

Learning Links Childcare Rewi Street Limited

SERVICE NUMBER(S): 47781

**SPECIAL PURPOSE FINANCIAL REPORT
MINISTRY OF EDUCATION FUNDING**

FOR THE YEAR ENDED 31 MARCH 2023

Learning Links Childcare Rewi Street Limited

SPECIAL PURPOSE FINANCIAL REPORT
INCOME AND EXPENDITURE REPORT

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	NZ\$	NZ\$
BULK FUNDING			
Bulk Funding received from Ministry of Education:			333,047
Less expenses related to Bulk Funding:			
Salary and wages		352,504	
Rent		95,655	
Agency Staff		119,230	
			<u>567,389</u>
Net Deficit on Bulk Funding		-	<u>234,342</u>
EQUITY FUNDING			
Net Deficit on Equity Funding	2		<u>-</u>
NET DEFICIT ON FUNDING			<u><u>- 234,342</u></u>

Director



Date

10 December 2024

This Special Purpose Financial Report is to be read in connection with the attached accounting policies and notes to the Special Purpose Financial Report.

Learning Links Childcare Rewi Street Limited

**SPECIAL PURPOSE FINANCIAL REPORT
FOR THE YEAR ENDED 31 MARCH 2023**

1 STATEMENT OF ACCOUNTING POLICIES

Basis of Reporting

This is the Special Purpose Financial Report of: Learning Links Childcare Rewi Street Limited

Service #: 47781

This report has been prepared solely to comply with the Ministry of Education financial reporting requirements and for no other purpose.

1.1 General Accounting Policy

The Special Purpose Financial Report has been prepared on the basis of historical cost.

1.2 Particular Accounting Policies

The following is a summary of the significant accounting policies adopted in the preparation of this Special Purpose Financial Report.

Income Recognition

Income from the Ministry of Education has been recorded on an accruals basis.

GST

The financial amounts are reported exclusive of GST.

Expenses

All expenses are recorded on an accrual basis.

1.3 Changes in Accounting Policies

There are no changes in accounting policies in the period.

2. Equity Funding and Expenditure

	Total
Equity Funding	10,009
Equity Expenditure	10,009
Deficit on Funding	-

Equity Funding has been spent on Morning tea costs, promoting the centre withing the community and increasing resources

3. Related Party Transactions

Some equity funding expenditure has been oncharged from a related party entity.

Learning Links Childcare Rewi Street Limited

Independent auditor's report to shareholders

Report on the Audit of the Special Purpose Financial Report

Opinion

We have audited the special purpose financial report of Learning Links Childcare Rewi Street Limited (the Company), which comprise the income and expenditure report for the year ending 31 March 2023, and notes to the special purpose financial report, including a summary of significant accounting policies.

In our opinion, the accompanying special purpose financial report of the Company is prepared, in all material respects, in accordance with the accounting policies outlined in Note 1 to the special purpose financial report.

Basis for Opinion

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 Special Purpose Financial Report section of our report. We are independent of the Company 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 and the IESBA Code. 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 Company.

Emphasis of Matter – Basis of Accounting and Restriction on Distribution and Use

We draw attention to Note 1 to the special purpose financial report, which describes the basis of accounting. The special purpose financial report has been prepared to enable the Company to report to the Ministry of Education on how funding received from the Ministry of Education for licensed early childhood education services was spent by the Company; as a result, the SPFR may not be suitable for another purpose.

This report is made solely to the Company's shareholders, as a body to meet the requirement of the Ministry of Education. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholders, as a body, for our audit work, for this report or for the opinions we have formed. Our report is intended solely for the Company and the Ministry of Education and should not be distributed to any other parties. Our opinion is not modified in respect of this matter.

Other Matter

The special purpose financial report includes grant income from the Ministry of Education for the year ended 31 March 2023. This grant income has been appropriately recorded in the special purpose financial report in accordance with generally accepted accounting practice. Our audit did not extend to verifying roll or attendance records which form the basis of these grants. In this respect we did not seek any further information or explanation.

Directors' Responsibilities

The directors are responsible on behalf of the entity for the preparation of a special purpose financial report that give a true and fair view in accordance with the accounting policies in the special purpose financial report, and for such internal control as the directors determine is necessary to enable the preparation of a special purpose financial report that is free from material misstatement, whether due to fraud or error. In preparing the special purpose financial report, the directors are responsible for assessing the Company'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 directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Special Purpose Financial Report

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

As part of an audit in accordance with the 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 special purpose financial 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 Company'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 directors and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company'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 special purpose financial 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 Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the special purpose financial report, including the disclosures, and whether the special purpose financial report represents the underlying transactions and events in a manner that gives a true and fair view.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings.

The engagement director on the audit resulting in this independent auditor's report is Alison Anderson.

William Buck Audit (NZ) Limited



Alison Anderson
Director
William Buck Audit (NZ) Limited

11 December 2024