

# MARAROA SCHOOL

## ANNUAL REPORT

### FOR THE YEAR ENDED 31 DECEMBER 2022

#### School Directory

<b>Ministry Number:</b>	3984
<b>Principal:</b>	Mary Baigent
<b>School Address:</b>	State Highway 94, Te Anau 9672
<b>School Postal Address:</b>	State Highway 94, Te Anau 9672
<b>School Phone:</b>	03 249 5816
<b>School Email:</b>	<a href="mailto:office@mararoa.school.nz">office@mararoa.school.nz</a>

#### Accountant / Service Provider:



**EDUCATION  
FINANCE**

[www.educationfinance.co.nz](http://www.educationfinance.co.nz)

# MARAROA SCHOOL

Annual Report - For the year ended 31 December 2022

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	Members of the Board
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# Mararoa School

## Statement of Responsibility

For the year ended 31 December 2022

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 2022 fairly reflects the financial position and operations of the school.

The School's 2022 financial statements are authorised for issue by the Board.

Luke Thomas  
Full Name of Presiding Member

  
Signature of Presiding Member

8/3/24  
Date:

Melodie Rota Taku Gage-Witham  
Full Name of Principal

  
Signature of Principal

8/3/24  
Date:

# Mararoa School

## Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
<b>Revenue</b>				
Government Grants	2	711,916	684,116	647,044
Locally Raised Funds	3	73,151	41,181	38,030
Interest Income		3,139	1,296	1,227
<b>Total Revenue</b>		<b>788,206</b>	<b>726,593</b>	<b>686,301</b>
<b>Expenses</b>				
Locally Raised Funds	3	13,294	20,006	32,741
Learning Resources	4	472,919	494,608	441,133
Administration	5	73,739	69,768	65,170
Finance		278	-	326
Property	6	155,452	137,876	130,476
		<b>715,682</b>	<b>722,258</b>	<b>669,846</b>
<b>Net Surplus / (Deficit) for the year</b>		<b>72,524</b>	<b>4,335</b>	<b>16,455</b>
Other Comprehensive Revenue and Expense		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		<b>72,524</b>	<b>4,335</b>	<b>16,455</b>

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 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
<b>Equity at 1 January</b>		239,178	240,500	222,723
Total comprehensive revenue and expense for the year		72,524	4,335	16,455
Contributions from the Ministry of Education		-	-	-
Contribution - Furniture and Equipment Grant		-	-	-
<b>Equity at 31 December</b>		311,702	244,835	239,178
Accumulated comprehensive revenue and expense		311,702	244,835	239,178
Reserves		-	-	-
<b>Equity at 31 December</b>		311,702	244,835	239,178

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 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
<b>Current Assets</b>				
Cash and Cash Equivalents	7	332,550	156,771	209,144
Accounts Receivable	8	32,950	35,000	34,002
Prepayments		2,579	1,500	1,218
Inventories	9	1,785	-	-
Biological Assets	10	21,486	-	-
Investments	11	54,277	52,200	52,894
Funds Receivable for Capital Works Projects	16	-	-	1,438
		<u>445,627</u>	<u>245,471</u>	<u>298,696</u>
<b>Current Liabilities</b>				
GST Payable		5,182	3,000	8,673
Accounts Payable	13	68,745	50,000	45,994
Provision for Cyclical Maintenance	14	66,710	-	65,883
Finance Lease Liability	15	1,603	2,200	1,568
Funds held for Capital Works Projects	16	41,795	-	5,905
		<u>184,035</u>	<u>55,200</u>	<u>128,023</u>
<b>Working Capital Surplus/(Deficit)</b>		<b>261,592</b>	<b>190,271</b>	<b>170,673</b>
<b>Non-current Assets</b>				
Property, Plant and Equipment	12	77,081	69,000	76,412
		<u>77,081</u>	<u>69,000</u>	<u>76,412</u>
<b>Non-current Liabilities</b>				
Provision for Cyclical Maintenance	14	25,759	12,496	7,200
Finance Lease Liability	15	1,212	1,940	707
		<u>26,971</u>	<u>14,436</u>	<u>7,907</u>
<b>Net Assets</b>		<u><u>311,702</u></u>	<u><u>244,835</u></u>	<u><u>239,178</u></u>
<b>Equity</b>		<u><u>311,702</u></u>	<u><u>244,835</u></u>	<u><u>239,178</u></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 2022

	Note	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
<b>Cash flows from Operating Activities</b>				
Government Grants		203,364	179,116	178,127
Locally Raised Funds		72,336	41,181	38,030
Goods and Services Tax (net)		(3,491)	-	2,895
Payments to Employees		(112,305)	(105,984)	(89,918)
Payments to Suppliers		(71,568)	(165,778)	(95,988)
Interest Paid		(278)	-	(326)
Interest Received		3,139	1,296	1,227
Net cash from/(to) Operating Activities		91,197	(50,169)	34,047
<b>Cash flows from Investing Activities</b>				
Purchase of Property Plant & Equipment (and Intangibles)		(1,494)	-	(1,683)
Purchase of Investments		(1,383)	-	-
Net cash from/(to) Investing Activities		(2,877)	-	(1,683)
<b>Cash flows from Financing Activities</b>				
Finance Lease Payments		(2,243)	(3,060)	(2,136)
Funds Administered on Behalf of Third Parties		37,329	-	3,991
Net cash from/(to) Financing Activities		35,086	(3,060)	1,855
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>123,406</b>	<b>(53,229)</b>	<b>34,219</b>
Cash and cash equivalents at the beginning of the year	7	209,144	210,000	175,609
<b>Cash and cash equivalents at the end of the year</b>	7	<b>332,550</b>	<b>156,771</b>	<b>209,828</b>

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 2022

#### 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 2022 to 31 December 2022 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 expense 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 best estimate of the cost of painting the school and when the school is required to be painted, based on an assessment of the school's condition. During the year, the Board assesses the reasonableness of its painting maintenance plan on which the provision is based. Cyclical maintenance is disclosed at note 14.

###### *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 12.





### **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. A lease is classified as a finance lease if it transfers substantially all risks and rewards incidental to ownership of an underlying asset to the lessee. In contrast, an operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset to the lessee. 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. Finance lease liability disclosures are contained in note 14. Future operating lease commitments are disclosed in note 14b .

#### **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.

Other Ministry Grants for directly funded programs are recorded as revenue when the School has the rights to the funding in the period they relate to. The grants are not received in cash by the School and are paid directly 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. Grants for the use of land and buildings 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 where conditions exist**

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 recognised as an asset and revenue when the right to receive funding or the asset has been established unless there is an obligation to return funds if conditions are not met. If conditions are not met funding is recognised as revenue in advance and recognised as revenue when conditions are satisfied.

#### **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 expected 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) Inventories**

Inventories are consumable items held for sale and comprised of stationery and school uniforms. They are stated at the lower of cost and net realisable value. Cost is determined on a first in, first out basis. Net realisable value is the estimated selling price in the ordinary course of activities less the estimated costs necessary to make the sale. Any write down from cost to net realisable value is recorded as an expense in the Statement of Comprehensive Revenue and Expense in the period of the write down.

#### **h) Biological Assets**

Biological assets are valued at IRD National Average Market Values Livestock Determination 2022, and measured at fair value less costs.

#### **i) 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.

#### **j) 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 (funded by the Board) to buildings owned by the Crown or directly by the board 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	20–50 years
Board Owned Buildings	20–50 years
Furniture and equipment	10 years
Information and communication technology	5 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value



### **k) 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. If such indication exists, the School estimates the asset's recoverable service amount. 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.

In determining fair value less costs to sell the school engages an independent valuer to assess market value based on the best available information. The valuation is based on [details of the valuer's approach to determining market value (i.e. what valuation techniques have been employed, comparison to recent market transaction etc.)].

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. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable service amount since the last impairment loss was recognised.

### **l) 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.

### **m) 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 12 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. Remeasurements are recognised in surplus or deficit in the period in which they arise.

### **n) Funds held for Capital works**

The school directly receives funding from the Ministry of Education for capital works projects that are included in the School five year capital works agreement. These funds are held on behalf and for a specified purpose as such these transactions are not recorded in the Statement of Revenue and Expense.

The School holds sufficient funds to enable the funds to be used for their intended purpose at any time.

### **o) 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 the school's best estimate of the cost of painting the school and when the school is required to be painted, based on an assessment of the school's condition.

The schools carries out painting maintenance of the whole school over a 7 to 10 year period, the economic outflow of this is dependent on the plan established by the school to meet this obligation and is detailed in the notes and disclosures of these accounts.

**p) 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 initially recognised at fair value and subsequently measured at amortised cost, using the effective interest method.

The School's financial liabilities comprise accounts payable and finance lease liability. Financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and any gain or loss on derecognition are recognised in surplus or deficit.

**q) 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.

**r) Budget Figures**

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

**u) 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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Government Grants - Ministry of Education	203,830	179,116	175,687
Teachers' Salaries Grants	396,894	410,000	374,462
Use of Land and Buildings Grants	109,200	95,000	96,189
Other Government Grants	1,992	-	706
	711,916	684,116	647,044

The school has not opted in to the donations scheme for this year.

## 3. Locally Raised Funds

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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
<b>Revenue</b>			
Donations & Bequests	21,431	7,488	12,728
Fees for Extra Curricular Activities	4,059	3,000	4,609
Trading	2,900	1,001	1,684
Fundraising & Community Grants	42,745	26,992	16,060
Other Revenue	2,016	2,700	2,949
	73,151	41,181	38,030
<b>Expenses</b>			
Extra Curricular Activities Costs	9,454	4,008	15,564
Trading	2,480	998	3,443
Fundraising and Community Grant Costs	1,360	15,000	13,734
	13,294	20,006	32,741
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	59,857	21,175	5,289

## 4. Learning Resources

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Curricular	3,280	11,124	5,985
Employee Benefits - Salaries	462,198	469,988	424,393
Staff Development	2,027	8,496	5,933
Depreciation	5,414	5,000	4,822
	472,919	494,608	441,133

## 5. Administration

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Audit Fee	4,500	5,172	7,575
Board Fees	3,850	3,504	2,615
Board Expenses	1,121	3,396	1,060
Communication	1,323	1,392	2,809
Consumables	915	1,500	1,342
Operating Lease	240	-	314
Other	9,897	9,804	8,177
Employee Benefits - Salaries	48,053	39,000	36,184
Insurance	-	1,500	1,254
Service Providers, Contractors and Consultancy	3,840	4,500	3,840
	<u>73,739</u>	<u>69,768</u>	<u>65,170</u>

## 6. Property

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Caretaking and Cleaning Consumables	3,304	4,008	3,246
Consultancy and Contract Services	3,149	7,992	7,333
Cyclical Maintenance Provision	19,386	5,496	2,026
Grounds	1,908	1,596	1,213
Heat, Light and Water	8,610	9,996	9,267
Rates	1,481	1,596	1,485
Repairs and Maintenance	2,806	5,196	3,406
Use of Land and Buildings	109,200	95,000	96,189
Security	-	-	-
Employee Benefits - Salaries	5,608	6,996	6,311
	<u>155,452</u>	<u>137,876</u>	<u>130,476</u>

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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Bank Accounts	332,550	156,771	209,144
Cash and cash equivalents for Statement of Cash Flows	<u>332,550</u>	<u>156,771</u>	<u>209,144</u>

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

Of the \$332,550 Cash and Cash Equivalents, \$41,795 is held by the School on behalf of the Ministry of Education. These funds have been provided by 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 2023 on Crown owned school buildings.

## 8. Accounts Receivable

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Receivables	815	-	-
Teacher Salaries Grant Receivable	32,135	35,000	34,002
	<u>32,950</u>	<u>35,000</u>	<u>34,002</u>
Receivables from Exchange Transactions	815	-	-
Receivables from Non-Exchange Transactions	32,135	35,000	34,002
	<u>32,950</u>	<u>35,000</u>	<u>34,002</u>

## 9. Inventories

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Stationery	1,785	-	-
	<u>1,785</u>	<u>-</u>	<u>-</u>

## 10. Biological Assets

	2022 Actual \$	2022 Budget \$	2021 Actual \$
Cattle	21,486	-	-
	<u>21,486</u>	<u>-</u>	<u>-</u>

At balance date there were 25 cattle on hand, valued at the IRD National Average Market Values Livestock Determination.

## 11. Investments

The School's investment activities are classified as follows:

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Current Asset			
Short-term Bank Deposits	54,277	52,200	52,894
Non-current Asset			
Long-term Bank Deposits	-	-	-
Total Investments	<u>54,277</u>	<u>52,200</u>	<u>52,894</u>

## 12. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2022	\$	\$	\$	\$	\$	\$
Land	5,000	-	-	-	-	5,000
Buildings	51,681	-	-	-	(1,580)	50,101
Furniture and Equipment	6,154	1,806	-	-	(1,976)	5,984
Information and Communication Technology	3,076	1,494	-	-	(1,286)	3,284
Leased Assets	1	2,783	-	-	(572)	2,212
Library Resources	10,500	-	-	-	-	10,500
		-	-	-	-	
<b>Balance at 31 December 2022</b>	<b>76,412</b>	<b>6,083</b>	<b>-</b>	<b>-</b>	<b>(5,414)</b>	<b>77,081</b>

The net carrying value of furniture and equipment held under a finance lease is \$2,212 (2021: \$1)

	2022	2022	2022	2021	2021	2021
	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
Buildings	141,729	(91,628)	50,101	143,068	(91,387)	51,681
Furniture and Equipment	98,140	(92,156)	5,984	106,974	(100,820)	6,154
Information and Communication T	33,511	(30,227)	3,284	43,129	(40,053)	3,076
Leased Assets	9,075	(6,863)	2,212	7,473	(7,472)	1
Library Resources	35,217	(24,717)	10,500	35,217	(24,717)	10,500
<b>Balance at 31 December</b>	<b>322,672</b>	<b>(245,591)</b>	<b>77,081</b>	<b>340,861</b>	<b>(264,449)</b>	<b>76,412</b>

## 13. Accounts Payable

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Creditors	25,450	7,500	3,259
Accruals	4,500	7,500	4,491
Banking Staffing Overuse	-	-	4,242
Employee Entitlements - Salaries	32,135	35,000	34,002
Employee Entitlements - Leave Accrual	6,660	-	-
	<b>68,745</b>	<b>50,000</b>	<b>45,994</b>
Payables for Exchange Transactions	68,745	50,000	45,994
Payables for Non-exchange Transactions - Taxes Payable (PAYE and Rates)	-	-	-
Payables for Non-exchange Transactions - Other	-	-	-
	<b>68,745</b>	<b>50,000</b>	<b>45,994</b>

The carrying value of payables approximates their fair value.





#### 14. Provision for Cyclical Maintenance

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Provision at the Start of the Year	73,083	72,000	71,057
Increase to the Provision During the Year	19,386	5,496	2,026
Use of the Provision During the Year	-	(65,000)	-
Other Adjustments	-	-	-
Provision at the End of the Year	92,469	12,496	73,083
Cyclical Maintenance - Current	66,710	-	65,883
Cyclical Maintenance - Non current	25,759	12,496	7,200
	92,469	12,496	73,083

The schools cyclical maintenance schedule details annual painting to be undertaken, the costs associated to this annual work will vary dependent on the requirements during the year. This plan is based on the schools 10 Year Property plan .

#### 15. Finance Lease Liability

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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
No Later than One Year	1,603	2,200	1,568
Later than One Year and no Later than Five Years	1,212	1,940	707
Later than Five Years	-	-	-
Future Finance Charges	-	-	-
	2,815	4,140	2,275
Represented by			
Finance lease liability - Current	1,603	2,200	1,568
Finance lease liability - Non current	1,212	1,940	707
	2,815	4,140	2,275

#### 16. 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 under cash and cash equivalents in note 7.

2022	Project Number	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
	SIP Outdoor Covered Area	(1,438)	36,651	(55,780)	20,567	-
	Learning Support Office	5,905	87,834	(51,944)	-	41,795
	Totals	4,467	124,485	(107,724)	20,567	41,795

#### Represented by:

Funds Held on Behalf of the Ministry of Education	41,795
Funds Receivable from the Ministry of Education	-



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

**Represented by:**

Funds Held on Behalf of the Ministry of Education	5,905
Funds Receivable from the Ministry of Education	(1,438)

**17. 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.

**18. Remuneration**

*Key management personnel compensation*

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

	2022 Actual \$	2021 Actual \$
<i>Board Members</i>		
Remuneration	3,850	2,615
<i>Leadership Team</i>		
Remuneration	126,349	122,373
Full-time equivalent members	1	1
Total key management personnel remuneration	130,199	124,988

There are 6 members of the Board excluding the Principal. The Board had held 11 full meetings of the Board in the year. As well as these regular meetings, including preparation time, the Presiding member and other Board members have also been involved in ad hoc meetings to consider student welfare, finance and property matters.



### Principal 1

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

	2022 Actual \$000	2021 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	120-130	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	2022 FTE Number	2021 FTE Number
100 - 110	1	-
	0.00	0.00

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

## 19. 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:

	2022 Actual	2021 Actual
Total	-	-
Number of People	-	-

## 20. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2022 (Contingent liabilities and assets at 31 December 2021: 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 2022, a contingent liability for the school may exist.

## 21. Commitments

### (a) Capital Commitments

As at 31 December 2022 the Board has entered into contract agreements for capital works as follows:

- (a) Contract for LSC Office to be completed in 2023, which will be fully funded by the Ministry of Education. \$96,084 has been received of which \$28,620 has been spent on the project to date;
- (b) \$72,841 Contract for Outdoor Area to be completed in 2023. \$41,651 has been received and \$55,780 has been spent on the project to date. A further \$3,750 in funding will be provided by MOE, with the BOT contributing the balance.

(Capital commitments at 31 December 2021: \$5,905)

### (b) Operating Commitments

As at 31 December 2022 the Board has not entered into any operating commitments (2021:Nil)

## 22. 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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Cash and Cash Equivalents	332,550	156,771	209,144
Receivables	32,950	35,000	34,002
Investments - Term Deposits	54,277	52,200	52,894
Total Financial assets measured at amortised cost	<u>419,777</u>	<u>243,971</u>	<u>296,040</u>

### Financial liabilities measured at amortised cost

Payables	68,745	50,000	45,994
Finance Leases	2,815	4,140	2,275
Total Financial Liabilities Measured at Amortised Cost	<u>71,560</u>	<u>54,140</u>	<u>48,269</u>

## 23. Events After Balance Date

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

## 24. Comparatives

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