

ONEWHERE AREA SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

Ministry Number: 108
Principal: Simon Craggs
School Address: 29 Hall Road, Tuakau
School Postal Address: 29 Hall Road, Onewhero, RD 2, Tuakau
School Phone: 09 232 8866
School Email: office@onewhero.school.nz

Members of the Board of Trustees

Name	Position	How Position Gained	Term Expired/ Expires
Aaron Reese	Chair Person	Chairperson	Oct-20
Owein Greaves	Chair Person	Chairperson	Jun-22
Simon Craggs	Principal	ex Officio	Current
Chris Lees	Parent Rep	Elected	Sep-20
Owein Greaves	Parent Rep	Elected	Nov-20
Rachel Hagan	Parent Rep	Elected	Nov-23
Tina Klay	Parent Rep	Elected	Aug-20
Graham Eskdale	Parent Rep	Elected	Nov-23
Corinne Anderson	Parent Rep	Elected	Jun-22
Amelia Morgan	Parent Rep	Elected	Jun-22
Rima Taua	Maori Rep	Co-opted	Aug-21
Rereokeroa Shaw	Maori Rep	Co-opted	Aug-21
Jo McIntosh	Risk Management & H&S Rep	Co-opted	Aug-20
Heidi Bland	Risk Management & H&S Rep	Co-opted	Dec-21
Cushla Carey	Student Rep	Elected	Sep-20
Kimberley	Student Rep	Elected	Sep-21
Cruickshak	Student Rep	Elected	Sep-21
Kiri Pengelly	Staff Rep	Elected	Jun-22

Accountant / Service Provider: S.A.J. Services Ltd

ONEWHERE AREA SCHOOL

Annual Report - For the year ended 31 December 2020

Index

Page	Statement
	Financial Statements
<u>1</u>	Statement of Responsibility
<u>2</u>	Statement of Comprehensive Revenue and Expense
<u>3</u>	Statement of Changes in Net Assets/Equity
<u>4</u>	Statement of Financial Position
<u>5</u>	Statement of Cash Flows
<u>6 - 19</u>	Notes to the Financial Statements
	Other Information
	Analysis of Variance
	Kiwisport

Onewhero Area 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.

Owein Emrys Greaves
Full Name of Board Chairperson

[Signature]
Signature of Board Chairperson

31-5-2021
Date:

Rebecca Bills
Full Name of Principal

[Signature]
Signature of Principal

31-05-2021
Date:

Onewhero Area School
Statement of Comprehensive Revenue and Expense
For the year ended 31 December 2020

	Notes	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Revenue				
Government Grants	2	5,415,431	4,762,251	4,951,839
Locally Raised Funds	3	242,526	269,300	344,960
Interest income		1,724	3,000	3,063
International Students	4	14,087	69,710	26,000
		<u>5,673,768</u>	<u>5,104,261</u>	<u>5,325,862</u>
Expenses				
Locally Raised Funds	3	156,617	100,400	195,566
International Students	4	10,003	27,661	17,648
Learning Resources	5	3,882,323	3,571,013	3,634,987
Administration	6	267,586	252,031	261,212
Finance		7,680	4,158	4,085
Property	7	1,058,669	1,028,760	1,136,362
Depreciation	8	113,310	120,000	112,820
Loss on Disposal of Property, Plant and Equipment		2,759	-	3,031
		<u>5,498,947</u>	<u>5,104,023</u>	<u>5,365,711</u>
Net Surplus / (Deficit) for the year		174,821	238	(39,849)
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u>174,821</u>	<u>238</u>	<u>(39,849)</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.

Onewhero Area School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2020

	Notes	Actual 2020 \$	Budget (Unaudited) 2020 \$	Actual 2019 \$
Balance at 1 January		<u>1,139,584</u>	<u>1,167,524</u>	<u>1,165,066</u>
Total comprehensive revenue and expense for the year		174,821	238	(39,849)
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant		19,500	-	14,367
Equity at 31 December	25	<u>1,333,905</u>	<u>1,167,762</u>	<u>1,139,584</u>
Retained Earnings		1,333,905	1,167,762	1,139,584
Equity at 31 December		<u>1,333,905</u>	<u>1,167,762</u>	<u>1,139,584</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.

Onewhero Area School Statement of Financial Position

As at 31 December 2020

	Notes	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Current Assets				
Cash and Cash Equivalents	9	639,186	270,651	250,410
Accounts Receivable	10	281,547	17,292	227,357
GST Receivable		18,713	24,721	25,478
Prepayments		18,290	8,175	8,178
Inventories	11	15,675	14,238	14,238
Investments	12	32,870	32,161	32,161
		<u>1,006,281</u>	<u>367,238</u>	<u>557,822</u>
Current Liabilities				
Accounts Payable	14	367,698	67,915	306,676
Revenue Received in Advance	15	60,246	44,433	44,434
Provision for Cyclical Maintenance	16	37,334	17,000	17,000
Finance Lease Liability - Current Portion	17	34,472	33,033	33,033
Funds held in Trust	18	-	7,900	7,900
Funds held for Capital Works Projects	19	143,070	(19,344)	(19,344)
		<u>642,820</u>	<u>150,937</u>	<u>389,699</u>
Working Capital Surplus/(Deficit)		363,461	216,301	168,123
Non-current Assets				
Property, Plant and Equipment	13	1,054,444	1,085,985	1,105,985
		<u>1,054,444</u>	<u>1,085,985</u>	<u>1,105,985</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	16	45,694	66,218	66,218
Finance Lease Liability	17	38,306	68,306	68,306
		<u>84,000</u>	<u>134,524</u>	<u>134,524</u>
Net Assets		<u><u>1,333,905</u></u>	<u><u>1,167,762</u></u>	<u><u>1,139,584</u></u>
Equity	25	<u><u>1,333,905</u></u>	<u><u>1,167,762</u></u>	<u><u>1,139,584</u></u>

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

Onewhero Area School Statement of Cash Flows

For the year ended 31 December 2020

	Note	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Cash flows from Operating Activities				
Government Grants		1,381,616	1,064,323	1,183,553
Locally Raised Funds		270,350	322,638	408,079
International Students		(392)	72,123	28,413
Goods and Services Tax (net)		6,765	(5,895)	(5,896)
Funds Administered on Behalf of Third Parties		(7,900)	850	850
Payments to Employees		(593,465)	(586,756)	(564,858)
Payments to Suppliers		(730,933)	(799,863)	(972,900)
Cyclical Maintenance Payments in the year		(19,438)	(32,295)	(39,172)
Interest Paid		(7,680)	(4,158)	(4,085)
Interest Received		1,736	3,023	3,065
Net cash from/(to) Operating Activities		300,659	33,990	37,049
Cash flows from Investing Activities				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		-	(1,545)	-
Purchase of Property Plant & Equipment (and Intangibles)		(57,474)	(23,301)	(48,572)
Purchase of Investments		(709)	(1,041)	(1,041)
Net cash from/(to) Investing Activities		(58,183)	(25,887)	(49,613)
Cash flows from Financing Activities				
Furniture and Equipment Grant		19,500	-	14,367
Finance Lease Payments		(35,614)	(31,038)	(36,027)
Funds Held for Capital Works Projects		162,414	(70,722)	(70,722)
Net cash from/(to) Financing Activities		146,300	(101,760)	(92,382)
Net increase/(decrease) in cash and cash equivalents		388,776	(93,657)	(104,946)
Cash and cash equivalents at the beginning of the year	9	250,410	364,308	355,356
Cash and cash equivalents at the end of the year	9	639,186	270,651	250,410

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.

Onewhero Area School

Notes to the Financial Statements

For the year ended 31 December 2020

1. Statement of Accounting Policies

a) Reporting Entity

Onewhero Area 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 16.

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 13.

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.

Grants for the use of land and buildings are also 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 Proprietor. Use of land and building grants are recorded as income in the period the school uses the land and building.

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

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) Investments

Bank term deposits are initially measured at the amount invested. Interest is subsequently accrued and added to the investment balance. A loss allowance for expected credit losses is recognised if the estimated loss allowance is not trivial.

k) Property, Plant and Equipment

Land and buildings owned by the Crown are excluded from these financial statements. The Board's use of the land and buildings as 'occupant' is based on a property occupancy document.

Improvements to buildings owned by the Crown are recorded at cost, less accumulated depreciation and impairment losses.

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

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	50 years
Furniture and equipment	15 years
Information and communication technology	3 years
Textbooks	3 years
Leased assets held under a Finance Lease	3-4 years
Library resources	12.5% Diminishing value

l) Impairment of property, plant, and equipment and intangible assets

The school does not hold any cash generating assets. Assets are considered cash generating where their primary objective is to generate a commercial return.

Non cash generating assets

Property, plant, and equipment and intangible assets held at cost that have a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable service amount. The recoverable service amount is the higher of an asset's fair value less costs to sell and value in use.

Value in use is determined using an approach based on either a depreciated replacement cost approach, restoration cost approach, or a service units approach. The most appropriate approach used to measure value in use depends on the nature of the impairment and availability of information.

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.

m) 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.

n) 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.

o) 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.

p) Funds Held in Trust

Funds are held in trust where they have been received by the School for a specified purpose, or are being held on behalf of a third party and 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.

q) 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).

r) 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.

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

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Operational Grants	1,012,388	963,339	1,024,989
Teachers' Salaries Grants	3,275,550	2,948,110	3,036,586
Use of Land and Buildings Grants	748,911	730,460	740,055
Resource Teachers Learning and Behaviour Grants	8,896	14,000	19,648
Other MoE Grants	277,504	65,137	45,090
Other Government Grants	92,182	41,205	85,471
	<u>5,415,431</u>	<u>4,762,251</u>	<u>4,951,839</u>

The school has opted in to the donations scheme for this year. Total amount received was \$79,800.

3. Locally Raised Funds

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

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Revenue			
Donations	6,326	81,800	39,672
Activities	100,432	78,300	170,842
Trading	11,948	10,500	11,549
Fundraising	12,567	7,500	25,871
Other Revenue	111,253	91,200	97,026
	<u>242,526</u>	<u>269,300</u>	<u>344,960</u>
Expenses			
Activities	139,874	95,900	171,986
Trading	6,283	2,000	12,070
Fundraising (Costs of Raising Funds)	10,460	2,500	11,510
	<u>156,617</u>	<u>100,400</u>	<u>195,566</u>
Surplus/ (Deficit) for the year Locally raised funds	<u>85,909</u>	<u>168,900</u>	<u>149,394</u>

4. International Student Revenue and Expenses

	2020 Actual Number	2020 Budget (Unaudited) Number	2019 Actual Number
International Student Roll	0	0	0
	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Revenue			
International Student Fees	14,087	69,710	26,000
Expenses			
Employee Benefit - Salaries	7,694	15,661	13,917
Other Expenses	2,309	12,000	3,731
	10,003	27,661	17,648
<i>Surplus/ (Deficit) for the year International Students</i>	4,084	42,049	8,352

5. Learning Resources

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Curricular	202,650	229,581	199,148
Equipment Repairs	2,182	7,000	3,704
Information and Communication Technology	38,161	34,200	32,922
Library Resources	2,496	500	-
Employee Benefits - Salaries	3,620,094	3,270,532	3,378,757
Staff Development	16,740	29,200	20,456
	3,882,323	3,571,013	3,634,987

6. Administration

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Audit Fee	5,871	5,977	5,701
Board of Trustees Fees	4,745	6,000	5,205
Board of Trustees Expenses	7,388	13,850	13,224
Communication	9,972	11,600	10,775
Consumables	15,880	19,250	27,085
Operating Lease	8,132	10,200	8,801
Other	29,236	19,400	23,265
Employee Benefits - Salaries	168,358	147,500	145,987
Insurance	8,134	8,330	11,263
Service Providers, Contractors and Consultancy	9,870	9,924	9,906
	267,586	252,031	261,212

7. Property

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Caretaking and Cleaning Consumables	21,042	19,000	21,534
Consultancy and Contract Services	63,765	63,000	63,811
Cyclical Maintenance Provision	19,248	19,000	25,877
Grounds	32,669	30,500	53,101
Heat, Light and Water	41,692	49,500	55,982
Rates	378	600	508
Repairs and Maintenance	53,958	33,000	104,353
Use of Land and Buildings	748,911	730,460	740,055
Security	588	700	586
Employee Benefits - Salaries	76,418	83,000	70,555
	<u>1,058,669</u>	<u>1,028,760</u>	<u>1,136,362</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.

8. Depreciation

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Building Improvements - Crown	19,006	20,128	18,991
Furniture and Equipment	16,535	17,511	16,345
Information and Communication Technology	15,601	16,522	15,638
Motor Vehicles	21,950	23,246	24,264
Leased Assets	37,948	40,189	35,587
Library Resources	2,270	2,404	1,995
	<u>113,310</u>	<u>120,000</u>	<u>112,820</u>

9. Cash and Cash Equivalents

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Cash on Hand	200	-	-
Bank Current Account	427,150	98,499	78,258
Bank Call Account	211,836	172,152	172,152
Cash and cash equivalents for Statement of Cash Flows	<u>639,186</u>	<u>270,651</u>	<u>250,410</u>

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

Of the \$639,186 Cash and Cash Equivalents, \$143,070 is held by the School on behalf of the Ministry of Education. These funds are required to be spent in 2021 on Crown owned school buildings under the School's Five Year Property Plan.

10. Accounts Receivable

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Receivables	9,978	17,292	7,511
Interest Receivable	9	-	21
Banking Staffing Underuse	9,354	-	-
Teacher Salaries Grant Receivable	262,206	-	219,825
	<u>281,547</u>	<u>17,292</u>	<u>227,357</u>
Receivables from Exchange Transactions	9,987	17,292	7,532
Receivables from Non-Exchange Transactions	271,560	-	219,825
	<u>281,547</u>	<u>17,292</u>	<u>227,357</u>

11. Inventories

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Stationery	3,016	1,248	1,248
School Uniforms	12,659	12,990	12,990
	<u>15,675</u>	<u>14,238</u>	<u>14,238</u>

12. Investments

The School's investment activities are classified as follows:

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Current Asset			
Short-term Bank Deposits	32,870	32,161	32,161
Total Investments	<u>32,870</u>	<u>32,161</u>	<u>32,161</u>

13. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2020	\$	\$	\$	\$	\$	\$
Building Improvements	800,455	1,800	-	-	(19,006)	783,249
Furniture and Equipment	76,055	28,205	(1,704)	-	(16,535)	86,021
Information and Communication Technology	35,478	23,272	-	-	(15,601)	43,149
Motor Vehicles	80,880	-	(1,055)	-	(21,950)	57,875
Leased Assets	99,153	53,851	(46,796)	-	(37,948)	68,260
Library Resources	13,964	4,196	-	-	(2,270)	15,890
Balance at 31 December 2020	1,105,985	111,324	(49,555)	-	(113,310)	1,054,444

The net carrying value of equipment held under a finance lease is \$68,260 (2019: \$99,153)

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2020	\$	\$	\$
Building Improvements	1,046,453	(263,204)	783,249
Furniture and Equipment	433,606	(347,585)	86,021
Information and Communication Technology	240,776	(197,627)	43,149
Motor Vehicles	145,703	(87,828)	57,875
Leased Assets	108,619	(40,359)	68,260
Library Resources	89,336	(73,446)	15,890
Balance at 31 December 2020	2,064,493	(1,010,049)	1,054,444

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2019	\$	\$	\$	\$	\$	\$
Building Improvements	819,446	-	-	-	(18,991)	800,455
Furniture and Equipment	70,717	24,713	(3,031)	-	(16,345)	76,055
Information and Communication Technology	27,258	23,858	-	-	(15,638)	35,478
Motor Vehicles	105,144	-	-	-	(24,264)	80,880
Leased Assets	42,069	92,671	-	-	(35,587)	99,153
Library Resources	15,959	-	-	-	(1,995)	13,964
Balance at 31 December 2019	1,080,593	141,242	(3,031)	-	(112,820)	1,105,985

The net carrying value of equipment held under a finance lease is \$99,153 (2018: \$42,069)

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2019	\$	\$	\$
Building Improvements	1,044,652	(244,197)	800,455
Furniture and Equipment	440,704	(364,649)	76,055
Information and Communication Technology	285,531	(250,054)	35,478
Motor Vehicles	164,051	(83,170)	80,880
Leased Assets	153,789	(54,636)	99,153
Library Resources	85,140	(71,176)	13,964
Balance at 31 December 2019	2,173,867	(1,067,882)	1,105,985

14. Accounts Payable

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Operating Creditors	72,692	51,981	57,779
Accruals	6,156	5,977	5,977
Employee Entitlements - Salaries	282,523	-	236,036
Employee Entitlements - Leave Accrual	6,327	9,957	6,884
	<u>367,698</u>	<u>67,915</u>	<u>306,676</u>
Payables for Exchange Transactions	367,698	67,915	306,676
	<u>367,698</u>	<u>67,915</u>	<u>306,676</u>

The carrying value of payables approximates their fair value.

15. Revenue Received in Advance

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
International Student Fees	-	14,478	14,479
Other	60,246	29,955	29,955
	<u>60,246</u>	<u>44,433</u>	<u>44,434</u>

16. Provision for Cyclical Maintenance

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Provision at the Start of the Year	83,218	83,218	96,513
Increase/ (decrease) to the Provision During the Year	19,248	19,000	25,877
Use of the Provision During the Year	(19,438)	(19,000)	(39,172)
Provision at the End of the Year	<u>83,028</u>	<u>83,218</u>	<u>83,218</u>
Cyclical Maintenance - Current	37,334	17,000	17,000
Cyclical Maintenance - Term	45,694	66,218	66,218
	<u>83,028</u>	<u>83,218</u>	<u>83,218</u>

17. 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	41,051	33,033	42,321
Later than One Year and no Later than Five Years	41,359	68,306	82,466
	<u>82,410</u>	<u>101,339</u>	<u>124,787</u>

18. Funds held in Trust

	2020 Actual \$	2020 Budget \$	2019 Actual \$
Funds Held in Trust on Behalf of Third Parties - Current	-	7,900	7,900
Funds Held in Trust on Behalf of Third Parties - Non-current	-	-	-
	<u>-</u>	<u>7,900</u>	<u>7,900</u>

These funds relate to arrangements where the school is acting as an agent. These amounts are not revenue or expenditure of the school and therefore are not included in the Statement of Comprehensive Revenue and Expense.

19. 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 \$
Site Drainage <i>in progress</i>		6,415	-	(6,743)	-	(328)
Rescrew Room Repairs <i>completed</i>		1,790	-	(1,790)	-	-
Block 10 Classroom Upgrade <i>in progress</i>		(22,868)	-	14,332	-	(8,536)
Flood Damage <i>completed</i>		(4,681)	4,681	-	-	-
2 Classrooms FLS & Acoustics Tr <i>in progress</i>		-	76,500	(85,073)	73	(8,500)
Art Classroom - Fixed cupboards <i>in progress</i>		-	12,602	(13,472)	998	128
Gymnasium Upgrade and Multi Pu <i>in progress</i>		-	-	(7,020)	-	(7,020)
LED Replacement <i>in progress</i>		-	75,465	(73,750)	-	1,715
New Classrooms (project run mos <i>completed</i>		-	435	(435)	-	-
Reinstate Ground Drainage <i>in progress</i>		-	31,500	(27,300)	-	4,200
New Playground & Hard Landscap <i>in progress</i>		-	331,808	(170,897)	-	160,911
Swimming Pool Structural Repair <i>in progress</i>		-	13,500	(13,000)	-	500
Totals		<u>(19,344)</u>	<u>546,491</u>	<u>(385,148)</u>	<u>1,071</u>	<u>143,070</u>

Represented by:

Funds Held on Behalf of the Ministry of Education
Funds Due from the Ministry of Education

167,454
(24,384)

143,070

	2019	Opening Balances	Receipts from MoE	Payments	BOT Contributions	Closing Balances
		\$	\$	\$	\$	\$
Block 1&10 Alarm Upgrade	<i>completed</i>	(617)	1,100	(483)	-	-
Blocks 2,4,6 & 10 Roof	<i>completed</i>	21,532	4,702	(26,234)	-	-
Blocks 2,6 & 10 Spouting	<i>completed</i>	7,826	2,754	(10,580)	-	-
Block 1 Water Pump	<i>completed</i>	7,365	23	(7,388)	-	-
Blocks 6 & 9 Heat Pumps	<i>completed</i>	(3,448)	5,408	(1,960)	-	-
Site Drainage	<i>completed</i>	18,720	-	(12,305)	-	6,415
Rescrew Roof Repairs	<i>completed</i>	-	32,495	(30,705)	-	1,790
Block 4 Toilet Refurb	<i>completed</i>	-	49,000	(49,000)	-	-
Block 10 Classroom Upgrade	<i>in progress</i>	-	76,829	(99,697)	-	(22,868)
Flood Damage	<i>in progress</i>	-	-	(4,681)	-	(4,681)
Totals		51,378	172,311	(243,033)	-	(19,344)

20. 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.

21. 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		
Full-time equivalent members	4,745	5,205
	0.23	0.31
<i>Leadership Team</i>		
Remuneration		
Full-time equivalent members	561,423	454,272
	5	4
Total key management personnel remuneration	566,168	459,477
Total full-time equivalent personnel	5.23	4.31

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 \$000	2019 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	140 - 150	130 - 140
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	2020 FTE Number	2019 FTE Number
100 - 110	1.00	3.00
110 - 120	2.00	1.00
	<u>3.00</u>	<u>4.00</u>

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

22. Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be trustees, committee member, 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:

	2020 Actual	2019 Actual
Total Number of People	-	-

23. 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.

24. Commitments

(a) Capital Commitments

As at 31 December 2020 the Board has entered into no contract agreements for capital works.
(Capital commitments at 31 December 2019: nil)

(b) Operating Commitments

As at 31 December 2020 the Board has entered into no contracts.

25. 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.

26. 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	639,186	270,651	250,410
Receivables	281,547	17,292	227,357
Investments - Term Deposits	32,870	32,161	32,161
Total Financial assets measured at amortised cost	953,603	320,104	509,928

Financial liabilities measured at amortised cost

Payables	367,698	67,915	306,676
Finance Leases	72,778	101,339	101,339
Total Financial Liabilities Measured at Amortised Cost	440,476	169,254	408,015

27. Events After Balance Date

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