	95,509

Expense Item	Analysis	This Year	Last Year
Costs related to providing goods or services	Expenditure - towels	1,125	1,167
	Expenditure - Friend's Café	-	2,002
	Total	1,125	3,169

Expense Item	Analysis	This Year	Last Year
Grants and donations made to King's College	Greenbank Tennis Courts	134,426	-
	Grand Piano - 50% share	54,000	-
	Cricket Wicket Construction contribution	50,000	-
	Student Houses	14,726	37,334
	Other	13,247	31,072
	Round Square - caravan for events	11,298	-
	Artist in Residence	8,915	2,000
	Courier Magazine	8,696	10,000
	Art Prizes	3,900	3,900
	Tennis Cover	-	200,000
	Rugby Grandstand	-	21,013
	House Music	-	9,000
	Mackay Trail	-	3,773
	Robotics Equipment	-	311
Total	299,208	318,403	

Expense Item	Analysis	This Year	Last Year
Other expenses	Audit Fee	3,536	3,300
	General Expenses	7,447	8,465
	Total	10,983	11,765

Association of The Friends of King's College Incorporated

Notes to the Performance Report

For the year ended
31 December 2020

Note 3 : Analysis of Assets and Liabilities

Asset Item	Analysis	This Year \$	Last Year \$
Bank accounts and cash	Cash at bank and in hand	299,742	280,813
	Term Deposits	400,000	300,000
	Total	699,742	580,813
Asset Item	Analysis	This Year \$	Last Year \$
Debtors and prepayments	King's College	52,779	34,483
	Interest Receivable	1,884	3,011
	Other Receivables	34,487	4,750
	Total	89,150	42,244
Asset Item	Analysis	This Year \$	Last Year \$
Inventory	Towels and chairs	5,265	6,390
	Total	5,265	6,390
Asset Item	Analysis	This Year \$	Last Year \$
Investments	Greenbank Award Fund with King's College Foundation	13,000	13,000
	Total	13,000	13,000
Liability Item	Analysis	This Year \$	Last Year \$
Creditors and accrued expenses	Accounts Payable	18,816	11,054
	GST Payable	20,644	18,807
	King's College - Greenbank Tennis Court	134,426	-
	Deferred Revenue - Golf Day	23,500	-
	Accrued Expenses	12,798	11,348
Total	210,184	41,209	

Association of The Friends of King's College Incorporated

Notes to the Performance Report

For the year ended
31 December 2020

Note 4: Accumulated Funds

This Year				
Description*	Capital Contributed by Owners or Members	Accumulated Surpluses or Deficits	Greenbank Award Fund	Total
Opening Balance	-	584,011	17,227	601,238
Surplus/(Deficit)*	-	(38)	(4,227)	4,265
Transfer to/(from) Reserves*	-	-	-	-
Closing Balance	-	583,973	13,000	596,973

Last Year				
Description*	Capital Contributed by Owners or Members	Accumulated Surpluses or Deficits	Greenbank Award Fund	Total
Opening Balance	-	549,196	15,215	564,411
Surplus/(Deficit)*	-	34,815	2,012	36,827
Transfer to/(from) Reserves*	-	-	-	-
Closing Balance	-	584,011	17,227	601,238

Greenbank Award Fund

This fund is held by The King's College Foundation to invest with the intention of generating income to pay for the annual Greenbank prizes awarded to students of King's College.

Association of The Friends of King's College Incorporated

Notes to the Performance Report

For the year ended
31 December 2020

Note 5 : Commitments and Contingencies

Commitment	Explanation and Timing	At balance date	At balance date
		This Year	Last Year
		\$	\$
Commitments to provide loans or grants on approval by the Committee		-	-
		-	-

Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at balance date (Last Year - nil)

Association of The Friends of King's College Incorporated

Notes to the Performance Report

For the year ended
31 December 2020

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Note 6: Related Party Transactions

Description of Related Party Relationship	Description of the Transaction (whether in cash or amount in kind)	This Year	Last Year	This Year	Last Year
		\$	\$	\$	\$
		Value of Transactions	Value of Transactions	Amount Outstanding	Amount Outstanding
King's College - associated party that has influence over the Association	Donations and grants made towards the College	299,208	318,403	134,426	-
King's College - associated party that has influence over the Association	Payment of expenses on behalf of the Association	286,254	294,818	18,783	1,375
King's College - associated party that has influence over the Association	Receipt of subscriptions on behalf of the Association.	42,349	43,195	-	-
King's College - associated party that has influence over the Association	Receipt of towel sale proceeds	1,875	1,870	-	-
King's College - associated party that has influence over the Association	Uniform and Tuck Shop donation	52,779	34,483	52,779	34,483
King's College Foundation - associated party	Greenbank Award - funds invested	-	-	13,000	13,000
King's College Foundation - associated party	Greenbank Award - interest earned	1,305	2,462	1,305	2,030

Note 8: Covid-19

During 2020, the Covid-19 (also known as Coronavirus) pandemic affecting people, businesses and economies across the world arose. Measures to prevent, contain and delay its spread included travel restrictions, institutional and business closures, restrictions on gatherings and meetings, and quarantining, isolation and social distancing, resulting in many people working remotely and significant disruptions to ways an entity would normally operate. These have continued into 2021.

The Association only incurs costs by holding events and these were delayed and/or cancelled. It also has no debt or ongoing obligations and has significant reserves held principally in cash. Hence the Executive Committee assessed there was no going concern impact on the Association of Covid 19.

Note 9: Events After the Balance Date:

There were no subsequent events for 2020.

Note 10: Ability to continue operations

The Association will continue to operate for the foreseeable future.