

MARIST CATHOLIC SCHOOL (HERNE BAY)

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

School Directory

Ministry Number: 1360

Principal: Sarah Gleeson

School Address: 82 Kelmarna Avenue, Herne Bay, Auckland, 1011

School Postal Address: 82 Kelmarna Avenue, Herne Bay, Auckland, 1011

School Phone: 09 376 7173

School Email: office@maristschool.co.nz

Members of the Board

Name	Position	How Position (Term Expires
Simon Morgan	Presiding Member	Elected	Sep-25
Sarah Gleeson	Principal ex Officio		
Aimee Buckingham	Parent Representative	Elected	Sep-25
Laura Tuohey	Parent Representative	Elected	Sep-25
Jonathan Hardy	Parent Representative	Elected	Sep-25
Edwin Rozells	Proprietor Representati	Elected	Sep-25
Carmel Turnbull	Proprietor Representati	Elected	Sep-25
Loraine Elliott	Proprietor Trustee	Elected	Sep-25
Katherine Bartlett	Staff Representative	Elected	Sep-25

Accountant / Service Provider: Shore Chartered Accountants

MARIST CATHOLIC SCHOOL (HERNE BAY)

Annual Financial Statements - For the year ended 31 December 2023

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Marist Catholic School (Herne Bay)

Statement of Responsibility

For the year ended 31 December 2023

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 2023 fairly reflects the financial position and operations of the school.

The School's 2023 financial statements are authorised for issue by the Board.

Simon Morgan
Full Name of Presiding Member

[Signature]
Signature of Presiding Member

20/8/24
Date:

Sarah Gleeson
Full Name of Principal

[Signature]
Signature of Principal

20/08/24
Date:

Marist Catholic School (Herne Bay)

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Revenue				
Government Grants	2	1,274,538	1,143,000	1,258,232
Locally Raised Funds	3	116,845	95,005	90,223
Use of Proprietor's Land and Buildings		1,258,066	1,440,814	1,440,816
Interest		18,081	3,000	4,014
Total Revenue		2,667,530	2,681,819	2,793,285
Expense				
Locally Raised Funds	3	44,657	26,700	25,026
Learning Resources	4	1,247,435	1,107,651	1,148,019
Administration	5	125,507	103,736	112,220
Interest		443	2,500	848
Property	6	1,394,269	1,565,392	1,593,629
Other Expense	7	5,004	-	5,004
Total Expense		2,817,315	2,805,979	2,884,746
Net Surplus / (Deficit) for the year		(149,785)	(124,160)	(91,461)
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		(149,785)	(124,160)	(91,461)

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

Marist Catholic School (Herne Bay)

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Equity at 1 January		495,654	495,654	579,852
Total comprehensive revenue and expense for the year		(149,785)	(124,160)	(91,461)
Contribution - Furniture and Equipment Grant		19,314	-	7,263
Equity at 31 December		365,183	371,494	495,654
Accumulated comprehensive revenue and expense		365,183	371,494	495,654
Equity at 31 December		365,183	371,494	495,654

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.

Marist Catholic School (Herne Bay)

Statement of Financial Position

As at 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Current Assets				
Cash and Cash Equivalents	8	56,585	50,008	129,851
Accounts Receivable	9	72,318	76,500	61,686
GST Receivable		8,148	7,200	6,862
Prepayments		3,629	3,700	3,692
Investments		235,213	245,000	267,435
		375,893	382,408	469,526
Current Liabilities				
Accounts Payable	11	103,638	94,955	82,781
Revenue Received in Advance	12	101	-	-
Provision for Cyclical Maintenance	13	3,585	4,900	4,959
Painting Contract Liability	14	3,974	2,936	5,400
Finance Lease Liability	15	2,531	3,000	3,914
Funds held in Trust	16	12,604	10,500	12,736
		126,433	116,291	109,790
Working Capital Surplus/(Deficit)		249,460	266,117	359,736
Non-current Assets				
Property, Plant and Equipment	10	139,926	127,990	161,490
Intangible Assets	10	19,991	24,996	24,996
		159,917	152,986	186,486
Non-current Liabilities				
Provision for Cyclical Maintenance	13	20,600	42,609	37,650
Painting Contract Liability	14	22,033	-	8,336
Finance Lease Liability	15	1,561	5,000	4,582
		44,194	47,609	50,568
Net Assets		365,183	371,494	495,654
Equity		365,183	371,494	495,654

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

Marist Catholic School (Herne Bay)

Statement of Cash Flows

For the year ended 31 December 2023

	Note	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Cash flows from Operating Activities				
Government Grants		337,592	304,584	347,641
Locally Raised Funds		120,881	98,940	86,288
Goods and Services Tax (net)		(1,286)	(338)	2,886
Payments to Employees		(295,774)	(253,552)	(226,131)
Payments to Suppliers		(275,769)	(226,069)	(235,653)
Interest Paid		(443)	(2,500)	(848)
Interest Received		16,208	1,689	4,352
Net cash from/(to) Operating Activities		(98,591)	(77,246)	(21,465)
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(12,126)	(6,500)	(8,212)
Purchase of Investments		32,222	22,435	(2,319)
Net cash from/(to) Investing Activities		20,096	15,935	(10,531)
Cash flows from Financing Activities				
Furniture and Equipment Grant		19,314	-	7,263
Finance Lease Payments		(6,191)	(5,496)	(5,504)
Painting Contract Payments		(9,762)	(10,800)	(16,594)
Loans Received		-	-	(16,368)
Funds Administered on Behalf of Other Parties		1,868	(2,236)	7,885
Net cash from/(to) Financing Activities		5,229	(18,532)	(23,318)
Net increase/(decrease) in cash and cash equivalents		(73,266)	(79,843)	(55,314)
Cash and cash equivalents at the beginning of the year	8	129,851	129,851	185,165
Cash and cash equivalents at the end of the year	8	56,585	50,008	129,851

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

Marist Catholic School (Herne Bay)

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

a) Reporting Entity

Marist Catholic School (Herne Bay) (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 2023 to 31 December 2023 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 15. Future operating lease commitments are disclosed in note 21.

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 Proprietor. 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. This expense is based on an assumed market rental yield on the land and buildings as used for rating purposes.

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

Other Grants where conditions exist

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

Donations, Gifts and Bequests

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

Interest Revenue

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

d) Operating Lease Payments

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

e) Finance Lease Payments

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

f) Cash and Cash Equivalents

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

g) Accounts Receivable

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

h) Investments

Bank term deposits are initially measured at the amount invested. Interest is subsequently accrued and added to the investment balance. A loss allowance for expected credit losses is recognised if the estimated loss allowance is material.

i) Property, Plant and Equipment

Land and buildings owned by the Proprietor 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 Proprietor 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:

Furniture and equipment	5–10 years
Information and communication technology	3–5 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value

j) Intangible Assets**Software costs**

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

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

k) 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. 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 surplus or deficit.

The reversal of an impairment loss is recognised in 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.

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 and annual leave earned, by non teaching staff, but not yet taken at balance date.

Long-term employee entitlements

Employee benefits that are not expected to be settled wholly before 12 months after the end of the reporting period in which the employee provides the related service, such as retirement and long service leave, have been calculated on an actuarial basis.

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

n) Revenue Received in Advance

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

o) Provision for Cyclical Maintenance

The property from which the school operates is owned by the Proprietor. 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 10 year period. The economic outflow of this is dependent on the plan established by the school to meet this obligation and is detailed in the notes and disclosures of these accounts.

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 initially recognised at fair value and subsequently measured at amortised cost, using the effective interest method.

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

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

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.

t) 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

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Government Grants - Ministry of Education	277,181	252,000	311,052
Teachers' Salaries Grants	936,946	845,000	907,026
Other Government Grants	60,411	46,000	40,154
	<u>1,274,538</u>	<u>1,143,000</u>	<u>1,258,232</u>

The school has not opted in to the donations scheme for this year.

3. Locally Raised Funds

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

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
Revenue	\$	\$	\$
Donations & Bequests	67,820	58,500	52,357
Fees for Extra Curricular Activities	30,678	24,900	25,750
Trading	18,347	11,605	11,456
Fundraising & Community Grants	-	-	660
	<u>116,845</u>	<u>95,005</u>	<u>90,223</u>
Expense			
Extra Curricular Activities Costs	44,409	26,700	24,465
Trading	248	-	115
Fundraising and Community Grant Costs	-	-	446
	<u>44,657</u>	<u>26,700</u>	<u>25,026</u>
<i>Surplus/ (Deficit) for the year Locally Raised Funds</i>	<u>72,188</u>	<u>68,305</u>	<u>65,197</u>

4. Learning Resources

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Curricular	21,912	21,450	19,303
Information and Communication Technology	22,828	18,000	21,961
Employee Benefits - Salaries	1,161,199	1,015,201	1,066,483
Staff Development	6,018	8,000	2,693
Depreciation	35,478	45,000	37,579
	<u>1,247,435</u>	<u>1,107,651</u>	<u>1,148,019</u>

5. Administration

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Audit Fees	7,701	5,952	5,192
Board Fees	2,029	3,000	2,825
Board Expenses	668	5,450	4,561
Communication	2,630	3,400	3,909
Consumables	19,085	15,500	16,010
Operating Leases	1,931	426	2,723
Other	16,682	7,300	8,731
Employee Benefits - Salaries	62,422	49,200	51,561
Insurance	3,142	3,500	2,908
Service Providers, Contractors and Consultancy	9,217	10,008	13,800
	<u>125,507</u>	<u>103,736</u>	<u>112,220</u>

6. Property

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Caretaking and Cleaning Consumables	9,006	5,500	6,652
Consultancy and Contract Services	42,077	38,616	31,731
Cyclical Maintenance	3,609	9,762	34,179
Grounds	225	500	251
Heat, Light and Water	26,902	24,000	31,817
Repairs and Maintenance	25,311	20,000	21,748
Use of Land and Buildings	1,258,066	1,440,814	1,440,816
Security	10,009	7,200	8,654
Employee Benefits - Salaries	19,064	19,000	17,781
	<u>1,394,269</u>	<u>1,565,392</u>	<u>1,593,629</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. Other Expense

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
Amortisation of Intangible Assets	5,004	-	5,004
	<u>5,004</u>	<u>-</u>	<u>5,004</u>

8. Cash and Cash Equivalents

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Bank Accounts	56,585	50,008	129,851
Cash and cash equivalents for Statement of Cash Flows	<u>56,585</u>	<u>50,008</u>	<u>129,851</u>

Other restrictions on cash that may require disclosure include funds held in trust as disclosed in note 16.

9. Accounts Receivable

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Receivables	-	-	3,935
Interest Receivable	2,062	1,500	189
Banking Staffing Underuse	-	-	6,584
Teacher Salaries Grant Receivable	70,256	75,000	50,978
	<u>72,318</u>	<u>76,500</u>	<u>61,686</u>
Receivables from Exchange Transactions	2,062	1,500	4,124
Receivables from Non-Exchange Transactions	70,256	75,000	57,562
	<u>72,318</u>	<u>76,500</u>	<u>61,686</u>

9. Investments

The School's investment activities are classified as follows:

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Current Asset			
Short-term Bank Deposits	235,213	245,000	267,435
Total Investments	<u>235,213</u>	<u>245,000</u>	<u>267,435</u>

10. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2023	\$	\$	\$	\$	\$	\$
Furniture and Equipment	146,262	-	-	-	(26,759)	119,503
Information and Communication Technology	1,867	11,628	-	-	(3,536)	9,959
Leased Assets	5,699	1,789	-	-	(4,075)	3,413
Library Resources	7,662	497	-	-	(1,108)	7,051
Balance at 31 December 2023	161,490	13,914	-	-	(35,478)	139,926

Restrictions

With the exception of the contractual restrictions related to the above noted finance leases, 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.

	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Furniture and Equipment	407,368	(287,863)	119,505	407,368	(261,106)	146,262
Information and Communication Technology	112,932	(102,973)	9,959	101,304	(99,437)	1,867
Leased Assets	8,705	(5,293)	3,412	33,902	(28,203)	5,699
Library Resources	21,839	(14,789)	7,050	21,343	(13,681)	7,662
Balance at 31 December 2023	550,844	(410,918)	139,926	563,917	(402,427)	161,490

11. Accounts Payable

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Creditors	16,150	23,000	19,696
Accruals	6,000	4,255	4,256
Employee Entitlements - Salaries	79,206	65,400	56,547
Employee Entitlements - Leave Accrual	2,282	2,300	2,282
	103,638	94,955	82,781

Payables for Exchange Transactions

103,638	94,955	82,781
103,638	94,955	82,781

The carrying value of payables approximates their fair value.

12. Revenue Received in Advance

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Fees in Advance	101	-	-
	101	-	-

13. Provision for Cyclical Maintenance

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Provision at the Start of the Year	42,609	42,609	12,800
Increase to the Provision During the Year	3,609	9,762	14,150
Use of the Provision During the Year	-	(4,862)	-
Other Adjustments	-	-	15,659
Provision at the End of the Year	46,218	47,509	42,609
Cyclical Maintenance - Current	3,585	4,900	4,959
Cyclical Maintenance - Non current	20,600	42,609	37,650
	24,185	47,509	42,609

14. Painting Contract Liability

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Due within one year	3,974	2,936	5,400
Due after one year	22,033	-	8,336
	26,007	2,936	13,736

In 2020 the Board signed an agreement with Carus Ltd (the contractor) for an agreed programme of work covering a six year period. The programme provides for an interior and exterior repaint of the buildings throughout the contract, with regular maintenance.

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:

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
No Later than One Year	2,875	4,132	4,350
Later than One Year and no Later than Five Years	1,580	850	4,753
Later than Five Years	(363)	(400)	(607)
	4,092	4,582	8,496
Represented by			
Finance lease liability - Current	2,531	3,914	3,914
Finance lease liability - Non current	1,561	668	4,582
	4,092	4,582	8,496

16. Funds held in Trust

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Funds Held in Trust on Behalf of Third Parties - Current	12,604	10,500	12,736
	<u>12,604</u>	<u>10,500</u>	<u>12,736</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.

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.

The Proprietor provides land and buildings free of charge for use by the School Board as noted in Note 1(c). The estimated value of this use during the current period is included in the Statement of Comprehensive Revenue and Expense as 'Use of Land and Buildings'.

Under an agency agreement, the School collects funds on behalf of the Proprietor. These include attendance dues, building levy and special character donations payable to the Proprietor. The amounts collected in total were \$84,639 (2022: \$94,013). These do not represent revenue and expense in the financial statements of the school. The amounts transferred to Proprietor in total were \$84,771 (2022: \$85,929). Further two of the Board members are the signatories to the BNZ account of the proprietor. Any balance not transferred at the year end is treated as a liability. The total funds held by the school on behalf of the proprietor are \$10,603. (2022: \$10,736).

The Proprietor provides hostel services that are used by some of the school's students in accordance with a contract between the Board and Proprietor.

18. Remuneration

Key management personnel compensation

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

	2023 Actual \$	2022 Actual \$
<i>Board Members</i>		
Remuneration	2,029	2,825
<i>Leadership Team</i>		
Remuneration	245,037	228,559
Full-time equivalent members	2	2
Total key management personnel remuneration	247,066	231,384

There are 9 members of the Board excluding the Principal. The Board has held 10 full meetings of the Board in the year. The Board also has Finance and Property committees that meet monthly and quarterly respectively. As well as these regular meetings, including preparation time, the Presiding member and other Board members have also been involved in ad hoc meetings to consider student welfare matters including stand downs, suspensions, and other disciplinary matters.

Principal 1

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

	2023 Actual \$000	2022 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	130 - 140	120 - 130
Benefits and Other Emoluments	0 - 5	0 - 5

Other Employees

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

Remuneration \$000	2023 FTE Number	2022 FTE Number
100 - 110	1.00	1.00
	1.00	1.00

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:

	2023 Actual	2022 Actual
Total	-	\$7,000
Number of People	-	1

20. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2023 (Contingent liabilities and assets at 31 December 2022: 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 continues to review the Schools Sector Payroll to ensure compliance with the Holidays Act 2003. An initial remediation payment has been made to some current school employees. The Ministry is continuing to perform detailed analysis to finalise calculations and the potential impacts of specific individuals, as such, this is expected to resolve the liability for school boards.

21. Commitments

(a) Capital Commitments

At 31 December 2023, the Board had no capital commitments (2022:nil).

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

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Cash and Cash Equivalents	56,585	50,008	129,851
Receivables	72,318	76,500	61,686
Investments - Term Deposits	235,213	245,000	267,435
Total financial assets measured at amortised cost	364,116	371,508	458,972

Financial liabilities measured at amortised cost

Payables	103,638	94,955	82,781
Finance Leases	4,092	8,000	8,496
Painting Contract Liability	26,007	2,936	13,736
Total financial liabilities measured at amortised cost	133,737	105,891	105,013

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.