



ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

Ministry Number: 1347

School Address: 244 Kirkbride Road, Mangere, Auckland

Postal Address: 244 Kirkbride Road, Mangere, Auckland

School Phone: 09 275 9979

School Email: office@mangerecentral.school.nz

MANGERE CENTRAL SCHOOL

Annual Report - For the year ended 31 December 2021

Index

Page	Statement
	Financial Statements
1	Statement of Responsibility
2	Members of the Board of Trustees
3	Statement of Comprehensive Revenue and Expense
4	Statement of Changes in Net Assets/Equity
5	Statement of Financial Position
6	Statement of Cash Flows
7 - 20	Notes to the Financial Statements
	Other Information
	Analysis of Variance
	Kiwisport

Mangere Central School

Statement of Responsibility

For the year ended 31 December 2021

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

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

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2021 fairly reflects the financial position and operations of the school.

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

Full Name of Presiding Member

Signature of Presiding Member

Date:

Jacqualene Maindonald.

Full Name of Principal

J Maindonald

Signature of Principal

31 May 2022.

Date:

Mangere Central School

Members of the Board of Trustees

For the year ended 31 December 2021

Name	Position	How Position Gained	Term Expires
Justin Latif	Presiding Member	Re-elected May 2019	May 2022
Jacqualene Maindonald	Principal	Ex officio	
Seini Smith	Parent Representative	Re-elected May 2019	May 2022
Toni Helleur	Parent Representative	Elected May 2019	May 2022
Lafaele Leaupepe	Parent Representative	Elected May 2019	May 2022
Tevita Talakai	Parent Representative	Elected May 2019	May 2022
Sonny Heta	Staff Representative	Re-elected May 2019	May 2022
Dayna Hill	Secretary	Re-elected May 2019	May 2022

Mangere Central School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Revenue				
Government Grants	2	5,142,200	4,598,905	4,788,739
Locally Raised Funds	3	69,753	83,940	61,520
Interest Income		7,918	12,750	17,700
		<u>5,219,871</u>	<u>4,695,595</u>	<u>4,867,959</u>
Expenses				
Locally Raised Funds	3	29,209	65,820	27,249
Learning Resources	4	3,536,640	3,018,045	3,032,677
Administration	5	208,331	225,127	209,363
Finance		1,537	6,000	3,760
Property	6	942,627	1,247,125	1,225,225
Depreciation	11	236,085	221,589	244,073
Loss on Disposal of Property, Plant and Equipment		50	-	11,795
		<u>4,954,479</u>	<u>4,783,706</u>	<u>4,754,142</u>
Net Surplus / (Deficit) for the year		265,392	(88,111)	113,817
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u><u>265,392</u></u>	<u><u>(88,111)</u></u>	<u><u>113,817</u></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.

Mangere Central School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2021

Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Equity at 1 January	2,736,214	2,736,214	2,604,006
Total comprehensive revenue and expense for the year	265,392	(88,111)	113,817
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant	-	-	18,391
Equity at 31 December	3,001,606	2,648,103	2,736,214
Retained Earnings	3,001,606	2,648,103	2,736,214
Equity at 31 December	3,001,606	2,648,103	2,736,214

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.

Mangere Central School

Statement of Financial Position

As at 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Assets				
Cash and Cash Equivalents	7	323,716	29,867	115,957
Accounts Receivable	8	261,013	173,027	173,027
GST Receivable		815	14,347	14,347
Prepayments		27,346	23,195	23,195
Inventories	9	5,934	7,001	7,001
Investments	10	955,021	752,830	852,830
		<u>1,573,845</u>	<u>1,000,267</u>	<u>1,186,357</u>
Current Liabilities				
Accounts Payable	12	298,977	263,011	307,876
Revenue Received in Advance	13	13,811	54,496	54,495
Provision for Cyclical Maintenance	14	-	5,000	222,889
Finance Lease Liability	15	12,623	14,172	16,059
Funds held for Capital Works Projects	16	52,764	-	(42,123)
		<u>378,175</u>	<u>336,679</u>	<u>559,196</u>
Working Capital Surplus/(Deficit)		1,195,670	663,588	627,161
Non-current Assets				
Property, Plant and Equipment	11	1,979,851	2,017,723	2,125,512
		<u>1,979,851</u>	<u>2,017,723</u>	<u>2,125,512</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	14	164,582	21,322	4,200
Finance Lease Liability	15	9,333	11,886	12,259
		<u>173,915</u>	<u>33,208</u>	<u>16,459</u>
Net Assets		<u>3,001,606</u>	<u>2,648,103</u>	<u>2,736,214</u>
Equity		<u>3,001,606</u>	<u>2,648,103</u>	<u>2,736,214</u>

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

Mangere Central School

Statement of Cash Flows

For the year ended 31 December 2021

	Note	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Cash flows from Operating Activities				
Government Grants		1,689,072	1,517,152	1,406,531
Locally Raised Funds		67,151	133,798	66,392
Goods and Services Tax (net)		13,532	8,770	8,770
Payments to Employees		(596,258)	(593,906)	(574,190)
Payments to Suppliers		(865,673)	(882,689)	(467,052)
Interest Paid		(1,537)	(6,000)	(3,760)
Interest Received		5,611	16,277	21,227
Net cash from/(to) Operating Activities		311,898	193,402	457,918
Cash flows from Investing Activities				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		(50)	-	
Purchase of Property Plant & Equipment (and Intangibles)		(91,490)	(250,655)	(288,278)
Purchase of Investments		(102,191)	(51,944)	(151,944)
Net cash from/(to) Investing Activities		(193,731)	(302,599)	(440,222)
Cash flows from Financing Activities				
Furniture and Equipment Grant		-	-	18,391
Finance Lease Payments		(5,295)	11,219	(13,149)
Funds Administered on Behalf of Third Parties		94,887	-	(42,123)
Net cash from/(to) Financing Activities		89,592	11,219	(36,881)
Net increase/(decrease) in cash and cash equivalents		207,759	(97,978)	(19,185)
Cash and cash equivalents at the beginning of the year	7	115,957	127,845	135,142
Cash and cash equivalents at the end of the year	7	323,716	29,867	115,957

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.

Mangere Central School

Notes to the Financial Statements

For the year ended 31 December 2021

1. Statement of Accounting Policies

a) Reporting Entity

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

b) Basis of Preparation

Reporting Period

The financial reports have been prepared for the period 1 January 2021 to 31 December 2021 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

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

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

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

Measurement Base

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

Presentation Currency

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

Specific Accounting Policies

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

Critical Accounting Estimates And Assumptions

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

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

Cyclical maintenance

A school recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's long term maintenance plan which is prepared as part of its 10 Year Property Planning process. During the year, the Board assesses the reasonableness of its 10 Year Property Plan on which the provision is based. Cyclical maintenance is disclosed at note 14.

Useful lives of property, plant and equipment

The School reviews the estimated useful lives of property, plant and equipment at the end of each reporting date. The School believes that the estimated useful lives of the property, plant and equipment as disclosed in the significant accounting policies are appropriate to the nature of the property, plant and equipment at reporting date. Property, plant and equipment is disclosed at note 11.

Critical Judgements in applying accounting policies

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

Classification of leases

Determining whether a lease is a finance lease or an operating lease requires judgement as to whether the lease transfers substantially all the risks and rewards of ownership to the school. Judgement is required on various aspects that include, but are not limited to, the fair value of the leased asset, the economic life of the leased asset, whether or not to include renewal options in the lease term, and determining an appropriate discount rate to calculate the present value of the minimum lease payments. Classification as a finance lease means the asset is recognised in the statement of financial position as property, plant, and equipment, whereas for an operating lease no such asset is recognised.

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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

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

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

Other Grants

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

Donations, Gifts and Bequests

Donations, gifts and bequests are recorded as revenue when their receipt is formally acknowledged by the School.

Interest Revenue

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

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 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) 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.

i) 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.

j) Property, Plant and Equipment

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

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

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

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

Finance Leases

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

Depreciation

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

The estimated useful lives of the assets are:

Building improvements to Crown Owned Assets	40 years
Furniture and equipment	10 years
Information and communication technology	5 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value

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

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

Non cash generating assets

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

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

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

The reversal of an impairment loss is recognised in the surplus or deficit.

l) Accounts Payable

Accounts Payable represents liabilities for goods and services provided to the School prior to the end of the financial year which are unpaid. Accounts Payable are recorded at the amount of cash required to settle those liabilities. The amounts are unsecured and are usually paid within 30 days of recognition.

m) Employee Entitlements

Short-term employee entitlements

Employee entitlements that are expected to be settled within 12 months after the end of the reporting period in which the employees provide the related service are measured based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date, annual leave earned, by non teaching staff, to but not yet taken at balance date.

Long-term employee entitlements

Employee benefits that are not expected to be settled wholly before twelve months after the end of the reporting period in which the employee provides the related service, such as retirement and long service leave, have been calculated on an actuarial basis.

The calculations are based on the likely future entitlements accruing to employees, based on years of service, years to entitlement, the likelihood that employees will reach the point of entitlement, and contractual entitlement information, and the present value of the estimated future cash flows

n) Revenue Received in Advance

Revenue received in advance relates to fees received from grants received where there are unfulfilled obligations for the School to provide services in the future. The fees are recorded as revenue as the obligations are fulfilled and the fees earned.

o) Provision for Cyclical Maintenance

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

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

p) Financial Instruments

The School's financial assets comprise cash and cash equivalents, accounts receivable, and investments. All of these financial assets, except for investments that are shares, are categorised as 'financial assets measured at amortised cost' for accounting purposes in accordance with financial reporting standards.

Investments that are shares are categorised as 'financial assets at fair value through other comprehensive revenue and expense' for accounting purposes in accordance with financial reporting standards.

The School's financial liabilities comprise accounts payable, borrowings, finance lease liability, and painting contract liability. All of these financial liabilities are categorised as 'financial liabilities measured at amortised cost' for accounting purposes in accordance with financial reporting standards.

q) Goods and Services Tax (GST)

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

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

Commitments and contingencies are disclosed exclusive of GST.

r) Budget Figures

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

s) Services received in-kind

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

2. Government Grants

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Operational Grants	1,226,649	1,157,882	1,137,985
Teachers' Salaries Grants	2,603,657	2,299,637	2,386,802
Use of Land and Buildings Grants	732,908	981,346	1,037,163
Other MoE Grants	578,986	160,040	226,789
	5,142,200	4,598,905	4,788,739

The school has opted in to the donations scheme for this year. Total amount received was \$72,750.

3. Locally Raised Funds

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Revenue			
Donations & Bequests	35,828	50,000	15,965
Fees for Extra Curricular Activities	1,669	3,000	1,083
Trading	13,844	24,940	18,004
Fundraising & Community Grants	18,412	6,000	26,468
	69,753	83,940	61,520
Expenses			
Extra Curricular Activities Costs	16,439	47,760	23,181
Trading	10,447	12,560	2,857
Fundraising and Community Grant Costs	2,323	5,500	1,211
	29,209	65,820	27,249
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	40,544	18,120	34,271

4. Learning Resources

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Curricular	377,951	154,669	77,580
Information and Communication Technology	39,721	36,589	32,382
Library Resources	7,923	2,900	2,885
Employee Benefits - Salaries	3,022,954	2,747,887	2,867,981
Staff Development	88,091	76,000	51,849
	3,536,640	3,018,045	3,032,677

5. Administration

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Audit Fee	7,224	6,534	6,570
Board Fees	2,275	6,050	3,350
Board Expenses	14,962	13,000	7,431
Communication	5,543	6,000	5,201
Consumables	13,423	8,800	91
Operating Lease	7,336	6,188	6,262
Other	18,555	10,752	26,218
Employee Benefits - Salaries	113,265	142,520	128,982
Insurance	11,606	11,283	11,211
Service Providers, Contractors and Consultancy	14,142	14,000	14,047
	<u>208,331</u>	<u>225,127</u>	<u>209,363</u>

6. Property

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Caretaking and Cleaning Consumables	16,715	11,736	11,537
Consultancy and Contract Services	68,900	68,000	64,050
Cyclical Maintenance Provision	(32,937)	22,122	3,733
Grounds	14,027	4,000	8,500
Heat, Light and Water	32,433	41,000	40,308
Repairs and Maintenance	59,354	63,921	47,249
Use of Land and Buildings	732,908	981,346	1,037,163
Security	8,965	15,000	11,764
Employee Benefits - Salaries	42,262	40,000	921
	<u>942,627</u>	<u>1,247,125</u>	<u>1,225,225</u>

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

7. Cash and Cash Equivalents

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Bank Accounts	323,716	29,867	115,957
Cash and cash equivalents for Statement of Cash Flows	<u>323,716</u>	<u>29,867</u>	<u>115,957</u>

Of the \$323,306 Cash and Cash Equivalents, \$52,764 is held by the School on behalf of the Ministry of Education. These funds have been provided by the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2021 on Crown owned school buildings.

8. Accounts Receivable

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Receivables	13,750	-	2,208
Interest Receivable	2,307	2,208	-
Banking Staffing Underuse	22,075	-	-
Teacher Salaries Grant Receivable	222,881	170,819	170,819
	<u>261,013</u>	<u>173,027</u>	<u>173,027</u>
Receivables from Exchange Transactions	16,057	2,208	2,208
Receivables from Non-Exchange Transactions	244,956	170,819	170,819
	<u>261,013</u>	<u>173,027</u>	<u>173,027</u>

9. Inventories

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Stationery	2,803	1,577	1,577
School Uniforms	3,131	5,424	5,424
	<u>5,934</u>	<u>7,001</u>	<u>7,001</u>

10. Investments

The School's investment activities are classified as follows:

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Current Asset			
Short-term Bank Deposits	955,021	752,830	852,830
	<u>955,021</u>	<u>752,830</u>	<u>852,830</u>

11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2021	\$	\$	\$	\$	\$	\$
Building Improvements	1,394,655	-	-	-	(42,841)	1,351,814
Furniture and Equipment	377,223	22,282	(50)	-	(80,849)	318,606
Information and Communication Technology	277,368	45,686	-	-	(85,165)	237,889
Leased Assets	28,889	12,501	-	-	(20,057)	21,333
Library Resources	47,377	15,133	(5,127)	-	(7,173)	50,209
Balance at 31 December 2021	2,125,512	95,602	(5,178)	-	(236,085)	1,979,851

The net carrying value of equipment held under a finance lease is \$21,332 (2020: \$28,889)

	2021	2021	2021	2020	2020	2020
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Building Improvements	1,715,727	(363,913)	1,351,814	1,715,727	(321,072)	1,394,655
Furniture and Equipment	895,908	(577,302)	318,606	1,116,476	(739,253)	377,223
Information and Communication Technology	453,200	(215,311)	237,889	438,700	(161,332)	277,368
Leased Assets	154,103	(132,770)	21,333	155,170	(126,281)	28,889
Library Resources	121,903	(71,694)	50,209	119,730	(72,353)	47,377
Balance at 31 December	3,340,841	(1,360,990)	1,979,851	3,545,803	(1,420,291)	2,125,512

12. Accounts Payable

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Creditors	50,278	47,054	47,054
Accruals	8,403	6,289	6,289
Banking Staffing Overuse	-	-	44,864
Employee Entitlements - Salaries	222,881	200,458	200,458
Employee Entitlements - Leave Accrual	17,415	9,210	9,210
	298,977	263,011	307,875
Payables for Exchange Transactions	298,977	263,011	307,875
	298,977	263,011	307,875

The carrying value of payables approximates their fair value.

13. Revenue Received in Advance

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Grants in Advance - Ministry of Education	-	-	49,624
Other revenue in Advance	13,811	54,496	4,871
	13,811	54,496	54,495

14. Provision for Cyclical Maintenance

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Provision at the Start of the Year	227,089	227,089	225,078
Increase/ (decrease) to the Provision During the Year	(32,937)	22,122	3,733
Use of the Provision During the Year	(29,570)	(222,889)	(1,722)
Provision at the End of the Year	<u>164,582</u>	<u>26,322</u>	<u>227,089</u>
Cyclical Maintenance - Current	-	5,000	222,889
Cyclical Maintenance - Term	164,582	21,322	4,200
	<u>164,582</u>	<u>26,322</u>	<u>227,089</u>

15. Finance Lease Liability

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

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
No Later than One Year	12,623	14,172	16,059
Later than One Year and no Later than Five Years	9,333	11,886	12,259
Future Finance Charges	2,149		2,849
	<u>24,105</u>	<u>26,058</u>	<u>31,167</u>
Represented by			
Finance lease liability - Current	14,234	14,172	17,946
Finance lease liability - Term	9,871	11,886	13,221
	<u>24,105</u>	<u>26,058</u>	<u>31,167</u>

16. Funds Held for Capital Works Projects

During the year the School received and applied funding from the Ministry of Education for the following capital works projects.

2021	Opening Balances	Receipts from MoE	Payments	Board Contributions	Closing Balances
	\$	\$	\$	\$	\$
5YA - R6 Replace Roof/Ceiling Tiles	(1,945)	-	-	-	(1,945)
5YA - Boiler Pipe Repairs	(15,579)	-	-	-	(15,579)
5YA - Project Expenses	(9,514)	-	-	-	(9,514)
5YA - Onsite Portacom Office / LSC	(15,085)	-	-	-	(15,085)
SIP - Outdoor Environment	-	79,839	(100,793)	-	(20,954)
SIP - Repurpose New Outdoor Area	-	89,034	(66,702)	-	22,332
SIP - Audio System	-	38,700	(35,950)	-	2,750
SIP Site 2, 11 Replacements	-	89,100	-	-	89,100
SIP - Site Shade Canopy	-	11,435	(9,776)	-	1,659
Totals	(42,123)	308,108	(213,221)	-	52,764

Represented by:

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

115,841
(63,077)

52,764

2020	Opening Balances	Receipts from MoE	Payments	Board Contributions	Closing Balances
	\$	\$	\$	\$	\$
5YA - R6 Replace Roof/Ceiling Tiles	-	44,501	(46,446)	-	(1,945)
5YA - Boiler Pipe Repairs	-	44,091	(59,670)	-	(15,579)
5YA - Project Expenses	(2,769)	-	(6,745)	-	(9,514)
5YA - Onsite Portacom Office / LSC	-	74,040	(89,125)	-	(15,085)
Totals	(2,769)	162,632	(201,986)	-	(42,123)

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.

	2021 Actual \$	2020 Actual \$
<i>Board Members</i>		
Remuneration	2,275	3,350
 <i>Leadership Team</i>		
Remuneration	412,057	385,578
Full-time equivalent members	3	3
 Total key management personnel remuneration	414,332	388,928

There are 6 members of the Board excluding the Principal. The Board had held 5 full meetings of the Board in the year. As well as these regular meetings, including preparation time, the Chair and other Board members have also been involved in ad hoc meetings to consider student welfare matters including stand downs, suspensions, and other disciplinary matters.

Principal 1

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

	2021 Actual \$000	2020 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	170 - 180	160 - 170
Benefits and Other Emoluments	5 - 10	1 - 5
Termination Benefits	-	-

Other Employees

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

Remuneration \$000	2021 FTE Number	2020 FTE Number
100 - 110	4.00	1.00
110 - 120	2.00	1.00
	6.00	2.00

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:

	2021 Actual	2020 Actual
Total	\$0	\$0
Number of People	0	0

20. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at **31 December 2021** (Contingent liabilities and assets at **31 December 2020**: Nil).

Holidays Act Compliance – schools payroll

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

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

To the extent that any obligation cannot reasonably be quantified at 31 December 2021, a contingent liability for the school may exist.

21. Commitments

(a) Capital Commitments

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

(a) \$88,710 Outdoor Environment - as agent for the Ministry of Education. This project is fully funded by the Ministry and \$79,839 has been received of which \$100,793 has been spent on the project to balance date. This project has been approved by the Ministry; and

(b) \$98,927 New Outdoor Area repurposed as agent for the Ministry of Education. This project is fully funded by the Ministry and \$89,034 has been received of which \$66,702 has been spent on the project to balance date. This project has been approved by the Ministry; and

(c) \$43,000 School Audio System installation as agent for the Ministry of Education. The project is fully funded by the Ministry and \$38,700 has been received of which \$35,950 has been spent on the project to balance date. This project has been approved by the Ministry; and

(d) \$99,000 Site 2, 11 Replacements - as agent for the Ministry of Education. The project is fully funded by the Ministry and \$89,100 has been received of which \$Nil has been spent on the project to balance date. This project has been approved by the Ministry; and

(e) \$21,477 Shade Canopy - as agent for the Ministry of Education. The project is fully funded by the Ministry and \$11,435 has been received of which \$9,776 has been spent on the project to balance date. This project has been approved by the Ministry; and

(f) \$44,501 for Block 6 Replace Roof/Ceiling Tiles - as agent for the Ministry of Education. The project is fully funded by the Ministry and \$44,501 has been received of which \$46,446 has been spent on the project to balance date. This project has been approved by the Ministry; and

(g) \$44,091 Boiler Pipe Repairs - as agent for the Ministry of Education. The project is fully funded by the Ministry and \$44,091 has been received of which \$59,670 has been spent on the project to balance date. This project has been approved by the Ministry; and

(h) Project Expenses - as agent for the Ministry of Education. The project is fully funded by the Ministry and \$Nil has been received of which \$9,514 has been spent on the project to balance date. This project has been approved by the Ministry; and

(i) \$74,040 Onsite Portacom Office LSC - as agent for the Ministry of Education. The project is fully funded by the Ministry and \$74,040 has been received of which \$89,125 has been spent on the project to balance date. This project has been approved by the Ministry.

(Capital commitments at 31 December 2020: \$42,123)

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

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Cash and Cash Equivalents	323,716	29,867	115,957
Receivables	261,013	173,027	173,027
Investments - Term Deposits	955,021	752,830	852,830
Total Financial assets measured at amortised cost	<u>1,539,750</u>	<u>955,724</u>	<u>1,141,814</u>

Financial liabilities measured at amortised cost

Payables	298,977	263,011	307,875
Finance Leases	21,956	26,058	28,318
Total Financial Liabilities Measured at Amortised Cost	<u>320,933</u>	<u>289,069</u>	<u>336,193</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.

25. COVID 19 Pandemic on going implications

Impact of Covid-19

During 2021 the country moved between alert levels. During February and March 2021 Auckland was placed into alert levels 3 and 2 and other parts of the country moved into alert level 2.

Towards the end of June 2021, the Wellington region was placed into alert level 2 for one week.

Towards the end of August 2021, the entire country moved to alert level 4, with a move to alert level 3 and 2 for everyone outside the Auckland region three weeks later. While Auckland has remained in alert level 3 for a prolonged period of time the Northland and Waikato regions have also returned to alert level 3 restrictions during this period.

Impact on operations

Schools have been required to continue adapting to remote and online learning practices when physical attendance is unable to occur in alert level 4 and 3. Schools continue to receive funding from the Te Tāhuhu o te Mātauranga | Ministry to Education, even while closed.

However, the ongoing interruptions resulting from the moves in alert levels have impacted schools in various ways which potentially will negatively affect the operations and services of the school. We describe below the possible effects on the school that we have identified, resulting from the ongoing impacts of the COVID-19 alert level changes.

Reduction in locally raised funds

Under alert levels 4,3, and 2 the school's ability to undertake fund raising events in the community and/ or collect donations or other contributions from parents, may have been compromised. Costs already incurred arranging future events may not be recoverable.

Increased Remote learning additional costs

Under alert levels 4 and 3 ensuring that students have the ability to undertake remote or distance learning often incurs additional costs in the supply of materials and devices to students to enable alternative methods of curriculum delivery.

Reduction in International students

Under alert levels 4, 3, 2, and 1 International travel is heavily restricted. The school has been unable to welcome and enrol prospective international students which has resulted in a reduction in revenue from student fees & charges from International students and/or Board of Trustee operated boarding facilities.