

# KIO KIO SCHOOL

## ANNUAL REPORT

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### School Directory

<b>Ministry Number:</b>	1779
<b>Principal:</b>	Kevin Jones
<b>School Address:</b>	1701 SH3-Otorohanga Road, Otorohanga
<b>School Postal Address:</b>	1701 Otorohanga Road, RD4, Otorohanga 3974
<b>School Phone:</b>	07 8731816
<b>School Email:</b>	<a href="mailto:admin@kiokio.school.nz">admin@kiokio.school.nz</a>

#### Members of the Board

<b>Name</b>	<b>Position</b>	<b>How Position Gained</b>	<b>Term Expired/ Expires</b>
Julian Usher	Presiding Member	Re-elected Jun 2019	Jun-22
Kevin Jones	Principal ex Officio		
Tracey Griffin	Parent Representative	Re-elected Jun 2019	Jun-22
Fiona Prescott	Parent Representative	Elected Jun 2019	Jun-22
Michelle Anselmi	Parent Representative	Elected Jun 2019	Jun-22
Melisa Lincoln	Parent Representative	Elected Jun 2019	Oct-21
Wayne Lupton	Parent Representative	Co-opted Mar 2020	Jun-22
Karen Thompson	Parent Representative	Co-opted Mar 2020	Jun-22
Helen Twentyman	Staff Representative	Elected Dec 2020	Jun-22

**Accountant / Service Provider:** Bailey Ingham Limited

# KIO KIO SCHOOL

Annual Report - For the year ended 31 December 2021

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# Kio Kio School

## Statement of Responsibility

For the year ended 31 December 2021

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

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

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

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

Karen Joy Thompson  
Full Name of Presiding Member

Kevin Ross Jones  
Full Name of Principal

K Thompson  
Signature of Presiding Member

K.R. Jones  
Signature of Principal

31/5/22  
Date:

31.5.2022  
Date:

# Kio Kio School

## 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	1,310,209	1,250,114	1,217,590
Locally Raised Funds	3	90,642	55,230	80,312
Interest Income		234	150	267
		<u>1,401,085</u>	<u>1,305,494</u>	<u>1,298,169</u>
<b>Expenses</b>				
Locally Raised Funds	3	42,882	39,500	31,363
Learning Resources	4	1,001,636	935,100	826,454
Administration	5	82,628	76,300	79,314
Finance		600	-	584
Property	6	254,942	252,850	273,250
Depreciation	11	43,067	26,000	42,417
Loss on Disposal of Property, Plant and Equipment		-	-	8,441
		<u>1,425,755</u>	<u>1,329,750</u>	<u>1,261,823</u>
<b>Net Surplus / (Deficit) for the year</b>		(24,670)	(24,256)	36,346
Other Comprehensive Revenue and Expense		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		<u>(24,670)</u>	<u>(24,256)</u>	<u>36,346</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.



**Kio Kio School**  
**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>		609,408	609,408	567,374
Total comprehensive revenue and expense for the year		(24,670)	(24,256)	36,346
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant		-	-	5,688
<b>Equity at 31 December</b>		584,738	585,152	609,408
Retained Earnings		584,738	585,152	609,408
Reserves		-	-	-
<b>Equity at 31 December</b>		584,738	585,152	609,408

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.



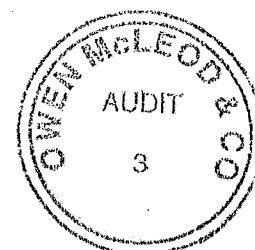
# Kio Kio School

## 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	126,485	126,100	189,038
Accounts Receivable	8	72,132	66,850	56,591
Prepayments		2,993	-	1,300
Inventories	9	1,459	1,450	2,581
Investments	10	4,400	4,400	4,700
		207,469	198,800	254,210
<b>Current Liabilities</b>				
GST Payable		8,821	6,000	18,346
Accounts Payable	12	85,485	80,000	70,189
Revenue Received in Advance	13	379	348	-
Provision for Cyclical Maintenance		-	-	-
Finance Lease Liability	15	9,720	10,300	8,936
Funds held for Capital Works Projects	16	31,228	-	38,708
		135,633	96,648	136,179
<b>Working Capital Surplus/(Deficit)</b>		71,836	102,152	118,031
<b>Non-current Assets</b>				
Property, Plant and Equipment	11	555,774	524,000	535,231
		555,774	524,000	535,231
<b>Non-current Liabilities</b>				
Provision for Cyclical Maintenance	14	34,266	34,000	29,626
Finance Lease Liability	15	8,606	7,000	14,228
		42,872	41,000	43,854
<b>Net Assets</b>		584,738	585,152	609,408
<b>Equity</b>		584,738	585,152	609,408

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



# Kio Kio School

## 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		305,974	869,522	280,723
Locally Raised Funds		91,153	54,478	81,064
Hostel		-	-	-
International Students		-	-	-
Goods and Services Tax (net)		(9,525)	6,000	7,445
Payments to Employees		(227,476)	(150,000)	(135,417)
Payments to Suppliers		(149,104)	(121,950)	(146,038)
Interest Paid		(600)	-	-
Interest Received		216	150	302
Net cash from/(to) Operating Activities		10,638	658,200	88,079
<b>Cash flows from Investing Activities</b>				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		-	-	-
Purchase of Property Plant & Equipment (and Intangibles)		(59,185)	(501,000)	(3,782)
Purchase of Investments		-	(4,400)	-
Proceeds from Sale of Investments		300	-	-
Net cash from/(to) Investing Activities		(58,885)	(505,400)	(3,782)
<b>Cash flows from Financing Activities</b>				
Furniture and Equipment Grant		-	-	5,688
Finance Lease Payments		(6,827)	(26,700)	(5,886)
Painting contract payments		-	-	-
Loans Received/ Repayment of Loans		-	-	-
Funds Administered on Behalf of Third Parties		(7,479)	-	38,708
Net cash from/(to) Financing Activities		(14,306)	(26,700)	38,510
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>(62,553)</b>	<b>126,100</b>	<b>122,807</b>
Cash and cash equivalents at the beginning of the year	7	189,038	-	66,231
<b>Cash and cash equivalents at the end of the year</b>	<b>7</b>	<b>126,485</b>	<b>126,100</b>	<b>189,038</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.



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# Kio Kio School

## Notes to the Financial Statements

### For the year ended 31 December 2021

#### 1. Statement of Accounting Policies

##### a) Reporting Entity

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

##### b) Basis of Preparation

###### *Reporting Period*

The financial 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.

**c) 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.

**d) Finance Lease Payments**

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

**e) Cash and Cash Equivalents**

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



**f) Accounts Receivable**

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

**g) Inventories**

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

**h) 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.

**i) 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 buildings and leased assets are depreciated over their estimated useful lives on a diminishing value basis. Buildings and leased assets are depreciated on a straight line 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	40 years SL
Board Owned Buildings	40 years SL
Furniture and equipment	20% DV
Information and communication technology	20% DV
Motor vehicles	20% DV
Leased assets held under a Finance Lease	Term of Lease SL
Library resources	12.5% Diminishing value



#### **i) Intangible Assets**

##### *Software costs*

Computer software acquired by the School are capitalised on the basis of the costs incurred to acquire and bring to use the specific software. Costs associated with subsequent maintenance or licensing of software are recognised as an expense in the Statement of Comprehensive Revenue and Expense when incurred.

The carrying value of software is amortised on a straight line basis over its useful life. The useful life of software is estimated as three years. The amortisation charge for each period and any impairment loss is recorded in the Statement of Comprehensive Revenue and Expense.

#### **j) 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.

#### **k) 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.

#### **l) 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

#### **m) Revenue Received in Advance**

Revenue received in advance relates to fees received from students 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.



**n) Provision for Cyclical Maintenance**

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

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

**o) 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.

**p) 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.

**q) Goods and Services Tax (GST)**

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

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

Commitments and contingencies are disclosed exclusive of GST.

**r) Budget Figures**

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

**u) Services received in-kind**

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



## 2. Government Grants

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Operational Grants	256,327	240,114	228,641
Teachers' Salaries Grants	806,350	800,000	717,762
Use of Land and Buildings Grants	190,228	190,000	217,706
Other MoE Grants	57,304	20,000	53,481
	<u>1,310,209</u>	<u>1,250,114</u>	<u>1,217,590</u>

## 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	50,827	14,500	40,515
Fees for Extra Curricular Activities	31,794	30,000	20,567
Trading	7,519	10,200	10,722
Fundraising & Community Grants	502	530	8,508
Other Revenue	-	-	-
	<u>90,642</u>	<u>55,230</u>	<u>80,312</u>
<b>Expenses</b>			
Extra Curricular Activities Costs	35,085	31,000	19,451
Trading	7,316	8,500	7,072
Fundraising and Community Grant Costs	481	-	4,840
Other Locally Raised Funds Expenditure	-	-	-
	<u>42,882</u>	<u>39,500</u>	<u>31,363</u>
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	<u>47,760</u>	<u>15,730</u>	<u>48,949</u>



**4. Learning Resources**

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Curricular	11,119	12,100	10,643
Information and Communication Technology	1,446	5,000	3,048
Library Resources	347	200	133
Employee Benefits - Salaries	984,304	909,800	800,961
Staff Development	4,420	8,000	11,669
	<u>1,001,636</u>	<u>935,100</u>	<u>826,454</u>



## 5. Administration

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Audit Fee	7,499	3,200	3,234
Board Fees	4,320	7,000	8,615
Board Expenses	548	500	1,379
Communication	2,056	2,000	1,789
Consumables	2,080	2,500	1,930
Other	21,574	19,150	15,968
Employee Benefits - Salaries	40,715	36,450	39,948
Insurance	1,886	3,500	4,501
Service Providers, Contractors and Consultancy	1,950	2,000	1,950
	<u>82,628</u>	<u>76,300</u>	<u>79,314</u>

## 6. Property

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Caretaking and Cleaning Consumables	2,815	2,500	3,617
Consultancy and Contract Services	22,659	18,000	20,196
Cyclical Maintenance Provision	4,640	6,000	(8,978)
Grounds	8,126	11,000	12,649
Heat, Light and Water	9,199	12,000	9,609
Repairs and Maintenance	4,641	3,350	5,741
Use of Land and Buildings	190,228	190,000	217,706
Employee Benefits - Salaries	12,634	10,000	12,710
	<u>254,942</u>	<u>252,850</u>	<u>273,250</u>

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

## 7. Cash and Cash Equivalents

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Bank Accounts	126,485	126,100	189,038
Short-term Bank Deposits	-	-	-
Bank Overdraft	-	-	-
Cash and cash equivalents for Statement of Cash Flows	<u>126,485</u>	<u>126,100</u>	<u>189,038</u>

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

### The following notes should be used where applicable:

Of the \$126,485 Cash and Cash Equivalents, \$31,229 is held by the School on behalf of the Ministry of Education. These funds have been provided by the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2021 on Crown owned school buildings.



**8. Accounts Receivable**

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Receivables	1,155	1,100	1,287
Receivables from the Ministry of Education	5,180	-	-
Interest Receivable	18	-	-
Teacher Salaries Grant Receivable	65,779	65,750	55,304
	<u>72,132</u>	<u>66,850</u>	<u>56,591</u>
Receivables from Exchange Transactions	1,173	1,100	1,287
Receivables from Non-Exchange Transactions	70,959	65,750	55,304
	<u>72,132</u>	<u>66,850</u>	<u>56,591</u>

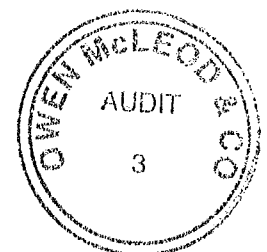
**9. Inventories**

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Stationery	605	600	579
School Uniforms	854	850	2,002
	<u>1,459</u>	<u>1,450</u>	<u>2,581</u>

**10. Investments**

The School's investment activities are classified as follows:

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Asset			
Short-term Bank Deposits	4,400	4,400	4,700
Total Investments	<u>4,400</u>	<u>4,400</u>	<u>4,700</u>





## 11. Property, Plant and Equipment

2021	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
Land	-				-	-
Buildings	438,340	54,100			(16,230)	476,210
Building Improvements	-				-	-
Furniture and Equipment	41,027	3,040			(8,696)	35,371
Information and Communication Technology	22,693	930			(4,570)	19,053
Motor Vehicles	721				(144)	577
Textbooks	-				-	-
Leased Assets	20,154	4,425			(11,855)	12,724
Library Resources	12,296	1,115			(1,572)	11,839
<b>Balance at 31 December 2021</b>	<b>535,231</b>	<b>63,610</b>	<b>-</b>	<b>-</b>	<b>(43,067)</b>	<b>555,774</b>

The following note can be used for each class of asset that are held under a finance lease:

The net carrying value of equipment held under a finance lease is \$12,724 (2020: \$20,154)

	2021 Cost or Valuation \$	2021 Accumulated Depreciation \$	2021 Net Book Value \$	2020 Cost or Valuation \$	2020 Accumulated Depreciation \$	2020 Net Book Value \$
Land	-	-	-	-	-	-
Buildings	703,317	(227,107)	476,210	649,217	(210,877)	438,340
Building Improvements	-	-	-	-	-	-
Furniture and Equipment	183,189	(147,818)	35,371	180,149	(139,122)	41,027
Information and Communication T	72,819	(53,766)	19,053	71,889	(49,196)	22,693
Motor Vehicles	28,444	(27,867)	577	28,444	(27,723)	721
Textbooks	-	-	-	-	-	-
Leased Assets	44,108	(31,384)	12,724	39,682	(19,528)	20,154
Library Resources	50,251	(38,412)	11,839	49,136	(36,840)	12,296
<b>Balance at 31 December</b>	<b>1,082,128</b>	<b>(526,354)</b>	<b>555,774</b>	<b>1,018,517</b>	<b>(483,286)</b>	<b>535,231</b>



**12. Accounts Payable**

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Creditors	8,107	8,000	11,281
Accruals	4,168	-	-
Employee Entitlements - Salaries	70,858	70,000	56,977
Employee Entitlements - Leave Accrual	2,352	2,000	1,931
	85,485	80,000	70,189
 Payables for Exchange Transactions	 85,485	 80,000	 70,189
	85,485	80,000	70,189

The carrying value of payables approximates their fair value.

**13. Revenue Received in Advance**

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Other revenue in Advance	379	348	-
	379	348	-

**14. Provision for Cyclical Maintenance**

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Provision at the Start of the Year	29,626	29,626	38,604
Increase/ (decrease) to the Provision During the Year	4,640	6,000	(8,978)
Use of the Provision During the Year	-	-	-
Provision at the End of the Year	34,266	35,626	29,626
Cyclical Maintenance - Current	-	-	-
Cyclical Maintenance - Term	34,266	34,000	29,626
	34,266	34,000	29,626



**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:

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
No Later than One Year	9,720	10,300	8,937
Later than One Year and no Later than Five Years	8,606	7,000	14,228
	18,326	17,300	23,165
<b>Represented by</b>			
Finance lease liability - Current	9,720	10,300	8,937
Finance lease liability - Term	8,606	7,000	14,228
	18,326	17,300	23,165

**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.

	2021	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
SIP, AMS & 5YA	220963	38,708	-	(7,479)	-	31,228
Court Resurfacing	220966	-	15,000	(69,100)	54,100	-
		-	-	-	-	-
		-	-	-	-	-
Totals		38,708	15,000	(76,579)	54,100	31,228

**Represented by:**

Funds Held on Behalf of the Ministry of Education	31,228
Funds Due from the Ministry of Education	-
	31,228

	2020	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
Heat Pump	218272	-	2,424	(2,424)	-	-
SIP, AMS & 5YA	220963	-	42,659	(3,952)	-	38,708
		-	-	-	-	-
Totals		-	45,083	(6,376)	-	38,708



## 17. Related Party Transactions

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

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

## 18. Remuneration

### Key management personnel compensation

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

	2021 Actual \$	2020 Actual \$
<i>Board Members</i> Remuneration	4,320	8,615
<i>Leadership Team</i> Remuneration Full-time equivalent members	224,476 2	218,389 2
Total key management personnel remuneration	228,796	227,004

There are 9 members of the Board excluding the Principal. The Board had held 9 full meetings of the Board in the year. The Board also has Finance (0 members) and Property (0 members) 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 1

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

	2021 Actual \$000	2020 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	120 - 130	110 - 120
Benefits and Other Emoluments	0 - 5	0 - 5
Termination Benefits	-	-

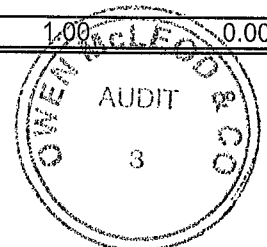
### Other Employees

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

Remuneration \$000	2021 FTE Number	2020 FTE Number
100 - 110	1.00	0.00

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

1.00      0.00



## 19. 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.

## 20. Commitments

### (a) Capital Commitments

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

(a) \$42,659 contract for SIP,AMS & 5YA Design fee, which will be fully funded by the Ministry of Education. \$42,659 has been received of which \$11,431 has been spent on the project to date

(Capital commitments at 31 December 2020: \$42,659)

## 21. Financial Instruments

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

### Financial assets measured at amortised cost

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Cash and Cash Equivalents	126,485	126,100	189,038
Receivables	72,132	66,850	56,591
Investments - Term Deposits	4,400	4,400	4,700
Total Financial assets measured at amortised cost	<u>203,017</u>	<u>197,350</u>	<u>250,329</u>

### Financial liabilities measured at amortised cost

Payables	85,485	80,000	70,189
Finance Leases	18,326	17,300	23,164
Total Financial Liabilities Measured at Amortised Cost	<u>103,811</u>	<u>97,300</u>	<u>93,353</u>

## 22. Events After Balance Date

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



## **23. 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.

## **24. Breach of Law - Failure to meet Statutory Reporting Deadline**

The board did not comply with section 87A(1) of the Education Act 1989 in that it did not submit its annual financial statements for audit by the 31 March 2022.

## **25. Comparatives**

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

