

COFFS HARBOUR CHRISTIAN COMMUNITY SCHOOL LTD
ABN 37 002 510 456

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

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Your directors present their report on the company for the year ended 31 December 2023.

Principal Activities

The principal activities of the company during the financial year were that of a Christian School.

This principal activity assists in achieving the short term and long term objectives of the company by:

- providing educational services to the community
- providing non-financial outcomes in response to funding agreements
- providing turnover, cash flow and profit to meet the financial objectives of the company

Short and Long Term Objectives of the Company

The company has identified the following short term objectives:

- to meet financial and accountability requirements
- to meet all regulatory curriculum and facility requirements for ongoing registration as an independent school
- to maintain debt servicing on outstanding capital loans
- to market effectively the school's programs
- to continue developing new educational opportunities for students

The company has identified the following long term objectives:

- full triple streaming at primary school level to be achieved and maintained with full enrolment
- increased retention of years 11 and 12 to achieve approximately 2.5 stream numbers
- develop the alternate learning program with associated motivational activities
- develop land purchased adjacent to current Bonville school site with a view to build and establish new school facilities:
 - new middle school facilities
 - start a special school
 - build new sporting facilities to complement existing facilities
 - start a new junior school campus to complement Curacoa St and service the southern regions/suburbs

Strategies

The company has adopted the following strategies in order to achieve these short and long term objectives:

- compliance with government (including NESAs, DE, ACNC and ASIC) reporting requirements
- preparation of financial reports including balance sheet and income & expenditure statements with comment and performance indicators for board meetings
- full school inspections are conducted every five years by the NESAs registration review panel. Random document inspections are undertaken by NESAs and the annual audit tool is completed. An annual NESAs compliant report is published
- debt reduction continued in line with bank agreements
- the strategy for the company's programs involves prospectus marketing, word of mouth and special events
- triple streaming in Kindergarten and year 1 continues. A maximum 20 students each stream is being channelled into two streams of 30 in year 2.
- promote the schools year 11-12 programs
- continue development of K-12 Indonesian program
- SKILLS program. Enhance in 2024
- Build a junior school campus and let our reputation attract enrolments from the southern regions

DIRECTORS REPORT
FOR THE YEAR ENDED 31 DECEMBER 2023

Performance Measurement

The company uses the following key performance indicators to measure performance:

- Audits and reviews must meet compliance requirements. 2023 requirements were met
- Maintain school registration. Registration of the school is either granted, made conditional, or refused. To date registration has been granted. Registration was renewed in 2019 for January 2020 to 31 December 2024.
- Manage debt levels by maintaining interest rate cover and debt to equity ratios within the benchmarks determined by bank loan agreements and the board. These ratios fell within required benchmarks and required principal reductions during 2023.
- Target an annual cash operating margin of 10% or more.
- The profit of the company after providing for income tax expense amount to \$2,444,923 (2022: Profit \$2,287,419)

Directors Information

Directors

The names of the directors in office at any time during, or since the end of, the year and the period that each director has been in office:

Directors Name	Special Responsibilities	Period as Director	Qualifications and Experience
David Robert Hamilton	Chairperson	Appointed 14 April 1992	Director 32 years, (school deputy principal - retired)
Annette Gay Reifler	Vice Chairperson	Appointed 11 July 1995	Director 29 years, occupational therapist
Rodney Daniel Lynn	Company Secretary	Appointed 22 April 1997	Director 27 years, former school principal
Lynette May Smith		Appointed 19 May 1998	Director 24 years, school teacher
Justine Joy Campbell		Appointed 24 May 2010	Director 14 years, pastor
Andrew Mark Lynn		Appointed 17 May 2016	Director 8 years, School Principal
Terrence Yardley		Appointed 22 May 2018	Director 6 years, Head of Junior School
Chantal Kemsley		Appointed 28 July 2020	Director 4 years, Drug Rehabilitation Manager
Justin Pearson		Appointed 17 May 2022	Director 2 years, Pastor
Stephen Cole		Appointed 30 May 2023 Resigned 24 October 2023	Director, Pastor
Tim Mole		Appointed 22 September 2020 Resigned 30 May 2023	Director 3 years, ICT Business Owner

**DIRECTORS REPORT
FOR THE YEAR ENDED 31 DECEMBER 2023**

Meetings of Directors

During the financial year, 8 meetings of directors (including committees of directors) were held and the attendances by each director during the year were as follows:

	Directors' Meetings	
	Eligible to attend	Number attended
Annette Gay Reifler	8	7
Rodney Daniel Lynn	8	8
David Robert Hamilton	8	7
Lynette May Smith	8	-
Justine Joy Campbell	8	5
Andrew Mark Lynn	8	7
Terrence Yardley	8	7
Chantal Kemsley	8	8
Tim Mole	4	2
Stephen Cole	3	2
Justin Pearson	8	7

Membership Details

The school is incorporated as a company limited by guarantee that requires members to pay a fee of \$10 per member towards the company's liabilities on the winding up of the company.

Membership Class	Number of Members	Individual Members Contribution on winding up of Company	Total Members Contribution on winding up of Company
Ordinary	25	\$ 10	\$ 250
Total	25	\$ 10	\$ 250

Significant Changes to Operations

No significant matters have arisen which are considered to have significantly impacted upon the operation of the company.

Auditors' Independence Declaration

A copy of the auditor's independence declaration is attached to these financial statements.

Signed in accordance with a resolution of the Board of Directors



Rodney Daniel Lynn
Company Secretary

Dated: 14 May 2024



David Robert Hamilton
Director

**AUDITORS' INDEPENDENCE DECLARATION
UNDER SECTION 60-40 OF THE AUSTRALIAN CHARITIES
AND NOT-FOR-PROFITS COMMISSION ACT 2012
TO THE BOARD MEMBERS OF
COFFS HARBOUR CHRISTIAN COMMUNITY SCHOOL LTD**

ABN 37 002 510 456

I declare that, to the best of my knowledge and belief, during the financial year to 31 December 2023 there has been:

- (i) no contraventions of the auditor independence requirements as set out in the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

CROWE CENTRAL NORTH



Kylie Ellis
Partner
Registered Company Auditor (ASIC RAN 483424)
107 West High Street
COFFS HARBOUR NSW 2450

Dated: 14 May 2024

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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COFFS HARBOUR CHRISTIAN COMMUNITY SCHOOL LTD
ABN 37 002 510 456

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2023

	Note	2023 \$	2022 \$
Revenue	2	21,767,771	20,134,728
Interest revenue calculated using the effective interest rate method	2	419,266	119,228
Other income	3	(77,956)	106,218
Administration expenses		(223,782)	(212,904)
Centre expenses		(624,491)	(502,547)
Depreciation and amortisation	4(a)	(996,606)	(1,091,573)
Employee benefit expenses		(14,446,817)	(13,513,225)
Occupancy expenses		(1,086,280)	(1,107,071)
Other expenses		(2,251,668)	(1,628,371)
Finance costs		(34,514)	(17,064)
Surplus before income tax expense		2,444,923	2,287,419
Income tax expense	1	-	-
Surplus after income tax expense		2,444,923	2,287,419
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		2,444,923	2,287,419

COFFS HARBOUR CHRISTIAN COMMUNITY SCHOOL LTD
ABN 37 002 510 456

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2023

	Note	2023 \$	2022 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	14,006,518	11,420,267
Trade and other receivables	6	160,254	220,913
Inventories	7	208,162	202,928
Financial assets	8	-	10,000
Other current assets	9	288,470	224,288
TOTAL CURRENT ASSETS		14,663,404	12,078,396
NON CURRENT ASSETS			
Property, plant and equipment	10	24,658,592	20,691,811
Right of use assets	11	597,148	476,941
TOTAL NON CURRENT ASSETS		25,255,740	21,168,752
TOTAL ASSETS		39,919,144	33,247,148
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	13	918,165	878,942
Lease liabilities	12	154,489	156,029
Financial liabilities	14	203,170	201,288
Employee benefits	15	3,018,765	2,730,737
Contract liabilities	16	5,132	23,952
TOTAL CURRENT LIABILITIES		4,299,721	3,990,948
NON CURRENT LIABILITIES			
Lease liabilities	12	365,872	243,985
Financial liabilities	14	6,200,000	2,399,999
Provisions	15	86,256	89,844
TOTAL NON CURRENT LIABILITIES		6,652,128	2,733,828
TOTAL LIABILITIES		10,951,849	6,724,776
NET ASSETS		28,967,295	26,522,372
EQUITY			
Retained earnings		28,967,295	26,522,372
TOTAL EQUITY		28,967,295	26,522,372

**COFFS HARBOUR CHRISTIAN COMMUNITY SCHOOL LTD
ABN 37 002 510 456**

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Retained Earnings \$	Total \$
Balance at 01 January 2022	24,234,953	24,234,953
Surplus after income tax expense	2,287,419	2,287,419
Total other comprehensive income for the period	-	-
Balance at 31 December 2022	<u>26,522,372</u>	<u>26,522,372</u>
Surplus after income tax expense	2,444,923	2,444,923
Total other comprehensive income for the period	-	-
Balance at 31 December 2023	<u>28,967,295</u>	<u>28,967,295</u>

COFFS HARBOUR CHRISTIAN COMMUNITY SCHOOL LTD
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2023

	Note	2023 \$	2022 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		23,520,302	21,502,221
Payments to suppliers and employees		(20,089,483)	(18,386,806)
Interest received		419,266	119,228
Finance costs		(34,514)	(17,064)
Net cash provided by operating activities	17 (b)	3,815,571	3,217,579
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(4,923,627)	(2,825,698)
Proceeds from sale of property, plant and equipment		-	120,000
Receipts for investments		10,000	-
Net cash used in investing activities		(4,913,627)	(2,705,698)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		6,001,881	2,599,999
Repayment of borrowings		(2,199,999)	(1,250,000)
Repayment of leasing liabilities		(117,575)	(159,276)
Net cash provided by/(used in) financing activities		3,684,307	1,190,723
Net increase in cash held		2,586,251	1,702,604
Cash at the beginning of the financial year		11,420,267	9,717,663
Cash at the end of the financial year	17 (a)	14,006,518	11,420,267

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

Note 1: Basis for Preparation

The financial statements are for Coffs Harbour Christian Community School Ltd as an individual entity, incorporated and domiciled in Australia. Coffs Harbour Christian Community School Ltd is a not-for-profit company limited by guarantee.

The financial statements were authorised for issue by the directors on 14 May 2024.

Reporting Basis and Conventions

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Australian Charities and Not-for-profits Commission Act 2012.

These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

Material accounting policies adopted in the preparation of these financial statements are presented within the notes to this report and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Income Tax

No provision for income tax has been raised as the directors consider that the company is exempt from income tax under Div 50 of the Income Tax Assessment Act 1997.

Changes in accounting policy, disclosures, standards and interpretations

Accounting Standards and Interpretations issued but not yet effective

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the company for the annual reporting period ended 31 December 2023. The company has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2023

	2023	2022
	\$	\$
Note 2: Revenue		
Revenue from contracts with customers:		
Government funding	82,819	39,523
School fees and charges	4,392,884	3,988,277
Centre revenue	1,784,837	1,521,509
Sale of goods	294,374	278,349
Other revenue	37,623	24,410
Total revenue from contracts with customers	<u>6,592,537</u>	<u>5,852,068</u>
Income		
Government funding	15,086,703	14,164,286
Other income	19,391	16,780
Donations	35,543	72,648
School fees and charges	33,597	28,946
Total income	<u>15,175,234</u>	<u>14,282,660</u>
Total income	<u>21,767,771</u>	<u>20,134,728</u>
Interest revenue calculated using the effective interest rate method	419,266	119,228
<u>Disaggregation of revenue</u>		
The disaggregation of revenue from contracts with customers is as follows:		
Major service lines		
School revenue	4,505,249	4,048,529
Trading revenue	302,451	282,030
Centre revenue	1,784,837	1,521,509
	<u>6,592,537</u>	<u>5,852,068</u>

Sale of Goods

Revenue from the sale of goods is recognised at the point in time when the customer obtains control of the goods, which is generally at the time of delivery.

Tuition fees

Revenue from a contract to provide tuition and education services is recognised over time as the performance obligations are satisfied over time, being the school year. Tuition fees received in advance are recognised as a contract liability until the applicable school year and recognised accordingly.

Recurrent Grants

Recurrent grant funding is paid in instalments based on student numbers at the respective census dates. The funding is not sufficiently specific to create a performance obligation as the school has discretion on how the funding is to be spent. The revenue from recurrent grants that are not specifically sufficient will be recognised on receipt in accordance with AASB 1058 *Income of not-for-profit entities*.

All revenue is stated net of the amount of goods and services tax (GST).

Volunteer services

The entity has elected not to recognise volunteer services as either revenue or other form of contribution received. As such, any related consumption or capitalisation of such resources received is also not recognised.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

	2023 \$	2022 \$
Note 3: Other Income		
Profit/(loss) on sale of fixed assets	(77,956)	106,218
Total other income	(77,956)	106,218
Note 4: Expenses		
(a) Specific expenses		
Employee benefit expenses	14,446,817	13,513,225
Depreciation:		
Right-of-use asset	157,045	140,840
Property, plant and equipment	839,561	950,733
	996,606	1,091,573
Interest expenses:		
Lease liability interest	20,742	14,012
Financial liability interest	13,774	3,052
Bad and doubtful debts	272,776	(7,367)
Insurance	203,036	166,844
(b) Remuneration of auditor		
- current year	17,900	16,900
- other non audit services	2,500	2,500
Note 5: Cash and Cash Equivalents		
Cash at bank	14,006,518	11,420,267
	14,006,518	11,420,267
Note 6: Trade and Other Receivables		
<u>Expected to be settled within 12 months</u>		
Trade receivables	220,412	304,181
Less: Expected credit loss	(60,158)	(83,268)
	160,254	220,913
Note 7: Inventories		
CURRENT		
Stock on Hand	208,162	202,928
	208,162	202,928
Note 8: Investments and Other Financial assets		
(a) Financial assets at amortised cost		
- term deposits	-	10,000
	-	10,000
Note 9: Other Assets		
CURRENT		
Prepayments	288,470	224,288
	288,470	224,288

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

	2023 \$	2022 \$
Note 10: Property, Plant & Equipment		
Land and Buildings (at cost)		
Freehold land	<u>3,627,237</u>	3,627,237
Buildings	<u>27,654,938</u>	22,972,532
Less: Accumulated depreciation	<u>(8,813,827)</u>	(8,199,540)
	<u>18,841,111</u>	14,772,992
Ground Improvements	<u>2,013,628</u>	2,013,628
Less: Accumulated depreciation	<u>(232,667)</u>	(178,130)
	<u>1,780,961</u>	1,835,498
Total Land and Buildings	<u>24,249,309</u>	20,235,727
Plant and Equipment (at cost)		
School Furniture and Equipment	<u>4,556,731</u>	4,510,013
Less: Accumulated depreciation	<u>(4,149,349)</u>	(4,061,709)
	<u>407,382</u>	448,304
Motor Vehicles	<u>358,488</u>	358,488
Less: Accumulated depreciation	<u>(356,587)</u>	(350,708)
	<u>1,901</u>	7,780
Total Plant and Equipment	<u>409,283</u>	456,084
Total Property, Plant and Equipment	<u>24,658,592</u>	20,691,811

(a) Movements in carrying amounts

	2023	Land and Buildings	Plant and Equipment	Total
Balance at the beginning of the period		20,235,727	456,084	20,691,811
Additions		4,849,554	74,073	4,923,627
Transfers		-	77,217	77,217
Disposals		(167,148)	(27,354)	(194,502)
Depreciation expense		<u>(668,824)</u>	<u>(170,737)</u>	<u>(839,561)</u>
Carrying amount at the end of the period		<u>24,249,309</u>	<u>409,283</u>	<u>24,658,592</u>
	2022	Land and Buildings	Plant and Equipment	Total
Balance at the beginning of the period		18,045,155	771,693	18,816,848
Additions		2,825,639	57	2,825,696
Transfers		-	-	-
Disposals		-	-	-
Depreciation expense		<u>(635,067)</u>	<u>(315,666)</u>	<u>(950,733)</u>
Carrying amount at the end of the period		<u>20,235,727</u>	<u>456,084</u>	<u>20,691,811</u>

(b) There is a registered mortgage over certain freehold properties owned by the company and a floating charge over other assets of the company.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

	2023	2022
	\$	\$

Note 10: Property, Plant & Equipment (continued)

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

Property

Freehold land and buildings are shown at cost.

Plant and Equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Class of Fixed Asset	Depreciation Rate
Buildings and Improvements	2.5%
Furniture and Equipment	6.7 - 25%
Motor vehicles	20%

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

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Key Judgement - Estimation of useful lives of assets

The Company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Note 11: Right-of-Use Assets

Land and Buildings Right-of-Use

Land - Airport Hanger Site	74,831	72,185
Less: Accumulated depreciation	<u>(28,154)</u>	<u>(20,524)</u>

Total Land and Buildings Right-of-Use assets	<u>46,677</u>	<u>51,661</u>
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Plant and Equipment Right-of-Use

Motor vehicles	793,085	577,350
Less: Accumulated depreciation	<u>(374,566)</u>	<u>(320,568)</u>
	<u>418,519</u>	<u>256,782</u>

Aircraft	202,003	202,003
Less: Accumulated depreciation	<u>(119,292)</u>	<u>(89,012)</u>
	<u>82,711</u>	<u>112,991</u>

NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2023

	2023	2022
	\$	\$

Note 11: Right-of-Use Assets (continued)

Furniture and Equipment	86,055	86,055
Less: Accumulated depreciation	<u>(36,814)</u>	<u>(30,548)</u>
	<u>49,241</u>	<u>55,507</u>
Total Plant and Equipment Right-of-Use Assets	<u>550,471</u>	<u>425,280</u>
Total Right-of-use Assets	<u>597,148</u>	<u>476,941</u>

(a) Movements in carrying amounts

2023	Land and Buildings	Plant and Equipment	Total
Balance at the beginning of the period	51,661	425,280	476,941
Additions	2,946	302,453	305,399
Transfers	-	-	-
Disposals	-	(27,847)	(27,847)
Depreciation expense	<u>(7,930)</u>	<u>(149,415)</u>	<u>(157,345)</u>
Carrying amount at the end of the period	<u>46,677</u>	<u>550,471</u>	<u>597,148</u>

2022	Land and Buildings	Plant and Equipment	Total
Balance at the beginning of the period	57,204	509,928	567,132
Additions	1,715	62,715	64,430
Transfers	-	-	-
Disposals	-	(13,782)	(13,782)
Depreciation expense	<u>(7,258)</u>	<u>(133,581)</u>	<u>(140,839)</u>
Carrying amount at the end of the period	<u>51,661</u>	<u>425,280</u>	<u>476,941</u>

(b) The company depreciates the right-of-use assets on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

(c) The company also assesses the right-of-use asset for impairment when such indicators exist. No impairment has been recognised in respect of right-of-use assets.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

	2023 \$	2022 \$
Note 12: Leases		
Lease liabilities are presented in the statement of financial position as follows:		
CURRENT		
Lease liability	<u>154,489</u>	<u>156,029</u>
Total Current Lease liability	<u>154,489</u>	<u>156,029</u>
NON-CURRENT		
Lease liability	<u>365,872</u>	<u>243,985</u>
Total Non-Current Lease liability	<u>365,872</u>	<u>243,985</u>
Total Lease liability	<u>520,361</u>	<u>400,014</u>

The company has leases for an airport hangar site Lot 26 DP 812274 at 12 Dakota Drive Coffs Harbour, equipment and a number of motor vehicles. With the exception of short-term leases and leases of low-value underlying assets, each lease is reflected on the balance sheet as a right-of-use asset and a lease liability. Variable lease payments which do not depend on an index or a rate are excluded from the initial measurement of the lease liability and asset. The company classifies its right-of-use assets in a consistent manner to its property, plant and equipment (see Note 10).

Each lease generally imposes a restriction that, unless there is a contractual right for the company to sublet the asset to another party, the right-of-use asset can only be used by the company. Leases are either non-cancellable or may only be cancelled by incurring a substantive termination fee. The company is prohibited from selling or pledging the underlying leased assets as security.

The table below describes the nature of the Company's leasing activities by type of right-of-use asset recognised on balance sheet:

Right-of-use asset	No of right-of-use assets lease	Range of remaining term	Average remaining lease term	No of lease with extension options	No of leases with options to purchase	No of leases with variable payments linked to an index	No of leases with termination options
Airport Hangar Site	1	6 Years	7 Years	1	-	1	-
Aircraft	1	1.5 Years	2.5 Years	-	1	-	-
Furniture & Equipment	1	0.3 years	0.3 Years	-	1	-	-
Motor vehicles	9	0.1 - 4.4 Years	1.69 years	-	6	-	-

The lease liabilities are secured by the related underlying assets. Future minimum lease payments at 31 December 2023 were as follows:

	Minimum lease payments due						Total
	Within 1 year	1-2 years	2-3 years	3-4 years	4-5 years	After 5 years	
	\$	\$	\$	\$	\$	\$	\$
31 December 2023							
Lease payments	234,846	121,610	141,594	36,691	29,300	-	
Finance charges	(19,906)	(13,973)	(6,922)	(2,089)	(790)	-	
Net Present Values	<u>214,940</u>	<u>107,637</u>	<u>134,672</u>	<u>34,602</u>	<u>28,510</u>	-	<u>520,361</u>
31 December 2022							
Lease payments	158,151	168,668	90,868	-	-	-	417,687
Finance charges	(9,785)	(4,158)	(3,730)	-	-	-	(17,673)
Net Present Values	<u>148,366</u>	<u>164,510</u>	<u>87,138</u>	-	-	-	<u>400,014</u>

NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2023

	2023	2022
	\$	\$
Note 13: Trade and Other Payables		
CURRENT		
Trade payables	126,149	-
Accrued expenses	677,921	682,260
Other payables	114,095	196,682
	<u>918,165</u>	<u>878,942</u>
Note 14: Financial Liabilities		
CURRENT		
Secured liabilities:		
Bank loan - secured	200,000	200,000
Unsecured liabilities:		
Credit card	3,170	1,288
	<u>203,170</u>	<u>201,288</u>
NON-CURRENT		
Secured liabilities:		
Bank loan	6,200,000	2,399,999
	<u>6,200,000</u>	<u>2,399,999</u>
	<u>6,403,170</u>	<u>2,601,287</u>
(a) Total secured liabilities:		
Bank loan	6,400,000	2,599,999
	<u>6,400,000</u>	<u>2,599,999</u>
(b) The carrying amounts of non-current assets pledged as security are:		
First mortgage over freehold land and buildings	24,249,309	20,235,727
	<u>24,249,309</u>	<u>20,235,727</u>
(c) The unused finance facilities are:		
Credit cards	96,830	98,712
Bank overdraft	100,000	100,000
	<u>196,830</u>	<u>198,712</u>

NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2023

	2023 \$	2022 \$
Note 15: Employee Benefits		
CURRENT		
Provision for employee benefits	<u>3,018,765</u>	<u>2,730,737</u>
	3,018,765	2,730,737
NON-CURRENT		
Provision for employee benefits	<u>86,256</u>	<u>89,844</u>
	86,256	89,844

Provision for employee benefits

A provision has been recognised for employee entitlements relating to annual and long service leave. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based on historical data. The measurement and recognition criteria relating to employee benefits has been included in Note 1 to this report.

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on corporate bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Contributions are made by the entity to an employee superannuation fund and are charged as expenses when incurred.

Note 16: Contract Liabilities

CURRENT

School fee and charges received in advance	<u>5,132</u>	<u>23,952</u>
	5,132	23,952

NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2023

	2023	2022
	\$	\$
Note 17: Cash Flow Information		
(a) Reconciliation of cash		
Cash and cash equivalents	14,006,518	11,420,267
	14,006,518	11,420,267
(b) Reconciliation of cash flow from operations with surplus/(deficit) after income tax expense		
Surplus after income tax expense	2,444,923	2,287,419
Non cash flows in profit from ordinary activities:		
Depreciation and amortisation	996,606	1,091,573
Loss on sale of fixed assets	77,956	(106,218)
Changes in Assets and Liabilities:		
(Increase)/decrease in trade and other receivables	60,659	(144,949)
(Increase)/decrease in inventories	(5,234)	(26,012)
(Increase)/decrease in prepaid expenses	(64,182)	(52,699)
Increase/(decrease) in creditors and accruals	39,223	(207,578)
Increase/(decrease) in provisions	284,440	386,743
Increase/(decrease) in contract liabilities	(18,820)	(10,700)
Cash flows from operations	3,815,571	3,217,579

(c) Non-cash Financing and Investing Activities

There were no non-cash financing or investing activities during the period.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

Note 18: Financial Instruments

(a) Financial Risk Management

The company's financial instruments consist mainly of deposits with banks, accounts receivable and payable and bank loans.

The director's consider that the company is only materially exposed to interest rate risk, with no or immaterial exposure to foreign currency risk, liquidity risk, credit risk or price risk through its financial instruments. The director's regularly review the position and performance of the company's financial instruments in order to limit these risks.

The company's main interest rate risk arises from long-term borrowings. An official increase/decrease in interest rates of 100 (2022: 100) basis points would have an adverse/favourable effect on profit before tax of \$64,000 (2022: \$26,000) per annum.

The company's financial instruments consist mainly of deposits with banks, short term investments, accounts receivable and payable and lease liabilities and bank loans.

	2023 \$	2022 \$
Available capital at end of financial year:		
Cash and cash equivalents	14,006,518	11,420,267
Unused finance facilities	196,830	198,712
	14,203,348	11,618,979

(b) Interest Rate Risk

The company's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities, is as follows:

	Weighted Average Effective Interest Rate		Floating Interest Rate		Non-Interest Bearing	
	2023	2022	2023	2022	2023	2022
	%	%	\$	\$	\$	\$
Financial assets:						
Cash and cash equivalents	2.5	0.4	14,006,518	11,420,267	-	-
Loans and receivables	-	-	-	-	160,254	220,913
Total			14,006,518	11,420,267	160,254	220,913
Financial liabilities:						
Trade and other payables	-	-	-	-	918,165	878,942
Borrowings	6.6	5.3	6,403,170	2,601,287	-	-
Lease liabilities	2.7	2.7	520,361	400,014	-	-
Total			6,923,531	3,001,301	918,165	878,942

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

	Weighted Average Effective Interest Rate		Within 1 year		1 to 5 years	
	2023	2022	2023	2022	2023	2022
	%	%	\$	\$	\$	\$
Financial assets:						
Cash and cash equivalents	2.5	0.4	14,006,518	11,420,267	-	-
Loans and receivables	-	-	160,254	220,913	-	-
Total			14,166,772	11,641,180	-	-
Financial liabilities:						
Trade and other payables	-	-	918,165	878,942	-	-
Borrowings	6.6	5.3	203,170	201,288	6,200,000	2,399,999
Lease liabilities	2.7	2.7	154,489	156,029	365,872	243,985
Total			1,275,824	1,236,259	6,565,872	2,643,984

	Weighted Average Effective Interest Rate		Total	
	2023	2022	2023	2022
	%	%	\$	\$
Financial assets:				
Cash and cash equivalents	2.5	0.4	14,006,518	11,420,267
Loans and receivables	-	-	160,254	220,913
Total			14,166,772	11,641,180
Financial liabilities:				
Trade and other payables	-	-	918,165	878,942
Borrowings	6.6	5.3	6,403,170	2,601,287
Lease liabilities	2.7	2.7	520,361	400,014
Total			7,841,696	3,880,243

Note 19: Segment Reporting

The company operates in one geographical location in Coffs Harbour, New South Wales, the principal activity being that of a school.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

	2023	2022
	\$	\$

Note 20: Capital Commitments

As at 31 December 2023 and 31 December 2022, the company had not engaged in any capital commitments.

Note 21 : Events After the End of the Reporting Period

No matters or circumstances have arisen since the reporting date which significantly affected or may significantly affect the operations of the School, the results of the operation, or the state of affairs of the School in future financial years.

Note 22: Contingent Liabilities

At the end of the financial year the unamortised amount of BGA capital grants was \$878,080 (2022: \$1,003,520). This amount is refundable to the Australian Government if the school ceases to use the facilities funded principally for the approved purpose or sells the facilities within a period of twenty years following the completion of the project.

Note 23: Economic Dependence

The ability of the company to continue as a going concern is dependent upon the continuation of the following matters:

- (a) The company is substantially dependent on the receipt of recurrent funding from both state and federal governments. This funding is largely calculated on a per capita basis and fluctuates depending upon the number of enrolled students at each census date.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

	2023	2022
	\$	\$

Note 24: Related Party Transactions

Key Management Personnel

The totals of remuneration paid to key management personnel (KMP) during the year are as follows:

Key management personnel compensation	1,262,713	1,106,805
Number of persons	4	4

Other Related Parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Transactions with related parties were:

David Hamilton	11,905	7,800
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Note 25: Company Details

The registered office and principal place of business is:

Coffs Harbour Christian Community School
226 Bonville Station Road
BONVILLE NSW 2450

COFFS HARBOUR CHRISTIAN COMMUNITY SCHOOL LTD
ABN 37 002 510 456

DIRECTORS' DECLARATION
FOR THE YEAR ENDED 31 DECEMBER 2023

The directors of the company declare that:

1. the financial statements and notes, as set out in pages 5 to 22, are in accordance with the Australian Charities and Not-for-profits Commission Act 2012, and:
 - (a) comply with Accounting Standards and the Australian Charities and Not-for-profits Commission Act 2012; and
 - (b) give a true and fair view of the financial position as at 31 December 2023 and of the performance for the period ended on that date of the company;
2. The financial statements and notes comply with International Financial Reporting Standards as disclosed in Note 1 to the financial statements.
3. in the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



Rodney Daniel Lynn
Company Secretary



David Robert Hamilton
Director

Dated: 14 May 2024

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
COFFS HARBOUR CHRISTIAN COMMUNITY SCHOOL LTD**

ABN 37 002 510 456

Opinion

We have audited the financial report of Coffs Harbour Christian Community School Limited (the Company), which comprises the statement of financial position as at 31 December 2023, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the Corporations Act 2001 and Division 60 of the Australian Charities and Not-for-profits Commission Act 2012, including:

- (a) giving a true and fair view of the Company's financial position as at 31 December 2023 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards, Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2022 and the Corporations Regulations 2001

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants Including Independence Standards (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information comprises the information contained in the Company's Directors Report for the year ended 31 December 2023, but does not include the financial report and our auditor's report thereon.

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

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

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

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

Findex (Aust) Pty Ltd, trading as Crowe Australasia is a member of Crowe Global, a Swiss verein. Each member firm of Crowe Global is a separate and independent legal entity. Findex (Aust) Pty Ltd and its affiliates are not responsible or liable for any acts or omissions of Crowe Global or any other member of Crowe Global. Crowe Global does not render any professional services and does not have an ownership or partnership interest in Findex (Aust) Pty Ltd. Services are provided by Crowe Central North, an affiliate of Findex (Aust) Pty Ltd. Liability limited by a scheme approved under Professional Standards Legislation. Liability limited other than for acts or omissions of financial services licensees.

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**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
COFFS HARBOUR CHRISTIAN COMMUNITY SCHOOL LIMITED**

ABN 37 002 510 456

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act) and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Company 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 Financial Report

Our objectives are to obtain reasonable assurance about whether the 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 the Australian Auditing Standards 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 report.

As part of an audit in accordance with the Australian Auditing Standards, the auditor exercises professional judgement and maintains professional scepticism throughout the audit. The auditor also:

- Identifies and assesses the risks of material misstatement of the financial report, whether due to fraud or error, designs and performs audit procedures responsive to those risks, and obtains audit evidence that is sufficient and appropriate to provide a basis for the auditor's 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.
- Obtains 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.
- Evaluates the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management

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**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
COFFS HARBOUR CHRISTIAN COMMUNITY SCHOOL LIMITED**

ABN 37 002 510 456

- Concludes on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If the auditor concludes that a material uncertainty exists, the auditor is required to draw attention in the auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify the auditor's opinion. The auditor's conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluates the overall presentation, structure, and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

The auditor communicates with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that the auditor identifies during the audit.

CROWE CENTRAL NORTH



Kylie Ellis
Partner
Registered Company Auditor (ASIC RAN 483424)
107 West High Street
COFFS HARBOUR NSW 2450

Dated: 15 May 2024

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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