

# KIA AROHA COLLEGE

## ANNUAL REPORT

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### School Directory

<b>Ministry Number:</b>	631
<b>Principal:</b>	Haley Milne
<b>School Address:</b>	51 Othello Drive, Auckland, 2023
<b>School Postal Address:</b>	51 Othello Drive, Auckland, 2023
<b>School Phone:</b>	09-274-5807
<b>School Email:</b>	<a href="mailto:Office@kiaaroha.school.nz">Office@kiaaroha.school.nz</a>

#### Members of the Board

<b>Name</b>	<b>Position</b>	<b>How Position Gained</b>	<b>Term Expired/ Expires</b>
Julie Stewart	Chair Person	Re-elected	Sep-22
Haley Milne	Principal	Ex Officio	Sep-22
Linda Seymour	Parent Rep	Re-elected	Sep-22
Lola Topia	Parent Rep	Re-elected	Sep-22
Toi Katipa	Mana Whenua Rep	Re-elected	Sep-22
Kirsten Turipa	Rep	Elected	Sep-22

#### Accountant / Service Provider:

M & M Accounting and Business Consultants Limited

# KIA AROHA COLLEGE

Annual Report - For the year ended 31 December 2021

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# KIA AROHA COLLEGE

## 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.

Julie Stewart

Full Name of Presiding Member



Signature of Presiding Member

18 August 22

Date:

Haley Milne

Full Name of Principal



Signature of Principal

18 August 22

Date:

# KIA AROHA COLLEGE

## Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Revenue</b>				
Government Grants	2	4,170,084	3,761,635	4,028,907
Locally Raised Funds	3	388,116	667,314	195,997
Interest Income		2,824	2,000	3,767
Gain on Sale of Property, Plant and Equipment		(18,680)	-	-
		4,542,344	4,430,949	4,228,671
<b>Expenses</b>				
Locally Raised Funds	3	305,817	604,116	211,906
Learning Resources	4	1,926,015	1,569,207	1,739,778
Administration	5	536,997	394,789	358,145
Finance		28,339	23,040	24,612
Property	6	1,355,095	1,734,734	1,606,237
Depreciation	11	102,807	87,000	88,000
		4,255,070	4,412,886	4,028,678
<b>Net Surplus / (Deficit) for the year</b>		287,274	18,063	199,993
Other Comprehensive Revenue and Expense		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		287,274	18,063	199,993

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

# KIA AROHA COLLEGE

## Statement of Changes in Net Assets/Equity

For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Equity at 1 January</b>		411,625	378,876	211,632
Total comprehensive revenue and expense for the year		287,274	18,063	199,993
Capital Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		41,453	-	-
<b>Equity at 31 December</b>		740,352	396,939	411,625
Retained Earnings		740,352	396,939	411,625
Reserves		-	-	-
<b>Equity at 31 December</b>		740,352	396,939	411,625

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.

# KIA AROHA COLLEGE

## Statement of Financial Position

As at 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Current Assets</b>				
Cash and Cash Equivalents	7	156,326	226,529	207,210
Accounts Receivable	8	319,803	226,661	242,928
Prepayments		9,397	7,000	6,939
Inventories	9	636	2,000	1,778
Investments	10	701,424	350,000	136,183
Funds held for Capital Works Projects		3,367	-	172,957
		1,190,953	812,190	767,995
<b>Current Liabilities</b>				
GST Payable		33,754	5,000	3,938
Accounts Payable	12	292,957	243,000	240,225
Revenue Received in Advance	13	80,992	-	-
Painting Contract Liability	15	21,663	9,500	21,663
Finance Lease Liability	16	52,372	41,200	36,949
Funds held for Capital Works Projects	17		-	-
		481,738	298,700	302,775
<b>Working Capital Surplus/(Deficit)</b>		709,215	513,490	465,220
<b>Non-current Assets</b>				
Property, Plant and Equipment	11	493,625	217,049	285,799
		493,625	217,049	285,799
<b>Non-current Liabilities</b>				
Provision for Cyclical Maintenance	14	287,500	260,600	228,458
Painting Contract Liability	15	-	-	9,238
Finance Lease Liability	16	174,988	73,000	101,698
		462,488	333,600	339,394
<b>Net Assets</b>		740,352	396,939	411,625
<b>Equity</b>		740,352	396,939	411,625

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

# KIA AROHA COLLEGE

## Statement of Cash Flows

For the year ended 31 December 2021

	Note	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Cash flows from Operating Activities</b>				
Government Grants		1,608,369	1,127,762	1,197,870
Locally Raised Funds		391,807	670,372	198,574
Goods and Services Tax (net)		29,816	1,062	17,892
Payments to Employees		(489,708)	(419,982)	(448,851)
Payments to Suppliers		(960,570)	(1,201,307)	(747,299)
Interest Paid		(28,339)	(23,040)	(24,612)
Interest Received		1,771	2,161	4,340
Net cash from/(to) Operating Activities		553,146	157,028	197,914
<b>Cash flows from Investing Activities</b>				
Purchase of Property Plant & Equipment (and Intangibles)		(176,595)	(36,000)	(32,822)
Purchase of Investments		(565,241)	(213,817)	(3,266)
Net cash from/(to) Investing Activities		(741,836)	(249,817)	(36,088)
<b>Cash flows from Financing Activities</b>				
Furniture and Equipment Grant		41,453	-	-
Finance Lease Payments		(63,996)	(39,447)	(34,607)
Painting contract payments		(9,238)	(21,401)	(15,451)
Funds Administered on Behalf of Third Parties		169,586	172,955	50,958
Net cash from/(to) Financing Activities		137,805	112,107	900
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>(50,885)</b>	<b>19,318</b>	<b>162,726</b>
Cash and cash equivalents at the beginning of the year	7	207,211	207,211	44,484
<b>Cash and cash equivalents at the end of the year</b>	<b>7</b>	<b>156,326</b>	<b>226,529</b>	<b>207,210</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.

# KIA AROHA COLLEGE

## Notes to the Financial Statements

### For the year ended 31 December 2021

#### 1. Statement of Accounting Policies

##### a) Reporting Entity

KIA AROHA COLLEGE 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 reports 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 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 11.

#### **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) Operating Lease Payments**

Payments made under operating leases are recognised in the Statement of Comprehensive Revenue and Expense on a straight line basis over the term of the lease.

**e) 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.

**f) 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.

**g) 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.

**h) 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.

**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 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	10-50 Years
Furniture and equipment	5-20 Years
Information and communication technology	3-5 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. 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.

**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 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

#### **n) Revenue Received in Advance**

Revenue received in advance relates to grants received from MOE, donations from various companies where there are unfulfilled obligations for the School to provide services in the future. The fees are recorded as revenue as the obligations are fulfilled and the fees earned.

#### **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.

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.

#### **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 categorised as 'financial assets measured at amortised cost' for accounting purposes in accordance with financial reporting standards.

Investments that are shares are categorised as 'financial assets at fair value through other comprehensive revenue and expense' for accounting purposes in accordance with financial reporting standards.

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

#### **q) Borrowings**

Borrowings on normal commercial terms are initially recognised at the amount borrowed plus transaction costs. Interest due on the borrowings is subsequently accrued and added to the borrowings balance. Borrowings are classified as current liabilities unless the school has an unconditional right to defer settlement of the liability for at least 12 months after balance date.

Borrowings include but are not limited to bank overdrafts, operating leases, finance leases, painting contracts and term loans.

#### **r) 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.

#### **s) Budget Figures**

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

#### **s) Service 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	1,000,361	939,379	869,758
Teachers' Salaries Grants	1,685,747	1,396,800	1,575,344
Use of Land and Buildings Grants	883,463	1,250,000	1,214,970
Other MoE Grants	600,513	175,456	368,835
	<u>4,170,084</u>	<u>3,761,635</u>	<u>4,028,907</u>

The school has opted in to the donations scheme for this year. Total amount received was \$33,450.

## 3. Locally Raised Funds

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Revenue</b>			
Donations & Bequests	15,145	4,000	14,738
Fees for Extra Curricular Activities	105,787	94,050	39,502
Trading	19,265	42,750	28,661
Fundraising & Community Grants	2,000	-	-
Other Revenue	245,919	526,514	113,096
	<u>388,116</u>	<u>667,314</u>	<u>195,997</u>
<b>Expenses</b>			
Extra Curricular Activities Costs	110,874	90,082	36,827
Trading	3,355	20,500	5,219
Other Locally Raised Funds Expenditure	191,588	493,534	169,860
	<u>305,817</u>	<u>604,116</u>	<u>211,906</u>
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	<u>82,299</u>	<u>63,198</u>	<u>(15,909)</u>

#### 4. Learning Resources

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Curricular	84,103	96,481	31,948
Equipment Repairs	9,895	500	-
Information and Communication Technology	11,567	12,000	6,321
Library Resources	1,391	1,000	1,837
Employee Benefits - Salaries	1,811,956	1,435,226	1,692,110
Staff Development	7,103	24,000	7,562
	<b>1,926,015</b>	<b>1,569,207</b>	<b>1,739,778</b>

#### 5. Administration

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Audit Fee	12,435	11,240	11,244
Board Fees	2,100	3,150	2,257
Board Expenses	10,698	9,250	6,062
Communication	44,503	21,811	57,214
Consumables	6,314	9,000	6,075
Operating Lease	-	-	353
Other	195,427	73,600	48,323
Employee Benefits - Salaries	215,218	215,238	173,967
Insurance	7,302	7,000	6,694
Service Providers, Contractors and Consultancy	43,000	44,500	45,956
	<b>536,997</b>	<b>394,789</b>	<b>358,145</b>

#### 6. Property

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Caretaking and Cleaning Consumables	25,692	3,800	4,826
Consultancy and Contract Services	-	15,040	17,277
Cyclical Maintenance Provision	59,042	49,975	(49,298)
Grounds	17,733	18,000	20,114
Heat, Light and Water	76,867	78,240	104,509
Repairs and Maintenance	110,761	137,440	115,543
Use of Land and Buildings	883,463	1,250,000	1,214,970
Security	14,424	14,400	15,207
Employee Benefits - Salaries	167,113	167,839	163,089
	<b>1,355,095</b>	<b>1,734,734</b>	<b>1,606,237</b>

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	156,325	226,529	207,211
Cash and cash equivalents for Statement of Cash Flows	156,325	226,529	207,211

## 8. Accounts Receivable

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Receivables	36,367	30,000	50,240
Provision for uncollectable debts	-	-	(17,182)
Interest Receivable	1,714	500	661
Banking Staffing Underuse	139,425	60,000	72,926
Teacher Salaries Grant Receivable	142,297	136,161	136,283
	319,803	226,661	242,928
Receivables from Exchange Transactions	38,081	30,500	33,719
Receivables from Non-Exchange Transactions	281,722	196,161	209,209
	319,803	226,661	242,928

## 9. Inventories

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Stationery	636	2,000	1,778
	636	2,000	1,778

## 10. Investments

The School's investment activities are classified as follows:

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Current Asset			
Short-term Bank Deposits	701,424	350,000	136,183
Total Investments	701,424	350,000	136,183

## 11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2021	\$	\$	\$	\$	\$	\$
Buildings	55,412	6,897	-	-	(7,150)	55,159
Furniture and Equipment	27,843	24,284	(2,839)	-	(11,267)	38,021
Information and Communication Technology	64,831	49,715	-	-	(26,534)	88,012
Motor Vehicles	-	95,440	-	-	(5,369)	90,071
Leased Assets	129,471	152,715	(15,841)	-	(51,454)	214,891
Library Resources	8,242	262	-	-	(1,033)	7,471
<b>Balance at 31 December 2021</b>	<b>285,799</b>	<b>329,313</b>	<b>(18,680)</b>	<b>-</b>	<b>(102,807)</b>	<b>493,625</b>

The net carrying value of leased assets held under a finance lease is **\$214,884 (2020: \$129,471)**

	2021	2021	2021	2020	2020	2020
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Buildings	271,896	(216,737)	55,159	265,000	(209,588)	55,412
Furniture and Equipment	982,203	(944,182)	38,021	989,301	(961,458)	27,843
Information and Communication T	293,431	(205,419)	88,012	338,456	(273,625)	64,831
Motor Vehicles	198,709	(108,638)	90,071	103,278	(103,278)	-
Leased Assets	523,960	(309,069)	214,891	433,328	(303,857)	129,471
Library Resources	77,090	(69,619)	7,471	76,829	(68,587)	8,242
<b>Balance at 31 December</b>	<b>2,347,289</b>	<b>(1,853,664)</b>	<b>493,625</b>	<b>2,206,192</b>	<b>(1,920,393)</b>	<b>285,799</b>



## 12. Accounts Payable

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Creditors	39,070	15,000	13,619
Accruals	10,440	8,000	8,004
Employee Entitlements - Salaries	198,480	185,000	183,066
Employee Entitlements - Leave Accrual	44,967	35,000	35,535
	<u>292,957</u>	<u>243,000</u>	<u>240,224</u>
Payables for Exchange Transactions	292,957	243,000	240,224
Payables for Non-exchange Transactions - Taxes Payable (PAYE and Rates)	-	-	-
Payables for Non-exchange Transactions - Other	-	-	-
	<u>292,957</u>	<u>243,000</u>	<u>240,224</u>

The carrying value of payables approximates their fair value.

## 13. Revenue Received in Advance

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Grants in Advance - Ministry of Education	73,992	-	-
Other revenue in Advance	7,000	-	-
	<u>80,992</u>	<u>-</u>	<u>-</u>

## 14. Provision for Cyclical Maintenance

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Provision at the Start of the Year	228,458	228,458	287,085
Increase/ (decrease) to the Provision During the Year	59,042	32,142	(49,298)
Provision Used During this year	-	-	(9,329)
Provision at the End of the Year	<u>287,500</u>	<u>260,600</u>	<u>228,458</u>
Cyclical Maintenance - Term	287,500	260,600	228,458
	<u>287,500</u>	<u>260,600</u>	<u>228,458</u>

## 15. Painting Contract Liability

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Due within one year	21,663	9,500	21,663
Due after one year	-	-	9,238
	<u>21,663</u>	<u>9,500</u>	<u>30,901</u>

## 16. 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	79,425	4,500	36,949
Later than One Year and no Later than Five Years	208,383	5,500	101,698
Future Finance Charges	(60,448)	-	-
	<u>227,360</u>	<u>10,000</u>	<u>138,647</u>
Represented by			
Finance lease liability - Current	52,372	41,200	36,949
Finance lease liability - Term	174,988	73,000	101,698
	<u>227,360</u>	<u>114,200</u>	<u>138,647</u>

## 17. 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.

	2021	Opening Balances \$	Receipts from MoE \$	Payments \$	Board /W/O \$	Closing Balances \$
Site Field Drainage Works	<i>Completed</i>	(27,295)	-	-	27,295	-
Whanau Centre AV Control	<i>Completed</i>	(145,662)	148,130	(2,232)	(236)	-
Gym gutter replacement	<i>Completed</i>	-	27,439	(27,439)	-	-
Drinking fountains	<i>Completed</i>	-	30,357	(30,357)	-	-
Hall LED upgrade	<i>Completed</i>	-	14,819	(14,819)	-	-
Air Conditioning Panels	<i>in progress</i>	-	54,245	(55,115)	-	(870)
Site Field Drainage & Shade Structure	<i>Cancelled</i>	-	-	(382)	-	(382)
Marae Toilet & Kitchen Refurbishment	<i>in progress</i>	-	-	(2,115)	-	(2,115)
Totals		<u>(172,957)</u>	<u>274,990</u>	<u>(132,459)</u>	<u>27,059</u>	<u>(3,367)</u>

### Represented by:

Funds Held on Behalf of the Ministry of Education	-
Funds Due from the Ministry of Education	3,367
	<u>3,367</u>

	2020	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
Site Field Drainage Works	<i>Completed</i>	(28,015)	-	720	-	(27,295)
Whanau Centre AV Control	<i>in progress</i>	(155,762)	99,780	(101,670)	11,990	(145,662)
Water Tank Remediation	<i>Completed</i>	(6,894)	6,894	-	-	-
HVAC	<i>Completed</i>	209,316	-	-	(209,316)	-
Site Security Audit and Sound	<i>Completed</i>	(91,670)	-	-	91,670	-
Fence Transactions	<i>Completed</i>	(121,320)	6,316	(6,316)	121,320	-
DQLS Refurbishment	<i>Completed</i>	(32,568)	71,003	(51,739)	13,304	-
Relocatable Demotion	<i>Completed</i>	3,000	-	-	(3,000)	-
Totals		(223,913)	183,993	(159,005)	25,968	(172,957)

## 18. 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.

## 19. 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	2,100	2,257
<i>Leadership Team</i>		
Remuneration	487,425	463,982
Full-time equivalent members	4	4
Total key management personnel remuneration	489,525	466,239

There are 5 members of the Board excluding the Principal. The Board had held 5 full meetings of the Board in the year. The Board also has Finance 2 and Property 1 that meet monthly and quarterly respectively. 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 student welfare matters including stand downs, suspensions, and other disciplinary matters.

### Principal

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

	<b>2021</b>	<b>2020</b>
	<b>Actual</b>	<b>Actual</b>
	<b>\$000</b>	<b>\$000</b>
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	140-150	140-150
Benefits and Other Emoluments	4-5	4-5
Termination Benefits	-	-

### Other Employees

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

<b>Remuneration</b>	<b>2021</b>	<b>2020</b>
<b>\$000</b>	<b>FTE Number</b>	<b>FTE Number</b>
100 - 110	3	4
110 - 120	3	0
	<u>6</u>	<u>4</u>

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

## 20. 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:

	<b>2021</b>	<b>2020</b>
	<b>Actual</b>	<b>Actual</b>
Total	-	-
Number of People	-	-

## 21. Contingencies

There are no contingent liabilities (except as noted below) 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.

## 22. Commitments

### (a) Capital Commitments

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

(a) \$89,434 contract for Airconditioning Panels to be completed in 2022, which will be fully funded by the Ministry of Education. \$54,245 has been received of which \$55,115 has been spent on the project to date; and

(b) \$325,304 contract for the Marae Toilet & Kitchen Refurbishment to be completed in 2022, which will be fully funded by the Ministry of Education. \$2,1150 has been spent on the project to date; and

(Capital commitments at 31 December 2020: \$0)

### (b) Operating Commitments

As at 31 December the Board hasn't entered any contracts:

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	156,325	226,529	207,211
Receivables	319,803	226,661	242,928
Investments - Term Deposits	701,424	350,000	136,183
Total Financial assets measured at amortised cost	<u>1,177,552</u>	<u>803,190</u>	<u>586,322</u>

#### Financial liabilities measured at amortised cost

Payables	292,957	243,000	240,224
Finance Leases	227,360	114,200	138,647
Painting Contract Liability	21,663	9,500	30,901
Total Financial Liabilities Measured at Amortised Cost	<u>541,980</u>	<u>366,700</u>	<u>409,772</u>

## 23. Events After Balance Date

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

## 24. Comparatives

There is no prior period comparatives which have been reclassified to make disclosure consistent with the current year.

## **25. COVID 19 Pandemic on going implications**

### **Impact of Covid-19**

During 2021 the country moved between alert levels. During February and March 2021 Auckland was placed into alert levels 3 and 2 and other parts of the country moved into alert level 2.

Towards the end of June 2021, the Wellington region was placed into alert level 2 for one week.

Towards the end of August 2021, the entire country moved to alert level 4, with a move to alert level 3 and 2 for everyone outside the Auckland region three weeks later. While Auckland has remained in alert level 3 for a prolonged period of time the Northland and Waikato regions have also returned to alert level 3 restrictions during this period.

### **Impact on operations**

Schools have been required to continue adapting to remote and online learning practices when physical attendance is unable to occur in alert level 4 and 3. Schools continue to receive funding from the Te Tāhuhu o te Mātauranga | Ministry to Education, even while closed.

However, the ongoing interruptions resulting from the moves in alert levels have impacted schools in various ways which potentially will negatively affect the operations and services of the school. We describe below the possible effects on the school that we have identified, resulting from the ongoing impacts of the COVID-19 alert level changes.

### **Reduction in locally raised funds**

Under alert levels 4,3, and 2 the school's ability to undertake fund raising events in the community and/ or collect donations or other contributions from parents, may have been compromised. Costs already incurred arranging future events may not be recoverable.

### **Increased Remote learning additional costs**

Under alert levels 4 and 3 ensuring that students have the ability to undertake remote or distance learning often incurs additional costs in the supply of materials and devices to students to enable alternative methods of curriculum delivery.