

MARAROA SCHOOL

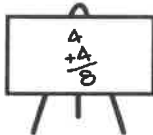
ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

School Directory

Ministry Number:	3984
Principal:	Mary Baigent
School Address:	State Highway 94, Te Anau 9672
School Postal Address:	State Highway 94, Te Anau 9672
School Phone:	03 249 5816
School Email:	office@mararoa.school.nz

Accountant / Service Provider:



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MARAROA SCHOOL

Annual Report - For the year ended 31 December 2021

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Mararoa School

Statement of Responsibility

For the year ended 31 December 2021

The Board accepts responsibility for the preparation of the annual financial statements and the judgements used in these financial statements.

The management (including the principal and others as directed by the Board) accepts responsibility for establishing and maintaining a system of internal controls designed to provide reasonable assurance as to the integrity and reliability of the school's financial reporting.

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2021 fairly reflects the financial position and operations of the school.

The School's 2021 financial statements are authorised for issue by the Board.

Luke Andrew Thomas
Full Name of Presiding Member

Mary Noel Baigent
Full Name of Principal

Luke Thomas
Signature of Presiding Member

Mary Noel Baigent
Signature of Principal

07/11/22
Date:

07/11/2022
Date:

Mararoa School
Statement of Comprehensive Revenue and Expense
For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Revenue				
Government Grants	2	647,044	573,680	599,546
Locally Raised Funds	3	38,030	37,700	58,250
Interest Income		1,227	-	936
		<u>686,301</u>	<u>611,380</u>	<u>658,732</u>
Expenses				
Locally Raised Funds	3	32,741	8,500	19,478
Learning Resources	4	436,311	356,400	335,243
Administration	5	65,170	67,460	58,154
Finance		326	50	592
Property	6	130,476	158,660	167,777
Depreciation	10	4,822	10,000	10,348
		<u>669,846</u>	<u>601,070</u>	<u>591,592</u>
Net Surplus / (Deficit) for the year		16,455	10,310	67,140
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u>16,455</u>	<u>10,310</u>	<u>67,140</u>

The above Statement of Comprehensive Revenue and Expense should be read in conjunction with the accompanying notes which form part of these financial statements.

Mararoa School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Equity at 1 January		222,723	220,000	153,632
Total comprehensive revenue and expense for the year		16,455	10,310	67,140
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant		-	-	1,951
Equity at 31 December		239,178	230,310	222,723
Retained Earnings		239,178	230,310	222,723
Reserves		-	-	-
Equity at 31 December		239,178	230,310	222,723

The above Statement of Changes in Net Assets/Equity should be read in conjunction with the accompanying notes which form part of these financial statements.

Mararoa School

Statement of Financial Position

As at 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Assets				
Cash and Cash Equivalents	7	209,828	193,470	175,609
Accounts Receivable	8	34,002	16,578	16,578
Prepayments		1,218	-	-
Investments	9	52,238	52,238	52,238
		<u>297,286</u>	<u>262,286</u>	<u>244,425</u>
Current Liabilities				
GST Payable		8,673	5,778	5,778
Accounts Payable	11	46,022	19,530	19,530
Provision for Cyclical Maintenance	12	65,883	61,590	61,590
Finance Lease Liability	13	2,275	4,161	4,161
Funds held for Capital Works Projects	14	4,467	-	476
		<u>127,320</u>	<u>91,059</u>	<u>91,535</u>
Working Capital Surplus/(Deficit)		169,966	171,227	152,890
Non-current Assets				
Property, Plant and Equipment	10	76,412	74,050	79,550
		<u>76,412</u>	<u>74,050</u>	<u>79,550</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	12	7,200	14,967	9,467
Finance Lease Liability	13	-	-	250
		<u>7,200</u>	<u>14,967</u>	<u>9,717</u>
Net Assets		<u>239,178</u>	<u>230,310</u>	<u>222,723</u>
Equity		<u>239,178</u>	<u>230,310</u>	<u>222,723</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes which form part of these financial statements.

Mararoa School

Statement of Cash Flows

For the year ended 31 December 2021

	Note	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Cash flows from Operating Activities				
Government Grants		178,127	153,680	185,983
Locally Raised Funds		38,030	37,700	58,250
Goods and Services Tax (net)		2,895	-	1,957
Payments to Employees		(89,918)	(81,500)	(86,025)
Payments to Suppliers		(95,988)	(84,020)	(70,190)
Interest Paid		(326)	(50)	(592)
Interest Received		1,227	-	936
Net cash from/(to) Operating Activities		34,047	25,810	90,319
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(1,683)	(7,140)	-
Net cash from/(to) Investing Activities		(1,683)	(7,140)	-
Cash flows from Financing Activities				
Furniture and Equipment Grant		-	-	1,951
Finance Lease Payments		(2,136)	(250)	(2,431)
Funds Administered Held for Capital Works Projects		3,991	(476)	476
Net cash from/(to) Financing Activities		1,855	(726)	(4)
Net increase/(decrease) in cash and cash equivalents		34,219	17,944	90,315
Cash and cash equivalents at the beginning of the year	7	175,609	175,526	85,211
Cash and cash equivalents at the end of the year	7	209,828	193,470	175,526

The statement of cash flows records only those cash flows directly within the control of the School. This means centrally funded teachers' salaries and the use of land and buildings grant and expense have been excluded.

The above Statement of Cash Flows should be read in conjunction with the accompanying notes which form part of these financial statements.

Mararoa School

Notes to the Financial Statements

For the year ended 31 December 2021

1. Statement of Accounting Policies

a) Reporting Entity

Mararoa School (the School) is a Crown entity as specified in the Crown Entities Act 2004 and a school as described in the Education and Training Act 2020. The Board is of the view that the School is a public benefit entity for financial reporting purposes.

b) Basis of Preparation

Reporting Period

The financial statements have been prepared for the period 1 January 2021 to 31 December 2021 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

The financial statements have been prepared on a going concern basis, and the accounting policies have been consistently applied throughout the period.

Financial Reporting Standards Applied

The Education and Training Act 2020 requires the School, as a Crown entity, to prepare financial statements in accordance with generally accepted accounting practice. The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand, applying Public Sector Public Benefit Entity (PBE) Standards Reduced Disclosure Regime as appropriate to public benefit entities that qualify for Tier 2 reporting. The school is considered a Public Benefit Entity as it meets the criteria specified as 'having a primary objective to provide goods and/or services for community or social benefit and where any equity has been provided with a view to supporting that primary objective rather than for financial return to equity holders'.

PBE Accounting Standards Reduced Disclosure Regime

The School qualifies for Tier 2 as the school is not publicly accountable and is not considered large as it falls below the expenditure threshold of \$30 million per year. All relevant reduced disclosure concessions have been taken.

Measurement Base

The financial statements are prepared on the historical cost basis unless otherwise noted in a specific accounting policy.

Presentation Currency

These financial statements are presented in New Zealand dollars, rounded to the nearest dollar.

Specific Accounting Policies

The accounting policies used in the preparation of these financial statements are set out below.

Critical Accounting Estimates And Assumptions

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Cyclical maintenance

A school recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's long term maintenance plan which is prepared as part of its 10 Year Property Planning process. During the year, the Board assesses the reasonableness of its 10 Year Property Plan on which the provision is based. Cyclical maintenance is disclosed at note 12.

Useful lives of property, plant and equipment

The School reviews the estimated useful lives of property, plant and equipment at the end of each reporting date. The School believes that the estimated useful lives of the property, plant and equipment as disclosed in the significant accounting policies are appropriate to the nature of the property, plant and equipment at reporting date. Property, plant and equipment is disclosed at note 10.

Critical Judgements in applying accounting policies

Management has exercised the following critical judgements in applying accounting policies:

Classification of leases

Determining whether a lease is a finance lease or an operating lease requires judgement as to whether the lease transfers substantially all the risks and rewards of ownership to the school. Judgement is required on various aspects that include, but are not limited to, the fair value of the leased asset, the economic life of the leased asset, whether or not to include renewal options in the lease term, and determining an appropriate discount rate to calculate the present value of the minimum lease payments. Classification as a finance lease means the asset is recognised in the statement of financial position as property, plant, and equipment, whereas for an operating lease no such asset is recognised.

Recognition of grants

The School reviews the grants monies received at the end of each reporting period and whether any require a provision to carry forward amounts unspent. The School believes all grants received have been appropriately recognised as a liability if required. Government grants are disclosed at note 2.

c) Revenue Recognition**Government Grants**

The school receives funding from the Ministry of Education. The following are the main types of funding that the School receives.

Operational grants are recorded as revenue when the School has the rights to the funding, which is in the year that the funding is received.

Teachers salaries grants are recorded as revenue when the School has the rights to the funding in the salary period they relate to. The grants are not received in cash by the School and are paid directly to teachers by the Ministry of Education.

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. These are not received in cash by the School as they equate to the deemed expense for using the land and buildings which are owned by the Crown. The School's use of the land and buildings as occupant is based on a property occupancy document as gazetted by the Ministry. The expense is based on an assumed market rental yield on the value of land and buildings as used for rating purposes.

This is a non-cash revenue that is offset by a non-cash expense. The use of land and buildings grants and associated expenditure are recorded in the period the School uses the land and buildings.

Other Grants

Other grants are recorded as revenue when the School has the rights to the funding, unless there are unfulfilled conditions attached to the grant, in which case the amount relating to the unfulfilled conditions is recognised as a liability and released to revenue as the conditions are fulfilled.

Donations, Gifts and Bequests

Donations, gifts and bequests are recorded as revenue when their receipt is formally acknowledged by the School.

Interest Revenue

Interest Revenue earned on cash and cash equivalents and investments is recorded as revenue in the period it is earned.

d) Finance Lease Payments

Finance lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the lease term on an effective interest basis.

e) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, bank balances, deposits held at call with banks, and other short term highly liquid investments with original maturities of 90 days or less, and bank overdrafts. The carrying amount of cash and cash equivalents represent fair value.

f) Accounts Receivable

Short-term receivables are recorded at the amount due, less an allowance for credit losses (uncollectable debts). The schools receivables are largely made up of funding from the Ministry of Education, therefore the level of uncollectable debts is not considered to be material. However, short-term receivables are written off when there is no reasonable expectation of recovery.

g) Investments

Bank term deposits are initially measured at the amount invested. Interest is subsequently accrued and added to the investment balance. A loss allowance for expected credit losses is recognised if the estimated loss allowance is not trivial.

h) Property, Plant and Equipment

Land and buildings owned by the Crown are excluded from these financial statements. The Board's use of the land and buildings as 'occupant' is based on a property occupancy document.

Improvements to buildings owned by the Crown are recorded at cost, less accumulated depreciation and impairment losses.

Property, plant and equipment are recorded at cost or, in the case of donated assets, fair value at the date of receipt, less accumulated depreciation and impairment losses. Cost or fair value as the case may be, includes those costs that relate directly to bringing the asset to the location where it will be used and making sure it is in the appropriate condition for its intended use.

Gains and losses on disposals (i.e. sold or given away) are determined by comparing the proceeds received with the carrying amounts (i.e. the book value). The gain or loss arising from the disposal of an item of property, plant and equipment is recognised in the Statement of Comprehensive Revenue and Expense.

Finance Leases

A finance lease transfers to the lessee substantially all the risks and rewards incidental to ownership of an asset, whether or not title is eventually transferred. At the start of the lease term, finance leases are recognised as assets and liabilities in the statement of financial position at the lower of the fair value of the leased asset or the present value of the minimum lease payments. The finance charge is charged to the surplus or deficit over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability. The amount recognised as an asset is depreciated over its useful life. If there is no reasonable certainty whether the school will obtain ownership at the end of the lease term, the asset is fully depreciated over the shorter of the lease term and its useful life.

Depreciation

Property, plant and equipment except for library resources are depreciated over their estimated useful lives on a straight line basis. Library resources are depreciated on a diminishing value basis. Depreciation of all assets is reported in the Statement of Comprehensive Revenue and Expense.

The estimated useful lives of the assets are:

Building improvements to Crown Owned Assets	20–50 years
Furniture and equipment	5–10 years
Information and communication technology	5 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value

i) Impairment of property, plant, and equipment and intangible assets

The school does not hold any cash generating assets. Assets are considered cash generating where their primary objective is to generate a commercial return.

Non cash generating assets

Property, plant, and equipment and intangible assets held at cost that have a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable service amount. The recoverable service amount is the higher of an asset's fair value less costs to sell and value in use.

Value in use is determined using an approach based on either a depreciated replacement cost approach, restoration cost approach, or a service units approach. The most appropriate approach used to measure value in use depends on the nature of the impairment and availability of information.

If an asset's carrying amount exceeds its recoverable service amount, the asset is regarded as impaired and the carrying amount is written down to the recoverable amount. The total impairment loss is recognised in the surplus or deficit.

The reversal of an impairment loss is recognised in the surplus or deficit.

j) Accounts Payable

Accounts Payable represents liabilities for goods and services provided to the School prior to the end of the financial year which are unpaid. Accounts Payable are recorded at the amount of cash required to settle those liabilities. The amounts are unsecured and are usually paid within 30 days of recognition.

k) Employee Entitlements

Short-term employee entitlements

Employee entitlements that are expected to be settled within 12 months after the end of the reporting period in which the employees provide the related service are measured based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date, annual leave earned, by non teaching staff, to but not yet taken at balance date.

Long-term employee entitlements

Employee benefits that are not expected to be settled wholly before twelve months after the end of the reporting period in which the employee provides the related service, such as retirement and long service leave, have been calculated on an actuarial basis.

The calculations are based on the likely future entitlements accruing to employees, based on years of service, years to entitlement, the likelihood that employees will reach the point of entitlement, and contractual entitlement information, and the present value of the estimated future cash flows

l) Provision for Cyclical Maintenance

The property from which the School operates is owned by the Crown, and is vested in the Ministry. The Ministry has gazetted a property occupancy document that sets out the Board's property maintenance responsibilities. The Board is responsible for maintaining the land, buildings and other facilities on the School site in a state of good order and repair.

Cyclical maintenance, which involves painting the interior and exterior of the School, makes up the most significant part of the Board's responsibilities outside day-to-day maintenance. The provision is a reasonable estimate, based on an up to date 10 Year Property Plan (10YPP) or another appropriate source of evidence.

m) Financial Instruments

The School's financial assets comprise cash and cash equivalents, accounts receivable, and investments. All of these financial assets, except for investments that are shares, are categorised as 'financial assets measured at amortised cost' for accounting purposes in accordance with financial reporting standards.

The School's financial liabilities comprise accounts payable and finance lease liability. All of these financial liabilities are categorised as 'financial liabilities measured at amortised cost' for accounting purposes in accordance with financial reporting standards.

n) Goods and Services Tax (GST)

The financial statements have been prepared on a GST exclusive basis, with the exception of accounts receivable and accounts payable which are stated as GST inclusive.

The net amount of GST paid to, or received from, the IRD, including the GST relating to investing and financing activities, is classified as a net operating cash flow in the statements of cash flows.

Commitments and contingencies are disclosed exclusive of GST.

o) Budget Figures

The budget figures are extracted from the School budget that was approved by the Board.

p) Services received in-kind

From time to time the School receives services in-kind, including the time of volunteers. The School has elected not to recognise services received in kind in the Statement of Comprehensive Revenue and Expense.

2. Government Grants

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Operational Grants	136,893	127,836	129,581
Teachers' Salaries Grants	374,462	300,000	282,656
Use of Land and Buildings Grants	96,189	120,000	129,717
Other MoE Grants	38,794	25,844	57,592
Other Government Grants	706	-	-
	<u>647,044</u>	<u>573,680</u>	<u>599,546</u>

The school is not eligible for the donations scheme .

3. Locally Raised Funds

Local funds raised within the School's community are made up of:

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Revenue			
Donations & Bequests	12,728	9,500	10,984
Fees for Extra Curricular Activities	4,609	2,000	7,267
Trading	1,684	1,000	1,820
Fundraising & Community Grants	16,060	22,000	36,248
Other Revenue	2,949	3,200	1,931
	<u>38,030</u>	<u>37,700</u>	<u>58,250</u>
Expenses			
Extra Curricular Activities Costs	15,565	7,500	14,990
Trading	3,442	1,000	3,543
Fundraising and Community Grant Costs	13,734	-	945
	<u>32,741</u>	<u>8,500</u>	<u>19,478</u>
	<u>5,289</u>	<u>29,200</u>	<u>38,772</u>

Surplus/ (Deficit) for the year Locally raised funds

4. Learning Resources

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Curricular	5,985	7,800	4,570
Employee Benefits - Salaries	424,393	339,000	328,572
Staff Development	5,933	9,600	2,101
	<u>436,311</u>	<u>356,400</u>	<u>335,243</u>

5. Administration

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Audit Fee	7,575	3,000	2,737
Board Fees	2,615	3,500	2,725
Board Expenses	1,060	3,000	3,378
Communication	2,809	1,850	1,657
Consumables	1,342	1,100	805
Operating Lease	314	2,300	84
Other	8,177	11,710	7,010
Employee Benefits - Salaries	36,184	35,000	33,897
Insurance	1,254	1,500	2,411
Service Providers, Contractors and Consultancy	3,840	4,500	3,450
	<u>65,170</u>	<u>67,460</u>	<u>58,154</u>

6. Property

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Caretaking and Cleaning Consumables	3,246	3,000	2,447
Consultancy and Contract Services	7,333	3,700	8,944
Cyclical Maintenance Provision	2,026	5,500	6,671
Grounds	1,213	1,600	1,061
Heat, Light and Water	9,267	10,600	9,486
Rates	1,485	1,600	1,523
Repairs and Maintenance	3,406	5,160	1,716
Use of Land and Buildings	96,189	120,000	129,717
Employee Benefits - Salaries	6,311	7,500	6,212
	<u>130,476</u>	<u>158,660</u>	<u>167,777</u>

In 2021, the Ministry of Education revised the notional rent rate from 8% to 5% to align it with the Government Capital Charge rate. This is considered to be a reasonable proxy for the market rental yield on the value of land and buildings used by schools. Accordingly in 2021, the use of land and buildings figure represents 5% of the school's total property value. Property values are established as part of the nation-wide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

7. Cash and Cash Equivalents

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Bank Accounts	209,828	135,150	175,609
Cash and cash equivalents for Statement of Cash Flows	<u>209,828</u>	<u>135,150</u>	<u>175,609</u>

The carrying value of short-term deposits with original maturity dates of 90 days or less approximates their fair value.

Of the \$209,828 Cash and Cash Equivalents, \$4,467 is held by the School on behalf of the Ministry of Education. These funds have been provided for the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2021 on Crown owned school buildings.

8. Accounts Receivable

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Teacher Salaries Grant Receivable	34,002	30,000	16,578
	<u>34,002</u>	<u>30,000</u>	<u>16,578</u>
Receivables from Exchange Transactions	-	-	-
Receivables from Non-Exchange Transactions	34,002	30,000	16,578
	<u>34,002</u>	<u>30,000</u>	<u>16,578</u>

9. Investments

The School's investment activities are classified as follows:

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Current Asset			
Short-term Bank Deposits	52,238	52,238	52,238
Non-current Asset			
Long-term Bank Deposits	-	-	-
Total Investments	<u>52,238</u>	<u>52,238</u>	<u>52,238</u>

10. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2021	\$	\$	\$	\$	\$	\$
Land	5,000	-	-	-	-	5,000
Building Improvements	53,261	-	-	-	(1,580)	51,681
Furniture and Equipment	6,876	-	-	-	(1,634)	5,242
Information and Communication Technology	3,883	1,683	-	-	(1,578)	3,988
Leased Assets	30	-	-	-	(30)	-
Library Resources	10,500	-	-	-	-	10,500
Balance at 31 December 2021	<u>79,550</u>	<u>1,683</u>	<u>-</u>	<u>-</u>	<u>(4,822)</u>	<u>76,411</u>

The net carrying value of equipment held under a finance lease is **\$0 (2020: \$30)**

	2021	2021	2021	2020	2020	2020
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Land	5,000	-	5,000	5,000	-	5,000
Building Improvements	143,068	(91,387)	51,681	143,068	(89,807)	53,261
Furniture and Equipment	100,617	(95,375)	5,242	103,381	(96,505)	6,876
Information and Communication T	49,486	(45,498)	3,988	48,413	(44,530)	3,883
Leased Assets	7,473	(7,472)	1	8,855	(8,825)	30
Library Resources	35,217	(24,717)	10,500	35,217	(24,717)	10,500
Balance at 31 December	340,861	(264,449)	76,412	343,934	(264,384)	79,550

11. Accounts Payable

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Creditors	3,278	10,000	2,952
Accruals	4,500	-	-
Banking Staffing Overuse	4,242	-	-
Employee Entitlements - Salaries	34,002	20,000	16,578
Employee Entitlements - Leave Accrual	-	-	-
	<u>46,022</u>	<u>30,000</u>	<u>19,530</u>
Payables for Exchange Transactions	46,022	30,000	19,530
Payables for Non-exchange Transactions - Taxes Payable (PAYE and Rates)	-	-	-
Payables for Non-exchange Transactions - Other	-	-	-
	<u>46,022</u>	<u>30,000</u>	<u>19,530</u>

The carrying value of payables approximates their fair value.

12. Provision for Cyclical Maintenance

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Provision at the Start of the Year	71,057	71,057	64,386
Increase/ (decrease) to the Provision During the Year	2,026	5,500	6,671
Use of the Provision During the Year	-	-	-
Provision at the End of the Year	<u>73,083</u>	<u>76,557</u>	<u>71,057</u>
Cyclical Maintenance - Current	65,883	-	61,590
Cyclical Maintenance - Term	7,200	14,967	9,467
	<u>73,083</u>	<u>14,967</u>	<u>71,057</u>

13. Finance Lease Liability

The School has entered into a number of finance lease agreements for computers and other ICT equipment. Minimum lease payments payable:

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
No Later than One Year	2,275	4,161	4,161
Later than One Year and no Later than Five Years	-	-	250
Later than Five Years	-	-	-
	<u>2,275</u>	<u>4,161</u>	<u>4,411</u>
Represented by			
Finance lease liability - Current	2,275	4,161	4,161
Finance lease liability - Term	-	-	250
	<u>2,275</u>	<u>4,161</u>	<u>4,411</u>

14. Funds Held for Capital Works Projects

During the year the School received and applied funding from the Ministry of Education for the following capital works projects. The amount of cash held on behalf of the Ministry for capital works project is included in Cash and Cash Equivalents note 7.

2021	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
Tech Block Upgrade	476	-	476	-	-
Learning Support Office	-	8,250	2,345	-	5,905
SIP: Outdoor Covered Area	-	5,000	6,438	-	(1,438)
Totals	<u>476</u>	<u>13,250</u>	<u>9,259</u>	<u>-</u>	<u>4,467</u>

Represented by:

Funds Held on Behalf of the Ministry of Education	5,905
Funds Due from the Ministry of Education	(1,438)
	<u>4,467</u>

2020	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
Tech Block Upgrade	-	77,086	76,610	-	476
Special Needs	5,430	2,671	8,101	-	-
Totals	<u>5,430</u>	<u>79,757</u>	<u>84,711</u>	<u>-</u>	<u>476</u>

15. Related Party Transactions

The School is a controlled entity of the Crown, and the Crown provides the major source of revenue to the school. The school enters into transactions with other entities also controlled by the Crown, such as government departments, state-owned enterprises and other Crown entities. Transactions with these entities are not disclosed as they occur on terms and conditions no more or less favourable than those that it is reasonable to expect the school would have adopted if dealing with that entity at arm's length.

Related party disclosures have not been made for transactions with related parties that are within a normal supplier or client/recipient relationship on terms and condition no more or less favourable than those that it is reasonable to expect the school would have adopted in dealing with the party at arm's length in the same circumstances. Further, transactions with other government agencies (for example, Government departments and Crown entities) are not disclosed as related party transactions when they are consistent with the normal operating arrangements between government agencies and undertaken on the normal terms and conditions for such transactions.

The school contracted Design and Make Ltd for Property Project Services totalling \$9,025. Delia Bellaby is a Director of Design and Make Ltd and a member of the Board of Trustee's.

16. Remuneration

Key management personnel compensation

Key management personnel of the School include all Board members, Principal, Deputy Principals and Heads of Departments.

	2021 Actual \$	2020 Actual \$
<i>Board Members</i>		
Remuneration	2,615	2,725
 <i>Leadership Team</i>		
Remuneration	122,373	125,843
Full-time equivalent members	1	1
Total key management personnel remuneration	124,988	128,568

There are 6 members of the Board excluding the Principal. The Board had held 7 full meetings of the Board in the year. As well as these regular meetings, including preparation time, the Chair and other Board members have also been involved in ad hoc meetings to consider matters including finance and property.

Principal 1

The total value of remuneration paid or payable to the Principal was in the following bands:

	2021 Actual \$000	2020 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	110-120	110-120
Benefits and Other Emoluments	5-6	5-6
Termination Benefits	-	-

Other Employees

The number of other employees with remuneration greater than \$100,000 was in the following bands:

Remuneration \$000	2021 FTE Number	2020 FTE Number
100-110	0	0
	0.00	0.00

The disclosure for 'Other Employees' does not include remuneration of the Principal.

17. Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be board members, committee members, or employees during the financial year in relation to that cessation and number of persons to whom all or part of that total was payable was as follows:

	2021 Actual	2020 Actual
Total	-	-
Number of People	-	-

18. Contingencies

There are no contingent liabilities and no contingent assets as at 31 December 2021 (Contingent liabilities and assets at 31 December 2020: nil).

Holidays Act Compliance – schools payroll

The Ministry of Education performs payroll processing and payments on behalf of boards, through payroll service provider Education Payroll Limited.

The Ministry's review of the schools sector payroll to ensure compliance with the Holidays Act 2003 is ongoing. Final calculations and potential impact on any specific individual will not be known until further detailed analysis and solutions have been completed.

To the extent that any obligation cannot reasonably be quantified at 31 December 2021, a contingent liability for the school may exist.

19. Commitments

(a) Capital Commitments

As at 31 December 2021 the Board has entered into contract agreements for capital works as follows:

(a) \$8,250 contract for Learning Support Office to be completed in 2021, which will be fully funded by the Ministry of Education. \$8,250 has been received of which \$2,345 has been spent on the project to date; and

(b) \$6,438 contract for SIP: Outdoor Covered Area to be completed in 2021, which will be fully funded by the Ministry of Education. \$5,000 has been received of which \$6,438 has been spent on the project to date

(Capital commitments at 31 December 2020: \$Nil)

(b) Operating Commitments

As at 31 December 2021 there are no operating commitments. (2020:Nil)

20. Financial Instruments

The carrying amount of financial assets and liabilities in each of the financial instrument categories are as follows:

Financial assets measured at amortised cost

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Cash and Cash Equivalents	209,828	135,150	175,609
Receivables	34,002	30,000	16,578
Investments - Term Deposits	52,238	52,238	52,238
Total Financial assets measured at amortised cost	296,068	217,388	244,425

Financial liabilities measured at amortised cost

Payables	46,022	30,000	19,530
Finance Leases	2,275	4,161	4,411
Total Financial Liabilities Measured at Amortised Cost	48,297	34,161	23,941

21. Events After Balance Date

There were no significant events after the balance date that impact these financial statements.

22. Comparatives

There have been a number of prior period comparatives which have been reclassified to make disclosure consistent with the current year.

