

KAPITI SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

School Directory

Ministry Number:	2873
Principal:	Brent McDowell
School Address:	20 Iver Trask Place Paraparaumu
School Postal Address:	P O Box 134, Kapiti,
School Phone:	04-298-5605
School Email:	admin@kapiti.school.nz

Members of the Board

Position	How Position Gained	Name	Term Expired/ Expires
Presiding Member	Elected	Ben Muphy	Sep-25
Principal ex Officio	Of right	Brent McDowell	ongoing
Parent Representative	Elected	Natalie Deihl	Sep-25
Parent Representative	Elected	Micheal Grey	Dec-22
Parent Representative	Elected	Zeke Lytollis	Sep-25
Parent Representative	Elected	Peter Steenberg	Sep-25
Staff Representative	Elected	Casey Eastham	Sep-25
Left office			
Parent Representative	Elected	Andrea Galland	Sep-22
Parent Representative	Elected	Lafaele Vaeluaga	Sep-22
Parent Representative	Elected	Eve Rongo	Sep-22
Parent Representative	Elected	Jillian Jenness	Apr-22

Accountant / Service Provider: Davidson Dickson Ltd

KAPITI SCHOOL

Annual Report - For the year ended 31 December 2022

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Kapiti School

Statement of Responsibility

For the year ended 31 December 2022

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

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

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2022 fairly reflects the financial position and operations of the school.

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

Benjamin John Murphy

Full Name of Presiding Member



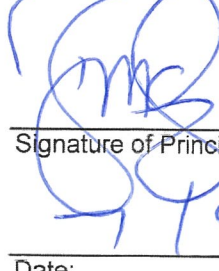
Signature of Presiding Member

7 Aug 2023

Date:

Brent McDaniel

Full Name of Principal



Signature of Principal

7/8/23

Date:

Kapiti School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Revenue				
Government Grants	2	1,550,052	1,551,726	1,630,770
Locally Raised Funds	3	87,889	67,778	212,881
Interest Income		20,983	17,500	8,911
Total Revenue		1,658,924	1,637,004	1,852,562
Expenses				
Locally Raised Funds	3	1,440	-	23,349
Learning Resources	4	1,088,232	1,081,584	1,169,171
Administration	5	140,120	126,543	106,934
Finance		1,128	-	1,062
Property	6	393,544	524,307	392,286
Loss on Disposal of Property, Plant and Equipment		1,979	-	-
		1,626,443	1,732,434	1,692,802
Net Surplus / (Deficit) for the year		32,481	(95,430)	159,760
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		32,481	(95,430)	159,760

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

Kapiti School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Equity at 1 January		1,337,009	1,337,009	1,169,026
Total comprehensive revenue and expense for the year		32,481	(95,430)	159,760
Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		-	-	8,223
Equity at 31 December		1,369,490	1,241,579	1,337,009
Accumulated comprehensive revenue and expense		1,369,490	1,241,579	1,337,009
Reserves		-	-	-
Equity at 31 December		1,369,490	1,241,579	1,337,009

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.

Kapiti School

Statement of Financial Position

As at 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Current Assets				
Cash and Cash Equivalents	7	330,202	64,467	208,460
Accounts Receivable	8	74,974	70,000	73,140
Prepayments		1,534	3,000	1,620
Investments	9	940,978	950,000	1,057,837
Funds Receivable for Capital Works Projects	15	25,746	-	-
		1,373,434	1,087,467	1,341,057
Current Liabilities				
GST Payable		20,693	-	6,884
Accounts Payable	11	104,250	98,106	108,190
Revenue Received in Advance	12	58,389	-	25,778
Provision for Cyclical Maintenance	13	11,916	38,042	38,042
Finance Lease Liability	14	6,799	5,000	4,219
Funds held for Capital Works Projects	15	264,081	-	141,391
		466,128	141,148	324,504
Working Capital Surplus/(Deficit)		907,306	946,319	1,016,553
Non-current Assets				
Property, Plant and Equipment	10	499,448	330,588	344,588
		499,448	330,588	344,588
Non-current Liabilities				
Provision for Cyclical Maintenance	13	28,989	28,828	18,828
Finance Lease Liability	14	8,275	6,500	5,304
		37,264	35,328	24,132
Net Assets		1,369,490	1,241,579	1,337,009
Equity		1,369,490	1,241,579	1,337,009

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

Kapiti School

Statement of Cash Flows

For the year ended 31 December 2022

	Note	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Cash flows from Operating Activities				
Government Grants		506,349	661,628	432,393
Locally Raised Funds		80,989	67,778	204,189
Goods and Services Tax (net)		13,804	-	5,368
Payments to Employees		(275,495)	(281,374)	(214,913)
Payments to Suppliers		(217,874)	(220,827)	(236,978)
Interest Paid		(1,128)	-	(1,062)
Interest Received		18,039	19,000	8,878
Net cash from/(to) Operating Activities		124,684	246,205	197,875
Cash flows from Investing Activities				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		-	-	-
Purchase of Property Plant & Equipment (and Intangibles)		(210,848)	174,450	(41,683)
Purchase of Investments		-	(380,887)	(188,724)
Proceeds from Sale of Investments		116,859	-	-
Net cash from/(to) Investing Activities		(93,989)	(206,437)	(230,407)
Cash flows from Financing Activities				
Furniture and Equipment Grant		-	-	8,223
Finance Lease Payments		(5,898)	(4,642)	(6,960)
Loans Received		-	-	-
Repayment of Loans		-	-	-
Funds Administered on Behalf of Third Parties		96,945	-	137,540
Net cash from/(to) Financing Activities		91,047	(4,642)	138,803
Net increase/(decrease) in cash and cash equivalents		121,742	35,126	106,271
Cash and cash equivalents at the beginning of the year	7	208,460	29,341	102,189
Cash and cash equivalents at the end of the year	7	330,202	64,467	208,460

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.

Kapiti School

Notes to the Financial Statements

For the year ended 31 December 2022

1. Statement of Accounting Policies

a) Reporting Entity

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

b) Basis of Preparation

Reporting Period

The financial statements have been prepared for the period 1 January 2022 to 31 December 2022 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

The financial statements have been prepared on a going concern basis, and the accounting policies have been consistently applied throughout the period.

Financial Reporting Standards Applied

The Education and Training Act 2020 requires the School, as a Crown entity, to prepare financial statements in accordance with generally accepted accounting practice. The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand, applying Public Sector Public Benefit Entity (PBE) Standards Reduced Disclosure Regime as appropriate to public benefit entities that qualify for Tier 2 reporting. The school is considered a Public Benefit Entity as it meets the criteria specified as 'having a primary objective to provide goods and/or services for community or social benefit and where any equity has been provided with a view to supporting that primary objective rather than for financial return to equity holders'.

PBE Accounting Standards Reduced Disclosure Regime

The School qualifies for Tier 2 as the school is not publicly accountable and is not considered large as it falls below the expense threshold of \$30 million per year. All relevant reduced disclosure concessions have been taken.

Measurement Base

The financial statements are prepared on the historical cost basis unless otherwise noted in a specific accounting policy.

Presentation Currency

These financial statements are presented in New Zealand dollars, rounded to the nearest dollar.

Specific Accounting Policies

The accounting policies used in the preparation of these financial statements are set out below.

Critical Accounting Estimates And Assumptions

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Cyclical maintenance

A school recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's best estimate of the cost of painting the school and when the school is required to be painted, based on an assessment of the school's condition. During the year, the Board assesses the reasonableness of its painting maintenance plan on which the provision is based. Cyclical maintenance is disclosed at note 13.

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 10.

Critical Judgements in applying accounting policies

Management has exercised the following critical judgements in applying accounting policies:

Classification of leases**Recognition of grants**

The School reviews the grants monies received at the end of each reporting period and whether any require a provision to carry forward amounts unspent. The School believes all grants received have been appropriately recognised as a liability if required. Government grants are disclosed at note 2.

c) Revenue Recognition**Government Grants**

The school receives funding from the Ministry of Education. The following are the main types of funding that the School receives.

Operational grants are recorded as revenue when the School has the rights to the funding, which is in the year that the funding is received.

Teachers salaries grants are recorded as revenue when the School has the rights to the funding in the salary period they relate to. The grants are not received in cash by the School and are paid directly to teachers by the Ministry of Education.

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

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. Grants for the use of land and buildings are not received in cash by the School as they equate to the deemed expense for using the land and buildings which are owned by the Crown. The School's use of the land and buildings as occupant is based on a property occupancy document as gazetted by the Ministry. The expense is based on an assumed market rental yield on the value of land and buildings as used for rating purposes.

This is a non-cash revenue that is offset by a non-cash expense. The use of land and buildings grants and associated expenditure are recorded in the period the School uses the land and buildings.

Other Grants where conditions exist

Other grants are recorded as revenue when the School has the rights to the funding, unless there are unfulfilled conditions attached to the grant, in which case the amount relating to the unfulfilled conditions is recognised as a liability and released to revenue as the conditions are fulfilled.

Donations, Gifts and Bequests

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

Interest Revenue

Interest Revenue earned on cash and cash equivalents and investments is recorded as revenue in the period it is earned.

d) Operating Lease Payments

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

e) Finance Lease Payments

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

f) Cash and Cash Equivalents

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

g) Accounts Receivable

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

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 (funded by the Board) to buildings owned by the Crown or directly by the board are recorded at cost, less accumulated depreciation and impairment losses.

Property, plant and equipment are recorded at cost or, in the case of donated assets, fair value at the date of receipt, less accumulated depreciation and impairment losses. Cost or fair value as the case may be, includes those costs that relate directly to bringing the asset to the location where it will be used and making sure it is in the appropriate condition for its intended use.

Gains and losses on disposals (i.e. sold or given away) are determined by comparing the proceeds received with the carrying amounts (i.e. the book value). The gain or loss arising from the disposal of an item of property, plant and equipment is recognised in the Statement of Comprehensive Revenue and Expense.

Finance Leases

A finance lease transfers to the lessee substantially all the risks and rewards incidental to ownership of an asset, whether or not title is eventually transferred. At the start of the lease term, finance leases are recognised as assets and liabilities in the statement of financial position at the lower of the fair value of the leased asset or the present value of the minimum lease payments. The finance charge is charged to the surplus or deficit over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability. The amount recognised as an asset is depreciated over its useful life. If there is no reasonable certainty whether the school will obtain ownership at the end of the lease term, the asset is fully depreciated over the shorter of the lease term and its useful life.

Depreciation

Property, plant and equipment except for library resources are depreciated over their estimated useful lives on a straight line basis. Library resources are depreciated on a diminishing value basis. Depreciation of all assets is reported in the Statement of Comprehensive Revenue and Expense.

The estimated useful lives of the assets are:

Building improvements	10-50 years
Board Owned Buildings	10-50 years
Furniture and equipment	2-10 years
Information and communication technology	5 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value

j) 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 and research expenditure 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.

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 12 months after the end of the reporting period in which the employee provides the related service, such as retirement and long service leave, have been calculated on an actuarial basis.

The calculations are based on the likely future entitlements accruing to employees, based on years of service, years to entitlement, the likelihood that employees will reach the point of entitlement, and contractual entitlement information, and the present value of the estimated future cash flows. Remeasurements are recognised in surplus or deficit in the period in which they arise.

m) Revenue Received in Advance

Revenue received in advance relates to fees received from students and 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.

The School holds sufficient funds to enable the refund of unearned fees in relation to international students, should the School be unable to provide the services to which they relate.

n) Funds held for Capital works

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

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

o) Shared Funds

Shared Funds are held on behalf of a cluster of participating schools as agreed with the Ministry of Education. In instances where funds are outside of the School's control, these amounts are not recorded in the Statement of Revenue and Expense. In instances where the school is determined to be the principal for providing the service related to the Shared Funds (such as the RTL B programme), all income and expenditure related to the provision of the service is recorded in the Statement of Revenue and Expense. The School holds sufficient funds to enable the funds to be used for their intended purpose.

p) Provision for Cyclical Maintenance

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

Cyclical maintenance, which involves painting the interior and exterior of the School, makes up the most significant part of the Board's responsibilities outside day-to-day maintenance. The provision is a reasonable estimate, based on the school's best estimate of the cost of painting the school and when the school is required to be painted, based on an assessment of the school's condition.

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

q) Financial Instruments

The School's financial assets comprise cash and cash equivalents, accounts receivable, and investments. All of these financial assets, except for investments that are shares, are initially recognised at fair value and subsequently measured at amortised cost, using the effective interest method.

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. On initial recognition of an equity investment that is not held for trading, the School may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive revenue and expense. This election has been made for investments that are shares. Subsequent to initial recognition, these assets are measured at fair value. Dividends are recognised as income in surplus or deficit unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in other comprehensive revenue and expense and are never reclassified to surplus or deficit.

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

r) 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.

s) 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.

t) Budget Figures

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

u) Services received in-kind

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

2. Government Grants

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Government Grants - Ministry of Education	481,267	376,176	423,394
Teachers' Salaries Grants	775,551	775,550	915,011
Use of Land and Buildings Grants	293,234	400,000	283,366
Other Government Grants	-	-	8,999
	<u>1,550,052</u>	<u>1,551,726</u>	<u>1,630,770</u>

The school has opted in to the donations scheme for this year. Total amount received was \$(25,800).

3. Locally Raised Funds

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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Revenue			
Donations & Bequests	27,501	28,000	113,566
Fees for Extra Curricular Activities	2,528	-	16,368
Fundraising & Community Grants	53,062	37,778	78,805
Other Revenue	4,798	2,000	4,142
	<u>87,889</u>	<u>67,778</u>	<u>212,881</u>
Expenses			
Extra Curricular Activities Costs	1,440	-	23,349
	<u>1,440</u>	<u>-</u>	<u>23,349</u>
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	<u>86,449</u>	<u>67,778</u>	<u>189,532</u>

4. Learning Resources

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Curricular	63,114	60,660	62,069
Equipment Repairs	-	-	87
Information and Communication Technology	7,042	7,000	6,505
Library Resources	1,677	500	717
Employee Benefits - Salaries	935,177	953,924	1,033,656
Staff Development	15,764	19,500	14,003
Depreciation	65,458	40,000	52,134
	<u>1,088,232</u>	<u>1,081,584</u>	<u>1,169,171</u>

5. Administration

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Audit Fee	9,103	9,103	8,838
Board Fees	2,749	3,240	2,795
Board Expenses	10,659	9,400	4,026
Communication	3,176	4,750	3,397
Consumables	4,086	9,300	3,342
Operating Lease	209	-	280
Other	4,372	8,650	6,518
Employee Benefits - Salaries	95,142	70,000	66,993
Insurance	2,724	4,200	2,845
Service Providers, Contractors and Consultancy	7,900	7,900	7,900
	<u>140,120</u>	<u>126,543</u>	<u>106,934</u>

6. Property

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Caretaking and Cleaning Consumables	6,939	7,500	7,494
Consultancy and Contract Services	27,892	28,100	25,565
Cyclical Maintenance Provision	(1,266)	10,000	11,426
Grounds	1,079	200	1,488
Heat, Light and Water	14,936	14,194	12,989
Rates	6,204	6,250	5,800
Repairs and Maintenance	17,734	29,563	19,377
Use of Land and Buildings	293,234	400,000	283,366
Security	1,640	2,500	1,298
Employee Benefits - Salaries	25,152	26,000	23,483
	<u>393,544</u>	<u>524,307</u>	<u>392,286</u>

The use of land and buildings figure represents 5% of the school's total property value. Property values are established as part of the nation-wide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

7. Cash and Cash Equivalents

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Bank Accounts	100,091	64,467	208,448
Saver account	230,099	-	-
Saver	12	-	12
Cash and cash equivalents for Statement of Cash Flows	<u>330,202</u>	<u>64,467</u>	<u>208,460</u>

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

Of the \$330,202 Cash and Cash Equivalents, \$265,081 is held by the School on behalf of the Ministry of Education. These funds have been provided by the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2023 on Crown owned school buildings.

8. Accounts Receivable

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Receivables	14,799	-	370
Interest Receivable	4,726	-	1,782
Teacher Salaries Grant Receivable	55,449	70,000	70,988
	<u>74,974</u>	<u>70,000</u>	<u>73,140</u>
Receivables from Exchange Transactions	19,525	-	2,152
Receivables from Non-Exchange Transactions	55,449	70,000	70,988
	<u>74,974</u>	<u>70,000</u>	<u>73,140</u>

9. Investments

The School's investment activities are classified as follows:

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Current Asset			
Short-term Bank Deposits	940,978	950,000	1,057,837
Non-current Asset			
Long-term Bank Deposits	-	-	-
Total Investments	<u>940,978</u>	<u>950,000</u>	<u>1,057,837</u>

10. Property, Plant and Equipment

	Opening Balance	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2022	\$	\$	\$	\$	\$	\$
Buildings	58,953	-	-		(2,035)	56,918
Building Improvements	86,520	211,979	-		(24,486)	274,013
Furniture and Equipment	101,587	20,764	(1,979)		(19,469)	100,903
Information and Communication Technology	37,314	6,090	-		(11,986)	31,418
Work In Progress	39,276	7,350	(37,788)		-	8,838
Leased Assets	8,292	11,448	-		(5,900)	13,840
Library Resources	12,646	2,454	-		(1,582)	13,518
Balance at 31 December 2022	344,588	260,085	(39,767)	-	(65,458)	499,448

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
	\$	\$	\$	\$	\$	\$
Buildings	101,737	(44,819)	56,918	101,737	(42,784)	58,953
Building Improvements	337,781	(63,768)	274,013	125,802	(39,282)	86,520
Furniture and Equipment	270,306	(169,403)	100,903	255,347	(153,760)	101,587
Information and Communication Technology	106,510	(75,092)	31,418	112,605	(75,291)	37,314
Work in Progress	8,838	-	8,838	39,276	-	39,276
Leased Assets	47,140	(33,300)	13,840	35,692	(27,400)	8,292
Library Resources	71,441	(57,923)	13,518	68,987	(56,341)	12,646
Balance at 31 December	943,753	(444,305)	499,448	739,446	(394,858)	344,588

11. Accounts Payable

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Creditors	17,488	13,106	10,579
Accruals	9,103	5,000	8,838
Employee Entitlements - Salaries	64,699	75,000	78,602
Employee Entitlements - Leave Accrual	12,960	5,000	10,171
	<u>104,250</u>	<u>98,106</u>	<u>108,190</u>
Payables for Exchange Transactions	104,250	98,106	108,190
Payables for Non-exchange Transactions - Taxes Payable (PAYE and Rates)			
Payables for Non-exchange Transactions - Other			
	<u>104,250</u>	<u>98,106</u>	<u>108,190</u>

The carrying value of payables approximates their fair value.

12. Revenue Received in Advance

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Grants in Advance - Ministry of Education	25,082	-	-
Other revenue in Advance	33,307	-	25,778
	<u>58,389</u>	<u>-</u>	<u>25,778</u>

13. Provision for Cyclical Maintenance

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Provision at the Start of the Year	56,870	56,870	64,130
Increase to the Provision During the Year	(1,266)	10,000	11,426
Use of the Provision During the Year	(14,699)	-	(18,686)
Other Adjustments	-	-	-
Provision at the End of the Year	<u>40,905</u>	<u>66,870</u>	<u>56,870</u>
Cyclical Maintenance - Current	11,916	38,042	38,042
Cyclical Maintenance - Non current	28,989	28,828	18,828
	<u>40,905</u>	<u>66,870</u>	<u>56,870</u>

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 and quoted work price schedule.

14. Finance Lease Liability

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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
No Later than One Year	5,772		3,664
Later than One Year and no Later than Five Years	7,639		4,713
Future Finance Charges	1,663		1,146
	<u>15,074</u>	<u>-</u>	<u>9,523</u>
Represented by			
Finance lease liability - Current	6,799		4,219
Finance lease liability - Non current	8,275		5,304
	<u>15,074</u>	<u>-</u>	<u>9,523</u>

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 9.

	2022	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
Universal Bathroom	<i>ongoing</i>	-	-	(12,445)		(12,445)
Block N	<i>ongoing</i>	12,591	-	(25,892)		(13,301)
AMS Combined stage 2	<i>ongoing</i>	26,368	200,000	(33,612)		192,756
Cladding	<i>ongoing</i>	21,203	-	(3,000)		18,203
SIP Caretaker shed, breakout		81,229	-	(28,107)		53,122
Totals		<u>141,391</u>	<u>200,000</u>	<u>(103,056)</u>	<u>-</u>	<u>238,335</u>

Represented by:

Funds Held on Behalf of the Ministry of Education	264,081
Funds Receivable from the Ministry of Education	(25,746)

	2021	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
Block N		-	49,393	(36,802)		12,591
AMS Combined stage 2		-	34,343	(7,975)		26,368
Cladding			32,100	(10,897)		21,203
SIP Caretaker shed, breakout		3,851	103,000	(25,622)		81,229
Roof replacement		-	45,116	(45,116)		-
Totals		<u>3,851</u>	<u>263,952</u>	<u>(126,412)</u>	<u>-</u>	<u>141,391</u>

Represented by:

Funds Held on Behalf of the Ministry of Education	141,391
Funds Receivable from the Ministry of Education	-

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 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.

17. Remuneration

Key management personnel compensation

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

	2022 Actual \$	2021 Actual \$
<i>Board Members</i>		
Remuneration	2,749	2,795
<i>Leadership Team</i>		
Remuneration	242,297	240,726
Full-time equivalent members	2	2
Total key management personnel remuneration	245,046	243,521

There are 6 members of the Board excluding the Principal. The Board had held 8 full meetings of the Board in the year. The Board also has Finance meeting s (10) and Property that meet when required. As well as these regular meetings, including preparation time, the Presiding member and other Board members have also been involved in ad hoc meetings to consider student welfare 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:

	2022 Actual \$000	2021 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	130-140	120-130
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	2021 FTE Number
100 - 110	1.00	1.00
110-120	0.00	0.00
	1.00	1.00

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

18. Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be board members, committee members, or employees during the financial year in relation to that cessation and number of persons to whom all or part of that total was payable was as follows:

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

19. Contingencies

There are no contingent liabilities and no contingent assets (except as noted below) as at 31 December 2022 (Contingent liabilities and assets at 31 December 2021: nil).

Holidays Act Compliance – schools payroll

The Ministry of Education performs payroll processing and payments on behalf of boards, through payroll service provider Education Payroll Limited.

The Ministry's review of the schools sector payroll to ensure compliance with the Holidays Act 2003 is ongoing. Final calculations and potential impact on any specific individual will not be known until further detailed analysis and solutions have been completed.

To the extent that any obligation cannot reasonably be quantified at 31 December 2022, a contingent liability for the school may exist.

20. Commitments

(a) Capital Commitments

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

(a) \$32,582 contract for weather tight issues to be completed in 2022, which will be fully funded by the Ministry of Education. \$32,100 has been received of which \$13,897 has been spent on the project to date;

(b) Contract to have the Stage 2 classroom upgrade as agent for the Ministry of Education. This project is fully funded by the Ministry and \$345,449 has been received of which \$41,587 has been spent on the project to balance date. This project has been approved by the Ministry; and

(c) N Block upgrade as agent for the Ministry of Education at a contract amount of \$57,593. The project is fully funded by the Ministry and \$49,393 has been received of which \$62,694 has been spent on the project to balance date. This project has been approved by the Ministry.

(d) SIP Project - Caretaker shed and breakout rooms upgrade (\$156,163) as agent for the Ministry of Education. The project is fully funded by the Ministry and \$118,662 has been received of which \$65,540 has been spent on the project to balance date. This project has been approved by the Ministry.

(e) MoE project - Universal bathroom as agent for the Ministry of Education. The project is fully funded by the Ministry, So far \$12,445 has been spent on the project to balance date. This project has been approved by the Ministry.

20. Commitments

(a) Capital Commitments

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

(a) \$32,100 contract for weather tight issues to be completed in 2022, which will be fully funded by the Ministry of Education. \$32,100 has been received of which \$10,897 has been spent on the project to date;

(b) Contract to have the Stage 2 classroom upgrade as agent for the Ministry of Education. This project is fully funded by the Ministry and \$34,343 has been received of which \$6,975 has been spent on the project to balance date. This project has been approved by the Ministry; and

(c) N Block upgrade as agent for the Ministry of Education at a contract amount of \$57,593. The project is fully funded by the Ministry and \$49,393 has been received of which \$36,802 has been spent on the project to balance date. This project has been approved by the Ministry.

(d) SIP Project - Caretaker shed and breakout rooms upgrade (\$156,618) as agent for the Ministry of Education. The project is fully funded by the Ministry and \$118,662 has been received of which \$37,433 has been spent on the project to balance date. This project has been approved by the Ministry.

(b) Operating Commitments

As at 31 December 2022 the Board had no operating contracts:

(2021: Nil).

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

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Cash and Cash Equivalents	330,202	64,467	208,460
Receivables	74,974	70,000	73,140
Investments - Term Deposits	940,978	950,000	1,057,837
Total Financial assets measured at amortised cost	1,346,154	1,084,467	1,339,437

Financial liabilities measured at amortised cost

Payables	104,250	98,106	108,190
Finance Leases	15,074	11,500	9,523
Total Financial Liabilities Measured at Amortised Cost	119,324	109,606	117,713

22. Events After Balance Date

On the 11th of July 23, the Ministry of Education appointed a Limited Statutory Manager to the school.

The LSM has been appointed to assist the school, and vested functions and powers of the Board with regard to duties of the board as an employer, curriculum management, and management of complaints. The LSM may also advise the board on Board communications, and consolidating all new and improved systems into Board management practice.

23. Comparatives

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