



ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

School Directory

Ministry Number: 1253

Principal: Dorothy Bigwood

School Address: Sandspit Road
Howick, Auckland 2014

School Phone: 09 534 8333

School Email: principal@cocklebay.school.nz

Accountant / Service Provider: Canterbury Education Services (CES)

COCKLE BAY SCHOOL

Annual Report - For the year ended 31 December 2022

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Kiwisport

Cockle Bay School

Members of the Board of Trustees

For the year ended 31 December 2022

Name	Position	How Position Gained	Term Expires
Victoria Fenner	Parent Representative	Elected	May 2025
Jared Dinneen	Parent Representative	Elected	May 2025
Nicole McHardy	Parent Representative	Elected	May 2025
Rachel Irving	Parent Representative	Elected	May 2025
Alistair Van Schalkwyk	Parent Representative	Elected	May 2025
Dorothy Bigwood	Principal	Ex officio	
Kimberley Rivett	Deputy Principal		
Jack Chan	Chairperson	Elected	May 2022
Michael Doeg	Parent Representative	Elected	May 2022
Marie Todd	Staff Representative	Elected	May 2022

Cockle Bay 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.

Full Name of Presiding Member

Full Name of Principal

Signature of Presiding Member

Signature of Principal

Date:

Date:

Cockle Bay 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	6,252,169	5,521,788	5,611,644
Locally Raised Funds	3	419,946	267,150	451,059
Interest Income		31,723	4,000	8,226
Gain on Sale of Property, Plant and Equipment		1,143	10,000	2,730
Total Revenue		6,704,981	5,802,938	6,073,659
Expenses				
Locally Raised Funds	3	124,177	(4,500)	114,088
Learning Resources	4	4,739,347	4,105,372	4,214,398
Administration	5	376,188	318,804	287,962
Finance		2,093	5,200	4,652
Property	6	1,247,889	1,501,677	1,191,946
Loss on Disposal of Property, Plant and Equipment		10,864	-	5,115
		6,500,558	5,926,553	5,818,161
Net Surplus / (Deficit) for the year		204,423	(123,615)	255,498
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		204,423	(123,615)	255,498

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

Cockle Bay 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		2,838,127	2,838,128	2,582,629
Total comprehensive revenue and expense for the year Contributions from the Ministry of Education		204,423	(123,615)	255,498
Equity at 31 December		3,042,550	2,714,513	2,838,127
Accumulated comprehensive revenue and expense		3,042,550	2,714,513	2,838,127
Equity at 31 December		3,042,550	2,714,513	2,838,127

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.

Cockle Bay 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	422,738	991,129	834,968
Accounts Receivable	8	473,362	260,668	323,268
GST Receivable		55,853	11,923	11,923
Prepayments		29,320	17,029	17,029
Investments	9	902,419	290,918	590,918
Funds Receivable for Capital Works Projects	16	386,213	-	22,923
		<u>2,269,905</u>	<u>1,571,667</u>	<u>1,801,029</u>
Current Liabilities				
Accounts Payable	11	599,574	330,508	330,508
Revenue Received in Advance	12	48,752	(25,554)	71,243
Provision for Cyclical Maintenance	13	25,385	-	119,500
Finance Lease Liability	14	9,371	6,035	26,260
Funds held in Trust	15	3,708	4,787	4,788
Funds held for Capital Works Projects	16	36,219	-	40,359
		<u>723,009</u>	<u>315,776</u>	<u>592,658</u>
Working Capital Surplus		1,546,896	1,255,891	1,208,371
Non-current Assets				
Property, Plant and Equipment	10	1,629,158	1,560,797	1,703,830
		<u>1,629,158</u>	<u>1,560,797</u>	<u>1,703,830</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	13	130,941	100,697	66,561
Finance Lease Liability	14	2,563	1,478	7,513
		<u>133,504</u>	<u>102,175</u>	<u>74,074</u>
Net Assets		<u>3,042,550</u>	<u>2,714,513</u>	<u>2,838,127</u>
Equity		<u>3,042,550</u>	<u>2,714,513</u>	<u>2,838,127</u>

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

Cockle Bay 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		1,347,196	4,124,916	1,308,738
Locally Raised Funds		379,772	221,596	396,972
International Students		5,354	20,000	(7,453)
Goods and Services Tax (net)		(43,930)	(11,923)	(10,546)
Payments to Employees		(636,131)	(750,213)	(667,007)
Payments to Suppliers		(597,558)	(500,398)	(674,672)
Interest Paid		(2,093)	(5,200)	(4,652)
Interest Received		29,759	3,299	10,374
Net cash from Operating Activities		482,369	3,102,077	351,754
Cash flows from Investing Activities				
Proceeds from Sale of Property Plant & Equipment		-	53,515	2,730
Purchase of Property Plant & Equipment		(187,040)	(1,810,973)	(223,054)
Purchase of Investments		(311,501)	(290,918)	-
Proceeds from Sale of Investments		-	-	466,179
Net cash from/(to) Investing Activities		(498,541)	(2,048,376)	245,855
Cash flows from Financing Activities				
Finance Lease Payments		(27,549)	(67,359)	(25,999)
Funds Administered on Behalf of Third Parties		(368,509)	4,787	33,920
Net cash (to)/from Financing Activities		(396,058)	(62,572)	7,921
Net (decrease)/increase in cash and cash equivalents		(412,230)	991,129	605,530
Cash and cash equivalents at the beginning of the year	7	834,968	-	229,438
Cash and cash equivalents at the end of the year	7	422,738	991,129	834,968

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.

Cockle Bay School

Notes to the Financial Statements

For the year ended 31 December 2022

1. Statement of Accounting Policies

a) Reporting Entity

Cockle Bay 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

Determining whether a lease is a finance lease or an operating lease requires judgement as to whether the lease transfers substantially all the risks and rewards of ownership to the school. A lease is classified as a finance lease if it transfers substantially all risks and rewards incidental to ownership of an underlying asset to the lessee. In contrast, an operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset to the lessee. Judgement is required on various aspects that include, but are not limited to, the fair value of the leased asset, the economic life of the leased asset, whether or not to include renewal options in the lease term, and determining an appropriate discount rate to calculate the present value of the minimum lease payments. Classification as a finance lease means the asset is recognised in the statement of financial position as property, plant, and equipment, whereas for an operating lease no such asset is recognised. Finance lease liability disclosures are contained in note 14.

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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

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

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

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

Other Grants where conditions exist

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

Donations, Gifts and Bequests

Donations, gifts and bequests are 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) 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 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.

g) 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.

h) 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	8–20 years
Board Owned Buildings	8–20 years
Furniture and equipment	3–20 years
Information and communication technology	2–5 years
Motor vehicles	25% Diminishing Value
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value

i) Impairment of property, plant, and equipment

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 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. If such indication exists, the School estimates the asset's recoverable service amount. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable service amount. The recoverable service amount is the higher of an asset's fair value less costs to sell and value in use.

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

In determining fair value less costs to sell the school engages an independent valuer to assess market value based on the best available information. The valuation is based on [details of the valuer's approach to determining market value (i.e. what valuation techniques have been employed, comparison to recent market transaction etc.)].

If an asset's carrying amount exceeds its recoverable service amount, the asset is regarded as impaired and the carrying amount is written down to the recoverable amount. The total impairment loss is recognised in the surplus or deficit.

The reversal of an impairment loss is recognised in the surplus or deficit. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable service amount since the last impairment loss was recognised.

j) 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.

k) 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.

l) Revenue Received in Advance

Revenue received in advance relates to fees received from international 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.

m) 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.

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) Provision for Cyclical Maintenance

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

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

The School carries out painting maintenance of the whole school over a 7 to 15 year period, the economic outflow of this is dependent on the plan established by the school to meet this obligation and is detailed in the notes and disclosures of these accounts.

p) Financial Instruments

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

The School's financial liabilities comprise accounts payable, borrowings and finance lease 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.

q) 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.

r) 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.

s) 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	1,491,469	1,286,788	1,389,990
Teachers' Salaries Grants	3,837,921	3,100,000	3,366,502
Use of Land and Buildings Grants	922,779	1,135,000	855,152
	<u>6,252,169</u>	<u>5,521,788</u>	<u>5,611,644</u>

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	180,030	221,000	200,056
Fees for Extra Curricular Activities	112,893	2,500	106,921
Trading	50,263	20,000	38,434
Fundraising & Community Grants	68,915	3,650	57,747
Other Revenue	-	-	79
International Student Fees	7,845	20,000	47,822
	<u>419,946</u>	<u>267,150</u>	<u>451,059</u>
Expenses			
Extra Curricular Activities Costs	98,499	500	92,997
Trading	3,152	-	2,237
Fundraising and Community Grant Costs	22,173	(6,500)	16,411
International Student - Other Expenses	353	1,500	2,443
	<u>124,177</u>	<u>(4,500)</u>	<u>114,088</u>
<i>Surplus for the year Locally raised funds</i>	<u>295,769</u>	<u>271,650</u>	<u>336,971</u>

During the year the School hosted 1 International student (2021:4)

4. Learning Resources

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Curricular	90,530	72,254	47,494
Information and Communication Technology	102,481	97,937	99,165
Library Resources	302	1,000	780
Employee Benefits - Salaries	4,250,581	3,603,148	3,772,004
Staff Development	35,752	44,500	20,745
Depreciation	259,701	286,533	274,210
	<u>4,739,347</u>	<u>4,105,372</u>	<u>4,214,398</u>

5. Administration

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Audit Fee	9,862	8,100	5,482
Board Fees	3,955	5,110	3,045
Board Expenses	22,579	12,500	11,010
Communication	9,442	10,000	11,032
Consumables	11,912	14,000	12,839
Other	41,144	27,800	23,420
Employee Benefits - Salaries	241,214	200,294	186,252
Insurance	20,960	25,000	20,586
Service Providers, Contractors and Consultancy	15,120	16,000	14,296
	<u>376,188</u>	<u>318,804</u>	<u>287,962</u>

6. Property

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Caretaking and Cleaning Consumables	23,998	17,500	17,717
Consultancy and Contract Services	65,200	70,000	61,900
Cyclical Maintenance Provision	(29,735)	34,136	33,047
Grounds	44,503	64,000	40,805
Heat, Light and Water	53,268	50,000	45,726
Repairs and Maintenance	75,536	35,899	43,871
Use of Land and Buildings	922,779	1,135,000	855,152
Security	12,098	17,776	8,806
Employee Benefits - Salaries	80,242	77,366	84,922
	<u>1,247,889</u>	<u>1,501,677</u>	<u>1,191,946</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	422,738	991,129	834,968
Cash and cash equivalents for Statement of Cash Flows	<u>422,738</u>	<u>991,129</u>	<u>834,968</u>

Of the \$422,738 Cash and Cash Equivalents, \$36,219 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.

Of the \$422,738 Cash and Cash Equivalents, \$3,708 is held by the School for bonds and pastoral care. This funding is subject to conditions which specify how the grant is required to be spent. If these conditions are not met, the funds will need to be returned.

8. Accounts Receivable

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Receivables	12,555	-	226
Receivables from the Ministry of Education	144,273	-	-
Interest Receivable	2,439	701	475
Banking Staffing Underuse	-	-	62,600
Teacher Salaries Grant Receivable	314,095	259,967	259,967
	<u>473,362</u>	<u>260,668</u>	<u>323,268</u>
Receivables from Exchange Transactions	14,994	701	701
Receivables from Non-Exchange Transactions	458,368	259,967	322,567
	<u>473,362</u>	<u>260,668</u>	<u>323,268</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	902,419	290,918	590,918
Total Investments	<u>902,419</u>	<u>290,918</u>	<u>590,918</u>

10. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2022						
Building Improvements	1,029,768	-	(6,831)	-	(78,539)	944,398
Furniture and Equipment	439,570	70,179	(2,771)	-	(97,489)	409,489
Information and Communication Technology	161,649	115,739	(1,263)	-	(52,796)	223,329
Motor Vehicles	8,875	-	-	-	(2,219)	6,656
Leased Assets	29,507	5,710	-	-	(23,817)	11,400
Library Resources	34,461	4,716	(450)	-	(4,841)	33,886
Balance at 31 December 2022	<u>1,703,830</u>	<u>196,344</u>	<u>(11,315)</u>	<u>-</u>	<u>(259,701)</u>	<u>1,629,158</u>

The net carrying value of equipment held under a finance lease is \$11,400 (2021: \$29,507)

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	Accumulated	Net Book	Cost or	Accumulated	Net Book
	Valuation	Depreciation	Value	Valuation	Depreciation	Value
	\$	\$	\$	\$	\$	\$
Building Improvements	1,409,860	(465,462)	944,398	1,424,241	(394,473)	1,029,768
Furniture and Equipment	1,316,474	(906,985)	409,489	1,273,986	(834,416)	439,570
Information and Communication Technology	710,778	(487,449)	223,329	606,192	(444,543)	161,649
Motor Vehicles	52,390	(45,734)	6,656	52,390	(43,515)	8,875
Leased Assets	80,582	(69,182)	11,400	74,872	(45,365)	29,507
Library Resources	112,950	(79,064)	33,886	109,663	(75,202)	34,461
Balance at 31 December	3,683,034	(2,053,876)	1,629,158	3,541,344	(1,837,514)	1,703,830

11. Accounts Payable

	2022	2022	2021
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Creditors	211,609	32,907	32,907
Accruals	7,890	7,039	7,039
Banking Staffing Overuse	18,627	-	-
Employee Entitlements - Salaries	331,344	259,967	259,967
Employee Entitlements - Leave Accrual	30,104	30,595	30,595
	599,574	330,508	330,508
Payables for Exchange Transactions	599,574	330,508	330,508
	599,574	330,508	330,508

The carrying value of payables approximates their fair value.

12. Revenue Received in Advance

	2022	2022	2021
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
International Student Fees in Advance	8,752	-	11,243
Other revenue in Advance	40,000	(25,554)	60,000
	48,752	(25,554)	71,243

13. Provision for Cyclical Maintenance

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Provision at the Start of the Year	186,061	186,061	153,014
Increase to the Provision During the Year	-	(85,364)	33,047
Use of the Provision During the Year	(12,600)	-	-
Adjustment to the Provision	(17,135)	-	-
Provision at the End of the Year	<u>156,326</u>	<u>100,697</u>	<u>186,061</u>
Cyclical Maintenance - Current	25,385	-	119,500
Cyclical Maintenance - Non current	130,941	100,697	66,561
	<u>156,326</u>	<u>100,697</u>	<u>186,061</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.

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	9,929	6,435	28,294
Later than One Year and no Later than Five Years	2,818	1,891	7,753
Future Finance Charges	(813)	(813)	(2,275)
	<u>11,934</u>	<u>7,513</u>	<u>33,772</u>
Represented by			
Finance lease liability - Current	9,371	6,035	26,260
Finance lease liability - Non current	2,563	1,478	7,512
	<u>11,934</u>	<u>7,513</u>	<u>33,772</u>

15. Funds held in Trust

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Funds Held in Trust on Behalf of Third Parties - Current	3,708	4,787	4,788
	<u>3,708</u>	<u>4,787</u>	<u>4,788</u>

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

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. The amount of cash held on behalf of the Ministry for capital works project is included under cash and cash equivalents in note 7.

2022	Opening Balances	Receipts from MoE	Payments	Board Contributions	Closing Balances
	\$	\$	\$	\$	\$
Room 5/6 Refurbishment	-	305,455	(574,487)	-	(269,032)
MOE Property - Fire Security	(5,960)	-	-	-	(5,960)
MOE Property - Toilet Upgrade	(16,963)	31,794	(36,198)	-	(21,367)
MOE Communication System Upgrade	40,359	-	(4,140)	-	36,219
MOE Property Playground Upgrade	-	-	(15,000)	-	(15,000)
MOE Property - Electrical Upgrade	-	49,700	(54,506)	-	(4,806)
MOE Property - Admin Upgrade	-	-	(70,048)	-	(70,048)
Totals	17,436	386,949	(754,379)	-	(349,994)

Represented by:

Funds Held on Behalf of the Ministry of Education	36,219
Funds Receivable from the Ministry of Education	(386,213)

2021	Opening Balances	Receipts from MoE	Payments	Board Contributions	Closing Balances
	\$	\$	\$	\$	\$
Field Drainage	(9,753)	-	-	9,753	-
Room 5/6 Refurbishment	1,902	-	(6,449)	4,547	-
Roofing & Heat Pumps	(7,658)	-	-	7,658	-
MOE Property - Fire Security	-	-	(5,960)	-	(5,960)
MOE Property - Toilet Upgrade	-	-	(16,963)	-	(16,963)
MOE Communication System Upgrade	-	62,365	(22,006)	-	40,359
Playground Upgrade	-	400,000	(400,000)	-	-
Totals	(15,509)	462,365	(451,378)	21,958	17,436

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, Deputy Principals and Heads of Departments.

	2022	2021
	Actual	Actual
	\$	\$
<i>Board Members</i>		
Remuneration	3,955	3,045
<i>Leadership Team</i>		
Remuneration	475,471	425,803
Full-time equivalent members	3	3
Total key management personnel remuneration	<u>479,426</u>	<u>428,848</u>

There are six members of the Board excluding the Principal. The Board had held ten full meetings of the Board in the year. 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

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

	2022	2021
	Actual	Actual
	\$000	\$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	170 - 180	160 - 170
Benefits and Other Emoluments	20 - 30	20 - 30
Termination Benefits	-	-

Other Employees

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

Remuneration	2022	2021
\$000	FTE Number	FTE Number
100 - 110	5	5
110 - 120	2	2
	<u>7</u>	<u>7</u>

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

19. 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	-	-

20. Contingencies

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

Holidays Act Compliance – schools payroll

The Ministry of Education performs payroll processing and payments on behalf of 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.

Room 5/6 Refurbishment

The Room 5/6 Refurbishment project was expanded to include work on a toilet project. The school will need to contribute a further \$106,493 due to variation costs, unforeseen asbestos removal and ceiling works. The school may be able to recover some of these costs once the expanded project is approved. The extent that the school may be able to recover some of these additional costs is unknown at this stage.

21. Commitments

(a) Capital Commitments

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

(a) contract for Room 5/6 Refurbishment on behalf of the Ministry. The original cost was \$297,014. This project was expanded to include toilet works approved at \$138,864. Additional costs totalling \$106,493 are now identified which at this stage will be funded by the Board. Funds totalling \$305,455 were received from the Ministry with \$574,487 related expenditure; and

(b) contract for Fire Security on behalf of the Ministry. The estimated cost was \$169,291. Net spending of \$5,960 was brought forward from the previous year - which remains the balance as this project is on hold; and

(c) Contract for Toilet Upgrade on behalf of the Ministry. The project is expected to cost \$221,332. Net spending of \$16,963 was brought forward from the previous year. Funds of \$31,794 was received and spending of \$36,187 was recorded during 2022; and

(d) Contract for Communication System Upgrade on behalf of the Ministry. The project is expected to cost \$53,617. Net funds of \$40,359 were brought forward from the previous year with related spending of \$4,140 during 2022; and

(e) Contract for Playground Upgrade on behalf of the Ministry. The project is expected to be funded \$350,000 by the Ministry and \$50,000 by the School. Total costs of \$15,000 were recorded during 2022. In the previous year \$400,000 was received and fully spent on this project; and

(f) contract for Electrical Upgrade on behalf of the Ministry. This project is expected to cost \$95,431. Funds totalling \$49,700 were received from the Ministry with \$54,506 related expenditure; and

(g) contract for Administration Upgrade. This is a project funded by the School and funds of \$174,262 have been approved by the Board. Funds totalling \$11,304 were received from the Ministry with \$81,352 related expenditure.

(Capital commitments at 31 December 2021: \$444,240)

22. Financial Instruments

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

Financial assets measured at amortised cost

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Cash and Cash Equivalents	422,738	991,129	834,968
Receivables	473,362	260,668	323,268
Investments - Term Deposits	902,419	290,918	590,918
Total Financial assets measured at amortised cost	<u>1,798,519</u>	<u>1,542,715</u>	<u>1,749,154</u>

Financial liabilities measured at amortised cost

Payables	599,574	330,508	330,508
Finance Leases	11,934	7,513	33,773
Total Financial Liabilities Measured at Amortised Cost	<u>611,508</u>	<u>338,021</u>	<u>364,281</u>

23. Events After Balance Date

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

24. Comparatives

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