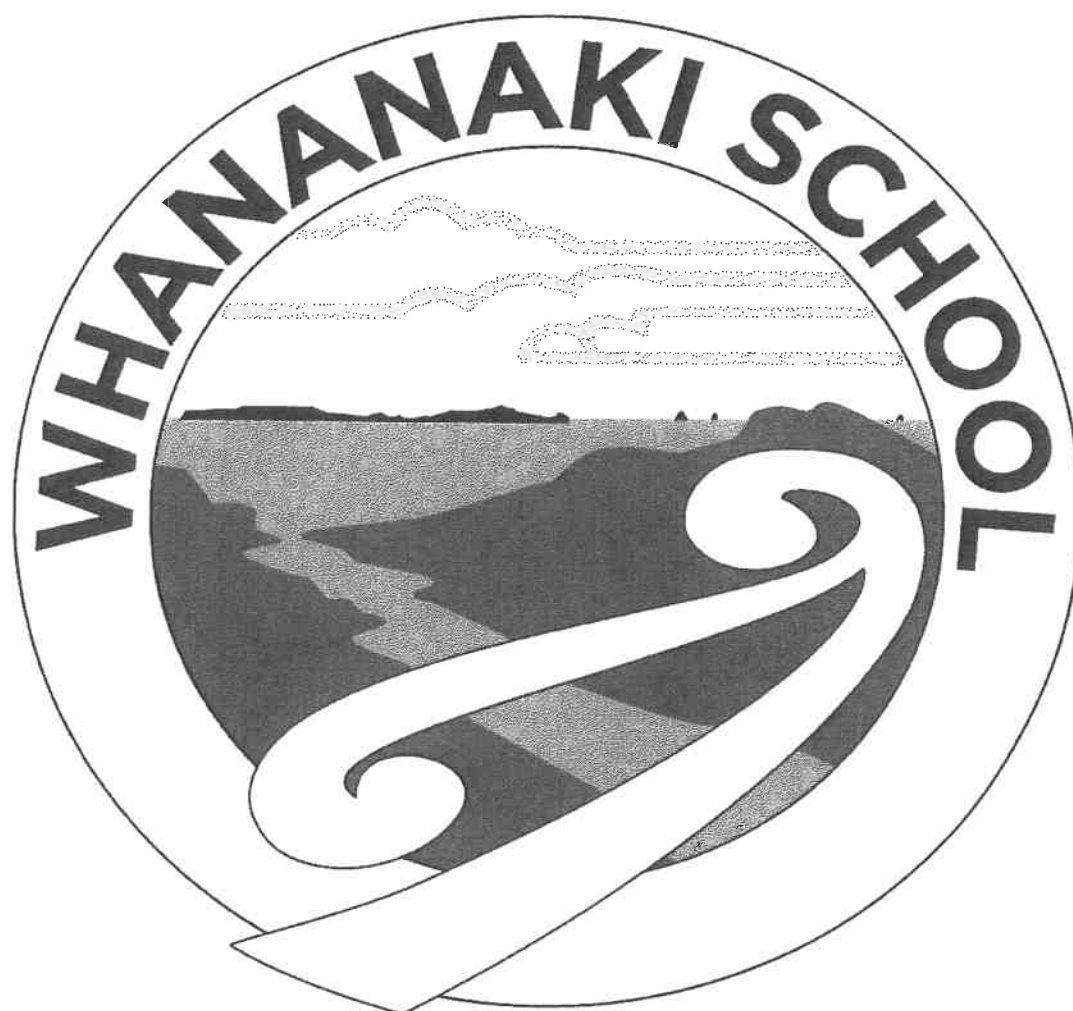


# WHANANAKI SCHOOL

## ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020



# WHANANAKI SCHOOL

## ANNUAL REPORT

### FOR THE YEAR ENDED 31 DECEMBER 2020

#### School Directory

**Ministry Number:** 1127

**Principal:** Shaun Tepania

**School Address:** 2168 Whananaki North Road, Whananaki, New Zealand

**School Postal Address:** Counter Delivery, Whananaki Postcentre, Whananaki 0536

**School Phone:** (09) 433-8231

**School Email:** [office@whananaki.school.nz](mailto:office@whananaki.school.nz)

#### Members of the Board of Trustees

Name	Position	How Position Gained	Term Expired/ Expires
Jillian Shuttleworth	Chair Person	Elected	Jun-22
Shaun Tepania	Principal ex Officio	Appointed	
Lisa Mengelberg	Parent Rep	Elected	Jun-22
Charles Waetford	Parent Rep	Elected	Jun-22
James Caldwell	Parent Rep	Elected	Jun-22
Raymond Lawton	Parent Rep	Elected	Jun-22
Jose Bell	Staff Rep	Elected	Jun-22

**Accountant / Service Provider:**

The  
SchoolOffice

**Auditor:**

Bhavin Sanghavi - UHY Haines Norton (Auckland) Ltd

# WHANANAKI SCHOOL

Annual Report - For the year ended 31 December 2020

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# Whananaki School

## Statement of Responsibility

For the year ended 31 December 2020

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 2020 fairly reflects the financial position and operations of the school.

The School's 2020 financial statements are authorised for issue by the Board.

James Caldwell  
Full Name of Board Chairperson

[Signature]  
Signature of Board Chairperson

31 05 21  
Date:

Sharon Tepona  
Full Name of Principal

[Signature]  
Signature of Principal

31 05 21  
Date:

# Whananaki School

## Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2020

	Notes	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
<b>Revenue</b>				
Government Grants	2	718,203	666,547	650,778
Locally Raised Funds	3	84,066	56,480	94,785
Interest income		438	1,200	1,572
		<u>802,707</u>	<u>724,227</u>	<u>747,135</u>
<b>Expenses</b>				
Locally Raised Funds	3	12,491	15,800	10,213
Learning Resources	4	449,211	449,163	412,121
Administration	5	24,639	29,980	23,130
Finance		710	-	197
Property	6	240,087	245,714	235,384
Depreciation	7	24,075	-	22,279
Loss on Disposal of Property, Plant and Equipment		1,901	-	484
		<u>753,114</u>	<u>740,657</u>	<u>703,808</u>
<b>Net Surplus / (Deficit) for the year</b>		49,593	(16,430)	43,327
Other Comprehensive Revenue and Expense		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		<u>49,593</u>	<u>(16,430)</u>	<u>43,327</u>

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

# Whananaki School

## Statement of Changes in Net Assets/Equity

For the year ended 31 December 2020

	Notes	Actual 2020 \$	Budget (Unaudited) 2020 \$	Actual 2019 \$
<b>Balance at 1 January</b>		<u>327,823</u>	<u>327,823</u>	<u>284,496</u>
Total comprehensive revenue and expense for the year		49,593	(16,430)	43,327
<b>Equity at 31 December</b>	21	<u>377,416</u>	<u>311,393</u>	<u>327,823</u>
Retained Earnings		377,416	311,393	327,823
Reserves		-	-	-
<b>Equity at 31 December</b>		<u>377,416</u>	<u>311,393</u>	<u>327,823</u>

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.

# Whananaki School

## Statement of Financial Position

As at 31 December 2020

	Notes	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
<b>Current Assets</b>				
Cash and Cash Equivalents	8	89,500	64,997	72,398
Accounts Receivable	9	35,639	28,527	28,527
GST Receivable		-	12,003	12,003
Funds owed for Capital Works Projects	16	20,096	-	-
Prepayments		487	483	483
Inventories	10	214	286	286
		<u>145,936</u>	<u>106,296</u>	<u>113,697</u>
<b>Current Liabilities</b>				
GST Payable		2,336	-	-
Accounts Payable	12	35,614	32,791	32,791
Revenue Received in Advance	13	5,000	5,300	5,300
Provision for Cyclical Maintenance	14	18,369	2,207	2,207
Finance Lease Liability - Current Portion	15	4,463	1,549	2,167
Funds held for Capital Works Projects	16	-	-	14,146
		<u>65,782</u>	<u>41,847</u>	<u>56,611</u>
<b>Working Capital Surplus/(Deficit)</b>		80,154	64,449	57,086
<b>Non-current Assets</b>				
Property, Plant and Equipment	11	314,224	258,988	286,537
		<u>314,224</u>	<u>258,988</u>	<u>286,537</u>
<b>Non-current Liabilities</b>				
Provision for Cyclical Maintenance	14	4,661	11,363	13,570
Finance Lease Liability	15	12,301	681	2,230
		<u>16,962</u>	<u>12,044</u>	<u>15,800</u>
<b>Net Assets</b>		<u>377,416</u>	<u>311,393</u>	<u>327,823</u>
<b>Equity</b>	21	<u>377,416</u>	<u>311,393</u>	<u>327,823</u>

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

# Whananaki School

## Statement of Cash Flows

For the year ended 31 December 2020

		2020	2020	2019
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
<b>Cash flows from Operating Activities</b>				
Government Grants		180,186	132,697	139,451
Locally Raised Funds		79,672	55,165	93,470
Goods and Services Tax (net)		14,339	(15,975)	(15,975)
Payments to Employees		(99,404)	(75,189)	(67,795)
Payments to Suppliers		(81,881)	(121,665)	(94,570)
Cyclical Maintenance Payments in the year		-	(5,004)	
Interest Paid		(710)	-	(197)
Interest Received		438	1,218	1,590
Net cash from/(to) Operating Activities		92,640	(28,753)	55,974
<b>Cash flows from Investing Activities</b>				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		-	-	(484)
Purchase of Property Plant & Equipment (and Intangibles)		(38,273)	-	(50,395)
Net cash from/(to) Investing Activities		(38,273)	-	(50,879)
<b>Cash flows from Financing Activities</b>				
Finance Lease Payments		(3,023)	(668)	(751)
Funds Held for Capital Works Projects		(34,242)	-	14,146
Net cash from/(to) Financing Activities		(37,265)	(668)	13,395
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>17,102</b>	<b>(29,421)</b>	<b>18,490</b>
Cash and cash equivalents at the beginning of the year	8	72,398	94,418	53,908
<b>Cash and cash equivalents at the end of the year</b>	<b>8</b>	<b>89,500</b>	<b>64,997</b>	<b>72,398</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.



# Whananaki School

## Notes to the Financial Statements

For the year ended 31 December 2020

### 1. Statement of Accounting Policies

#### a) Reporting Entity

Whananaki 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 2020 to 31 December 2020 and in accordance with the requirements of the Public Finance Act 1989.

##### *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.

Use of land and buildings grants are recorded as revenue in the period the School uses the land and buildings. 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.

##### **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) 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 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.

#### **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	5 - 40 years
Furniture and equipment	20 years
Information and communication technology	5 years
Plant and Equipment	10 years
Musical Instruments	5 years
Sports Equipment	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 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, and also annual leave earned, by non teaching staff, to but not yet taken at balance date.

#### *Long-term employee entitlements*

Employee benefits that are due to be settled beyond 12 months after the end of the period in which the employee renders the related service, such as long service leave and retirement gratuities, have been calculated on an actuarial basis. The calculations are based on:

- likely future entitlements accruing to staff, based on years of service, years to entitlement, the likelihood that staff 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 fees received from grants received 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.

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 for cyclical maintenance represents the obligation the Board has to the Ministry and is based on the Board's ten year property plan (10YPP).

#### **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) 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.

#### **s) 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

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Operational Grants	145,044	128,530	129,473
Teachers' Salaries Grants	331,963	331,963	314,425
Use of Land and Buildings Grants	206,054	206,054	201,069
Resource Teachers Learning and Behaviour Grants	2,909	-	1,565
Other MoE Grants	30,832	-	4,246
Other Government Grants	1,401	-	-
	<u>718,203</u>	<u>666,547</u>	<u>650,778</u>

The school has opted in to the donations scheme for this year. Total amount received was \$9,600.

Other MOE Grants total includes additional COVID-19 funding totalling \$20,595 for the year ended 31 December 2020.

## 3. Locally Raised Funds

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

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
<b>Revenue</b>			
Donations	52,764	25,300	37,165
Activities	16,368	17,110	18,958
Trading	5,265	5,070	5,070
Fundraising	5,341	6,000	5,832
Other Revenue	4,328	3,000	27,760
	<u>84,066</u>	<u>56,480</u>	<u>94,785</u>
<b>Expenses</b>			
Activities	2,547	3,200	3,100
Trading	6,109	8,000	2,451
Fundraising (Costs of Raising Funds)	3,835	4,600	4,662
	<u>12,491</u>	<u>15,800</u>	<u>10,213</u>
	<u>71,575</u>	<u>40,680</u>	<u>84,572</u>

*Surplus/ (Deficit) for the year Locally raised funds*

## 4. Learning Resources

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Curricular	23,953	45,450	29,772
Equipment Repairs	2,485	1,800	7,578
Information and Communication Technology	1,307	4,100	2,247
Library Resources	863	1,800	2,668
Employee Benefits - Salaries	419,393	391,513	367,163
Staff Development	1,210	4,500	2,693
	<u>449,211</u>	<u>449,163</u>	<u>412,121</u>

## 5. Administration

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Audit Fee	4,350	4,150	4,250
Board of Trustees Fees	1,430	3,500	2,150
Board of Trustees Expenses	2,009	2,100	2,425
Communication	1,436	1,690	1,443
Operating Lease	2,843	3,600	-
Other	4,447	5,860	5,166
Employee Benefits - Salaries	4,295	3,900	3,844
Insurance	511	590	602
Service Providers, Contractors and Consultancy	3,318	4,590	3,250
	<u>24,639</u>	<u>29,980</u>	<u>23,130</u>

## 6. Property

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Caretaking and Cleaning Consumables	5,027	4,775	4,677
Cyclical Maintenance Provision	7,253	5,535	2,738
Grounds	4,681	5,950	4,918
Heat, Light and Water	5,922	6,300	6,275
Repairs and Maintenance	1,586	5,800	4,933
Use of Land and Buildings	206,054	206,054	201,069
Employee Benefits - Salaries	9,564	11,300	10,774
	<u>240,087</u>	<u>245,714</u>	<u>235,384</u>

The use of land and buildings figure represents 8% 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. Depreciation

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Building Improvements - Crown	4,215	-	4,215
Furniture and Equipment	610	-	783
Information and Communication Technology	7,872	-	6,460
Leased Assets	3,270	-	5,439
Library Resources	1,057	-	1,050
Plant & Equipment	5,712	-	3,576
Sports Equipment	1,339	-	756
	<u>24,075</u>	<u>-</u>	<u>22,279</u>

## 8. Cash and Cash Equivalents

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Cash on Hand	80	80	80
Bank Current Account	53,677	28,014	35,415
Bank Call Account	35,743	36,903	36,903
Cash and cash equivalents for Statement of Cash Flows	<u>89,500</u>	<u>64,997</u>	<u>72,398</u>

Of the \$89,500 Cash and Cash Equivalents, \$5,000 of unspent grant funding is held by the School. This funding is subject to restrictions which specify how the grant is required to be spent in providing specified deliverables of the grant arrangement.

## 9. Accounts Receivable

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Receivables	8,078	3,984	3,984
Receivables from the Ministry of Education	706	706	706
Teacher Salaries Grant Receivable	26,855	23,837	23,837
	<u>35,639</u>	<u>28,527</u>	<u>28,527</u>
Receivables from Exchange Transactions	8,078	3,984	3,984
Receivables from Non-Exchange Transactions	27,561	24,543	24,543
	<u>35,639</u>	<u>28,527</u>	<u>28,527</u>

## 10. Inventories

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Stationery	214	286	286
	<u>214</u>	<u>286</u>	<u>286</u>

## 11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2020	\$	\$	\$	\$	\$	\$
Land	95,000	-	-	-	-	95,000
Building Improvements - Crown	113,905	-	-	-	(4,215)	109,690
Furniture and Equipment	8,547	-	(1,111)	-	(610)	6,826
Information and Communication Technology	4,652	25,179	(209)	-	(7,872)	21,750
Leased Assets	4,058	15,389	-	-	(3,270)	16,177
Library Resources	7,348	1,686	(581)	-	(1,057)	7,396
Plant & Equipment	47,365	8,609	-	-	(5,712)	50,262
Sports Equipment	5,662	2,800	-	-	(1,339)	7,123
<b>Balance at 31 December 2020</b>	<b>286,537</b>	<b>53,663</b>	<b>(1,901)</b>	<b>-</b>	<b>(24,075)</b>	<b>314,224</b>

The net carrying value of equipment held under a finance lease is \$16,177 (2019: \$4,058)

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2020	\$	\$	\$
Land	95,000	-	95,000
Building Improvements - Crown	189,307	(79,617)	109,690
Furniture and Equipment	13,964	(7,138)	6,826
Information and Communication Technology	56,495	(34,745)	21,750
Leased Assets	19,823	(3,646)	16,177
Library Resources	40,563	(33,167)	7,396
Plant & Equipment	92,357	(42,095)	50,262
Sports Equipment	17,013	(9,890)	7,123
Musical Instruments	1,259	(1,259)	-
<b>Balance at 31 December 2020</b>	<b>525,781</b>	<b>(211,557)</b>	<b>314,224</b>

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2019	\$	\$	\$	\$	\$	\$
Land	95,000	-	-	-	-	95,000
Building Improvements - Crown	118,120	-	-	-	(4,215)	113,905
Furniture and Equipment	8,300	1,030	-	-	(783)	8,547
Information and Communication Technology	10,499	613	-	-	(6,460)	4,652
Leased Assets	5,064	4,433	-	-	(5,439)	4,058
Library Resources	7,845	1,037	(484)	-	(1,050)	7,348
Plant & Equipment	12,526	38,415	-	-	(3,576)	47,365
Sports Equipment	1,817	4,601	-	-	(756)	5,662
<b>Balance at 31 December 2019</b>	<b>259,171</b>	<b>50,129</b>	<b>(484)</b>	<b>-</b>	<b>(22,279)</b>	<b>286,537</b>

The net carrying value of equipment held under a finance lease is \$4,058 (2018: \$5,064)



2019	Cost or Valuation \$	Accumulated Depreciation \$	Net Book Value \$
Land	95,000	-	95,000
Building Improvements - Crown	190,132	(76,227)	113,905
Furniture and Equipment	29,770	(21,223)	8,547
Information and Communication Technology	110,039	(105,387)	4,652
Leased Assets	22,668	(18,610)	4,058
Library Resources	42,216	(34,868)	7,348
Plant & Equipment	88,534	(41,169)	47,365
Sports Equipment	15,062	(9,400)	5,662
Musical Instruments	1,402	(1,402)	-
<b>Balance at 31 December 2019</b>	<b>594,823</b>	<b>(308,286)</b>	<b>286,537</b>

#### 12. Accounts Payable

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Operating Creditors	218	1,032	1,032
Accruals	5,405	6,671	6,671
Employee Entitlements - Salaries	27,222	24,082	24,082
Employee Entitlements - Leave Accrual	2,769	1,006	1,006
	<u>35,614</u>	<u>32,791</u>	<u>32,791</u>
Payables for Exchange Transactions	35,614	32,791	32,791
	<u>35,614</u>	<u>32,791</u>	<u>32,791</u>

The carrying value of payables approximates their fair value.

#### 13. Revenue Received in Advance

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Other	5,000	5,300	5,300
	<u>5,000</u>	<u>5,300</u>	<u>5,300</u>

#### 14. Provision for Cyclical Maintenance

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Provision at the Start of the Year	15,777	15,777	13,039
Increase/ (decrease) to the Provision During the Year	7,253	5,535	2,738
Use of the Provision During the Year	-	(7,742)	-
Provision at the End of the Year	<u>23,030</u>	<u>13,570</u>	<u>15,777</u>
Cyclical Maintenance - Current	18,369	2,207	2,207
Cyclical Maintenance - Term	4,661	11,363	13,570
	<u>23,030</u>	<u>13,570</u>	<u>15,777</u>

#### 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:

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
No Later than One Year	4,463	1,549	2,167
No Later than One Year - Interest	1,388	-	298
Later than One Year and no Later than Five Years	12,285	681	2,230
Later than One Year and no Later than Five Years - Interest	1,975	-	164
	<u>20,111</u>	<u>2,230</u>	<u>4,859</u>

#### 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:

	2020	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contributions \$	Closing Balances \$
ILE Works, Electrical, Roofing, Cladding & Shed Project	in progress	14,146	-	(15,558)	-	(1,412)
SIP Path & Bike Track	in progress	-	44,831	(60,347)	-	(15,516)
Solar Panels	in progress	-	28,512	(31,680)	-	(3,168)
Totals		<u>14,146</u>	<u>73,343</u>	<u>(107,585)</u>	<u>-</u>	<u>(20,096)</u>

#### Represented by:

Funds Held on Behalf of the Ministry of Education

Funds Due from the Ministry of Education

-

(20,096)

	2019	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contributions \$	Closing Balances \$
ILE Works, Electrical, Roofing, Cladding & Shed Project	in progress	-	110,774	(96,628)	-	14,146
Totals		<u>-</u>	<u>110,774</u>	<u>(96,628)</u>	<u>-</u>	<u>14,146</u>

## 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.

The School Principal rents the school-owned house at below estimated market rents. The rent paid in 2020 was \$5,265 (2019: \$5,070).

## 18. Remuneration

### *Key management personnel compensation*

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

	2020 Actual \$	2019 Actual \$
<i>Board Members</i>		
Remuneration	1,430	2,150
Full-time equivalent members	0.07	0.08
<i>Leadership Team</i>		
Remuneration	122,751	115,234
Full-time equivalent members	1.00	1.00
Total key management personnel remuneration	124,181	117,384
Total full-time equivalent personnel	1.07	1.08

The full time equivalent for Board members has been determined based on attendance at Board meetings, Committee meetings and for other obligations of the Board, such as stand downs and suspensions, plus the estimated time for Board members to prepare for meetings.

### *Principal 1*

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

	2020 Actual	2019 Actual
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	\$000	\$000
Benefits and Other Emoluments	110-120	110-120
Termination Benefits	3-4	3-4
	-	-

## Other Employees

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

Remuneration \$000	2020 FTE Number	2019 FTE Number
100-110	0.00	0.00
	<u>0.00</u>	<u>0.00</u>

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

## 19. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2020 (Contingent liabilities and assets at 31 December 2019: 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 Limited.

The Ministry's review of the schools sector payroll to ensure compliance with the Holidays Act 2003 is ongoing. The current phase of this review is to design potential solutions for any compliance breaches discovered in the initial phase of the Programme. 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 2020, a contingent liability for the school may exist.

## 20. Commitments

### (a) Capital Commitments

As at 31 December 2020 the Board has entered into contract agreements for capital works as follows:

- (a) A contract for SIP Path & Bike Track to be completed in 2021, which will be fully funded by the Ministry of Education. \$44,831 has been received of which \$60,346 has been spent on the project to date; and
- (b) A contract for Solar Panels to be completed in 2021. This project is fully funded by the Ministry and \$28,512 has been received of which \$31,680 has been spent on the project to balance date.

(Capital commitments at 31 December 2019: \$Nil)

### (b) Operating Commitments

As at 31 December 2020 the Board had not entered into any operating commitments (2019:Nil):

## 21. Managing Capital

The School's capital is its equity and comprises capital contributions from the Ministry of Education for property, plant and equipment and accumulated surpluses and deficits. The School does not actively manage capital but attempts to ensure that income exceeds spending in most years. Although deficits can arise as planned in particular years, they are offset by planned surpluses in previous years or ensuing years.

## 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

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Cash and Cash Equivalents	89,500	64,997	72,398
Receivables	35,639	28,527	28,527
Total Financial assets measured at amortised cost	<u>125,139</u>	<u>93,524</u>	<u>100,925</u>

### Financial liabilities measured at amortised cost

Payables	35,614	32,791	32,791
Finance Leases	16,764	2,230	4,397
Total Financial Liabilities Measured at Amortised Cost	<u>52,378</u>	<u>35,021</u>	<u>37,188</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.