

# MANUREWA SOUTH SCHOOL

## ANNUAL REPORT

### FOR THE YEAR ENDED 31 DECEMBER 2022

#### School Directory

<b>Ministry Number:</b>	1355
<b>Principal:</b>	Tone Kolose
<b>School Address:</b>	33 Tawa Cres, Manurewa, Auckland
<b>School Postal Address:</b>	33 Tawa Cres, Manurewa, Auckland
<b>School Phone:</b>	09-266-8341
<b>School Email:</b>	<a href="mailto:tonek@manurewasouth.school.nz">tonek@manurewasouth.school.nz</a>

#### Members of the Board of Trustees

Name	Position	How Position Gained	Term Expires
Kevin Gallagher	Chair Person	Re-Elected 2022	June 2025
Tone Kolose	Principal		
Tina Thompson	Parent Rep	Re-Elected 2022	June 2025
Terita Rapana	Parent Rep	Elected 2022	June 2025
Percilla Heteraka	Staff Rep	Re-Elected 2022	June 2025
Arlesher Kaumavae	Parent Rep	Co-opted 2019	June 2025
Terri Martin	Parent Rep	Elected 2019	June 2022
Gaynor Falconer	Parent Rep	Elected 2019	June 2022

**Accountant / Service Provider:** Gail Bond - Money Monitors

# MANUREWA SOUTH SCHOOL

Annual Report - For the year ended 31 December 2022

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# Manurewa South School

## Statement of Responsibility

For the year ended 31 December 2022

The Board of Trustees 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 2021 financial statements are authorised for issue by the Board.

Kevin Wayne Gallagher  
Full Name of Board Chairperson

  
Signature of Board Chairperson

31 May 2023  
Date:

TONE KOLOSE  
Full Name of Principal

  
Signature of Principal

31 MAY 2023  
Date:

**Manurewa South 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	4,038,764	3,508,113	3,768,057
Locally Raised Funds	3	198,857	91,500	100,846
Interest Earned		4,732	2,000	739
		<hr/> 4,242,353	<hr/> 3,601,613	<hr/> 3,869,642
<b>Expenses</b>				
Locally Raised Funds	3	106,187	55,500	80,698
Learning Resources	4	2,735,629	2,494,553	2,886,629
Administration	5	586,177	144,068	179,743
Property	6	757,118	836,585	690,943
		<hr/> 4,185,111	<hr/> 3,530,706	<hr/> 3,838,012
<b>Net Surplus</b>		57,242	70,907	31,630
Other Comprehensive Revenue and Expenses		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		<hr/> <hr/> 57,242	<hr/> <hr/> 70,907	<hr/> <hr/> 31,630

The above Statement of Comprehensive Revenue and Expense should be read in conjunction with the accompanying notes.

**Manurewa South School****Statement of Changes in Net Assets/Equity**

For the year ended 31 December 2022

	Actual 2022 \$	Budget (Unaudited) 2022 \$	Actual 2021 \$
<b>Balance at 1 January</b>	<b>452,756</b>	<b>479,755</b>	<b>421,126</b>
Total comprehensive revenue and expense for the year	57,242	70,907	31,630
Capital Contributions from the Ministry of Education			
Contribution - Furniture and Equipment Grant	163,403	-	-
<b>Equity at 31 December</b>	<b>673,401</b>	<b>550,662</b>	<b>452,756</b>
Retained Earnings	700,401	550,662	479,756
Reserves	-	-	-
<b>Equity at 31 December</b>	<b>700,401</b>	<b>550,662</b>	<b>479,756</b>

The above Statement of Changes in Net Assets/Equity should be read in conjunction with the accompanying notes.

**Manurewa South School**  
**Statement of Financial Position**  
As at 31 December 2022

		2022	2022	2021
	Notes	Actual \$	Budget (Unaudited) \$	Actual \$
<b>Current Assets</b>				
Cash and Cash Equivalents	7	770,239	396,193	350,286
Accounts Receivable	8	228,585	146,054	146,054
GST Receivable		-	14,995	14,995
Inventories	9	9,499	9,847	9,847
Investments	10	11,547	11,318	11,318
Prepayments		7,585	6,238	6,238
		<u>1,027,455</u>	<u>584,645</u>	<u>538,738</u>
<b>Current Liabilities</b>				
Accounts Payable	12	261,547	186,156	186,156
Provision for Cyclical Maintenance	13	58,153	-	-
Finance Lease Liability - Current Portion	14	8,890	6,862	7,121
Funds held for Capital Works Projects	15	212,477	60,911	60,911
		<u>541,067</u>	<u>253,929</u>	<u>254,188</u>
<b>Working Capital Surplus</b>		486,388	330,716	284,550
<b>Non-current Assets</b>				
Property, Plant and Equipment	11	329,432	329,387	304,387
		<u>329,432</u>	<u>329,387</u>	<u>304,387</u>
<b>Non-current Liabilities</b>				
Provision for Cyclical Maintenance	13	64,430	98,229	98,229
Finance Lease Liability	14	19,497	16,853	9,732
		<u>83,927</u>	<u>115,082</u>	<u>107,961</u>
<b>Net Assets</b>		<u>731,893</u>	<u>545,021</u>	<u>480,976</u>
<b>Equity</b>		<u>731,893</u>	<u>545,021</u>	<u>480,976</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

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**Manurewa South School**  
**Statement of Cash Flows**  
For the year ended 31 December 2022

		2022	2022	2021
	Note	Actual \$	Budget (Unaudited) \$	Actual \$
<b>Cash flows from Operating Activities</b>				
Government Grants		1,546,014	1,050,046	1,355,212
Locally Raised Funds		193,250	91,500	100,846
Goods and Services Tax (net)		30,527	(0)	(4,119)
Payments to Employees		(781,981)	(580,500)	(707,182)
Payments to Suppliers		(655,897)	(457,137)	(603,156)
Interest Received		4,732	2,000	739
Net cash from / (to) the Operating Activities		336,645	105,908	142,340
<b>Cash flows from Investing Activities</b>				
Purchase of Property Plant & Equipment (and Intangibles)		(64,179)	(60,002)	(39,744)
Purchase of Investments		(229)	-	(104)
Net cash from / (to) the Investing Activities		(64,408)	(60,002)	(39,849)
<b>Cash flows from Financing Activities</b>				
Furniture and Equipment Grant		163,403	-	-
Finance Lease Payments		(15,686)	-	(9,502)
Net cash from Financing Activities		147,717	-	(9,502)
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>419,954</b>	<b>45,907</b>	<b>92,989</b>
Cash and cash equivalents at the beginning of the year	7	350,286	350,286	257,298
<b>Cash and cash equivalents at the end of the year</b>	<b>7</b>	<b>770,239</b>	<b>396,193</b>	<b>350,286</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 omitted.

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

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# **Manurewa South School**

## **Notes to the Financial Statements**

### **1. Statement of Accounting Policies**

For the year ended 31 December 2022

#### **a) Reporting Entity**

Manurewa South 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 of Trustees (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 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 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 maintenances 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.

#### ***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 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) Use of Land and Buildings Expense**

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of 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 expense that is offset by a non-cash grant from the Ministry.

**e) 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.

**f) 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.

**g) 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.

**h) 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.

**i) Inventories**

Inventories are consumable items held for sale and comprise 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.

**j) 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.

**k) 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.

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Property, plant and equipment acquired with individual values under \$1,000 are not capitalised, they are recognised as an expense in the Statement of Comprehensive Revenue and Expense.

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 of 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 – Crown	10-75 years
Furniture and equipment	10-15 years
Information and communication technology	4-5 years
Leased assets held under a Finance Lease	Term of lease
Library resources	12.5% Diminishing value

#### **l) 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.

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.

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.

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#### **m) Employee Entitlements**

##### *Short-term employee entitlements*

Employee benefits that are due to be settled within 12 months after the end of the period in which the employee renders 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 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. 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 to 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 school 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 categorised as "loans and receivables" 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) 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 at the start of the year.

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## 2. Government Grants

	2022	2022 Budget	2021
	Actual	(Unaudited)	Actual
	\$	\$	\$
Government Grants - Ministry of Education	1,371,858	872,546	966,232
Teachers' salaries grants	1,948,994	1,844,503	1,929,182
Use of Land and Buildings grants	503,063	613,564	455,266
Other MoE Grants	214,849	177,500	417,377
	<u>4,038,764</u>	<u>3,508,113</u>	<u>3,768,057</u>

The school has opted in to the donations scheme for this year. Total amount received was \$54,900.

## 3. Locally Raised Funds

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

	2022	2022 Budget	2021
	Actual	(Unaudited)	Actual
	\$	\$	\$
<b>Revenue</b>			
Donations & Bequests	72,048	15,000	32,019
Fundraising & Community Grants	63,773	21,000	13,577
Trading	36,410	53,000	35,250
Fees for Extra Activities	26,626	2,500	20,000
	<u>198,857</u>	<u>91,500</u>	<u>100,846</u>
<b>Expenses</b>			
Extra Curricular Activities Costs	30,287	6,000	30,349
Trading	38,371	29,500	29,224
Fundraising and Community Grant Costs	37,529	20,000	21,125
	<u>106,187</u>	<u>55,500</u>	<u>80,698</u>
<i>Surplus for the year Locally raised funds</i>	<u>92,670</u>	<u>36,000</u>	<u>20,148</u>

## 4. Learning Resources

	2022	2022 Budget	2021
	Actual	(Unaudited)	Actual
	\$	\$	\$
Curricular	86,639	81,050	287,676
Information and communication technology	20,924	20,000	21,709
Library resources	858	2,000	1,551
Employee benefits - salaries	2,548,904	2,314,503	2,505,264
Staff development	13,170	17,000	8,755
Depreciation	65,134	60,000	61,674
	<u>2,735,628</u>	<u>2,494,553</u>	<u>2,886,629</u>

## 5. Administration

	2022	2022 Budget (Unaudited)	2021
	Actual \$	\$	Actual \$
Audit Fee	9,032	8,768	8,769
Board of Trustees Fees	2,930	3,000	3,175
Board of Trustees Expenses	10,607	7,000	8,415
Communication	5,058	4,500	4,922
Consumables	16,317	17,000	14,058
Other	397,763	22,800	58,341
Employee Benefits - Salaries	124,243	60,500	61,737
Insurance	6,727	7,000	6,826
Service Providers, Contractors and Consultancy	13,500	13,500	13,500
	<u>586,177</u>	<u>144,068</u>	<u>179,743</u>

## 6. Property

	2022	2022 Budget (Unaudited)	2021
	Actual \$	\$	Actual \$
Caretaking and Cleaning Consumables	79,385	73,750	83,650
Cyclical Maintenance Provision	24,354	10,000	1,026
Grounds	16,711	12,500	10,816
Heat, Light and Water	39,582	47,553	41,210
Repairs and Maintenance	17,619	21,718	24,189
Use of Land and Buildings	503,063	613,564	455,266
Security	6,630	7,500	6,841
Employee Benefits - Salaries	69,774	50,000	67,944
	<u>757,118</u>	<u>836,585</u>	<u>690,943</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	2022 Budget (Unaudited)	2021
	Actual \$	\$	Actual \$
Bank Accounts	770,239	396,193	350,286
Short-term Bank Deposits	-	-	-
Net cash and cash equivalents and bank overdraft for Cash Flow Statement	<u>770,239</u>	<u>396,193</u>	<u>350,286</u>

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

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## 8. Accounts Receivable

	2022	2022	2021
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Receivables	5,607	-	-
Banking Staff underuse from the Ministry of Education	40,693	-	-
Receivables from the Ministry of Education	-	-	-
Interest Receivable	-	-	-
Teacher Salaries Grant Receivable	182,285	146,054	146,054
	<u>228,585</u>	<u>146,054</u>	<u>146,054</u>
Receivables from Exchange Transactions	-	-	-
Receivables from Non-Exchange Transactions	143,321	146,054	143,321
	<u>143,321</u>	<u>146,054</u>	<u>143,321</u>

## 9. Inventories

	2022	2022	2021
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Stationery	702	2,026	2,026
School Uniforms	8,797	7,821	7,821
	<u>9,499</u>	<u>9,847</u>	<u>9,847</u>

## 10. Investments

The School's investment activities are classified as follows:

	2022	2022	2021
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Current Asset			
Short-term Bank Deposits	11,547	11,318	11,318

The carrying value of long term deposits longer than 12 months approximates their fair value at 31 December 2022.

## 11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2022	\$	\$	\$	\$	\$	\$
Building Improvements	84,160	-	-	-	(4,742)	79,417
Furniture and Equipment	128,871	38,543	-	-	(20,301)	147,113
Information and Communication	67,337	22,810	-	-	(27,310)	62,837
Leased Equipment	9,830	26,001	-	-	(10,407)	25,425
Library Resources	14,189	2,827	-	-	(2,374)	14,642
<b>Balance at 31 December 2022</b>	<b>304,387</b>	<b>90,181</b>	<b>-</b>	<b>-</b>	<b>(65,134)</b>	<b>329,434</b>

The net carrying value of Information & Communication held under a finance lease is \$25,425 (2021: \$9,830)

### Restrictions

There are no restrictions over the title of the school's property, plant and equipment, nor are any property, plant and equipment pledged as security for liabilities.

	2022	2022	2022	2021	2021	2021
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Building Improvements	203,496	(124,079)	79,417	203,496	(119,337)	84,160
Furniture and Equipment	839,708	(692,595)	147,113	801,165	(672,295)	128,871
Information and Communication	541,838	(479,001)	62,837	519,028	(451,691)	67,337
Leased Equipment	73,671	(48,246)	25,425	47,670	(37,840)	9,830
Library Resources	53,096	(38,456)	14,640	50,271	(36,082)	14,189
<b>Balance at 31 December 2022</b>	<b>1,711,809</b>	<b>(1,382,377)</b>	<b>329,432</b>	<b>1,621,630</b>	<b>(1,317,245)</b>	<b>304,387</b>

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## 12. Accounts Payable

	2022	2022 Budget (Unaudited)	2021
	Actual		Actual
	\$	\$	\$
Creditors	25,080	10,883	10,883
Accruals	10,152	12,666	12,666
GST Payable	15,531	-	-
Employee Entitlements - salaries	182,285	146,054	146,054
Employee Entitlements - leave accrual	28,499	16,553	16,553
	<u>261,547</u>	<u>186,156</u>	<u>186,156</u>
Payables for Exchange Transactions	261,547	186,156	186,156
	<u>261,547</u>	<u>186,156</u>	<u>186,156</u>

The carrying value of payables approximates their fair value.

## 13. Provision for Cyclical Maintenance

	2022	2022 Budget (Unaudited)	2021
	Actual		Actual
	\$	\$	\$
Provision at the Start of the Year	98,229	98,229	98,229
Increase to the Provision During the Year	24,354	-	8,329
Adjustment to the Provision	-	-	-
Use of the Provision During the Year	-	-	-
Provision at the End of the Year	<u>122,583</u>	<u>98,229</u>	<u>106,558</u>
Cyclical Maintenance - Current	58,153	-	-
Cyclical Maintenance - Term	64,430	98,229	98,229
	<u>122,583</u>	<u>98,229</u>	<u>98,229</u>

Per the cyclical maintenance schedule the school is next expected to undertake painting works during 2023. This plan is based on the schools 10 Year Property plan. 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.

## 14. Finance Lease Liability

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

	2022	2022 Budget (Unaudited)	2021
	Actual		Actual
	\$	\$	\$
No Later than One Year	8,890	6,862	7,121
Later than One Year and no Later than Five Years	19,497	16,853	9,732
Later than Five Years	-	-	-
	<u>28,387</u>	<u>23,715</u>	<u>16,853</u>
<b>Represented by</b>			
Finance lease liability - Current	8,900	6,862	7,121
Finance lease liability - Term	19,497	16,853	9,732
	<u>28,397</u>	<u>23,715</u>	<u>16,853</u>

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## 15. 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	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contribution/ (Write-off to R&M)	Closing Balances \$
5YP Blk 3 ILE DQLS	<i>Completed</i>	-	47,476	(22,859)		24,618
5YP Blk 11 Staffroom Upgrade	<i>In progress</i>	15,911	204,574	(32,626)	-	187,859
SIPS Roof Work	<i>In progress</i>	45,000		(45,000)	-	-
						-
Totals		60,911	252,050	(100,485)	-	212,477

### Represented by:

Funds Held on Behalf of the Ministry of Education

212,477

Funds Due from the Ministry of Education

-

212,477

	2021	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contribution/ (Write-off to R&M)	Closing Balances \$
SIPS Electrical Upgrade	<i>Completed</i>	-	32,181	(33,516)	1,335	-
SIPS Blk 11 Staffroom Upgrade	<i>In progress</i>	-	36,318	(20,407)	-	15,911
SIPS Roof Work	<i>In progress</i>		45,000	-	-	45,000
						-
Totals		-	113,499	(53,923)	1,335	60,911

## 16. 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 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 following transactions were conducted at arms length during the year:

Deanne Gallagher is employed by the School as a Student Aide. She is the wife of Kevin Gallagher who is on the Board of Trustees. Her salary was in the band of \$80,000 to \$85,000 (2021: \$60,000 to \$65,000)

Vanessa Kolose is employed by the School as a teacher. She is the wife of the school Principal. Her salary band for the year was between \$65,000 to \$70,000 (2021: \$65,000 to \$70,000)

Jaymie Kolose is employed by the school as a teacher. She is the daughter of the school Principal. Her salary band for the year was between \$3,000 to \$5,000. (2021: \$15,000 to \$20,000)

Victoria Kolose is employed by the school as a teacher aide. She is the daughter of the school Principal. Her salary band for the year was between \$10,000 to \$15,000. (2021: \$5,000 to \$10,000)

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## 17. Remuneration

### Key management personnel compensation

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

	2022 Actual \$	2021 Actual \$
<i>Board Members</i>		
Remuneration	2,930	3,175
Full-time equivalent members		0.46
<i>Leadership Team</i>		
Remuneration	419,734	453,725
Full-time equivalent members	4.00	4.00
Total key management personnel remuneration	422,664	456,900
Total full-time equivalent personnel	4.00	4.46

There are 5 members of the Board excluding the Principal. The Board had held 10 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 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:

	2022 Actual \$000	2021 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	160-170	150-160
Benefits and Other Emoluments	0-5	0-5
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 \$000	2021 FTE Number \$000
100-110	1	1
	1	1

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

## 18. 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 school boards of trustees, through payroll service provider Education Payroll Ltd.

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 reasonable be quantified at 31 December 2022, a contingent liability for the school may exist.

## 19. Commitments

### (a) Capital Commitments

As at 31 December 2022 the Board has not entered into any contracts.

(Capital commitments at 31 December 2021: nil)

### (b) Operating Commitments

As at 31 December 2022 the Board has not entered into any contracts.

(Capital commitments at 31 December 2021: nil)

## 20. Financial Instruments

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

### Loans and receivables

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Cash and Cash Equivalents	770,239	396,193	350,286
Receivables	228,585	146,054	146,054
Investments - Term Deposits	11,547	11,318	11,318
Total Cash and Receivables	1,010,371	553,565	507,658

### Financial liabilities measured at amortised cost

Payables	261,547	186,156	186,156
Finance Leases	28,387	23,714	16,852
Total Financial Liabilities Measured at Amortised Cost	289,934	209,870	203,008

## 21. Events After Balance Date

There were no significant events after balance date that impacts 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.