

MATIPO ROAD SCHOOL

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

School Directory

Ministry Number: 1365

Principal: Jonnie Black

School Address: 63B Matipo Road, Te Atatu Peninsula, Waitakere 0610

School Postal Address: 63B Matipo Road, Te Atatu Peninsula, Waitakere 0610

School Phone: 09 834 6909

School Email: teresar@matipo.school.nz

Commissioner:
Bruce Adin

Accountant / Service Provider:
Canterbury Education Services
Unit 10, 18 Moselle Ave, Auckland 0610



UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

MATIPO ROAD SCHOOL

Annual Financial Statements - For the year ended 31 December 2023

Index

Page	Statement
1	Statement of Responsibility
2	Statement of Comprehensive Revenue and Expense
3	Statement of Changes in Net Assets/Equity
4	Statement of Financial Position
5	Statement of Cash Flows
6 - 17	Notes to the Financial Statements
	Independent Auditor's Report
	Analysis of Variance
	Kiwisport
	Good Employer Statement

Matipo Road School

Statement of Responsibility

For the year ended 31 December 2023

The Commissioner 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 Commissioner) 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 Commissioner 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 Commissioner.

Bruce William Adin

Full Name of Commissioner



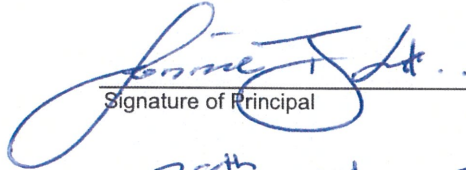
Signature of Commissioner

28-05-24

Date:

Jonnie Black

Full Name of Principal



Signature of Principal

28th May 2024

Date:

Matipo Road School

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	4,688,439	4,364,945	4,495,347
Locally Raised Funds	3	213,824	184,550	230,727
Interest		5,892	900	2,292
Total Revenue		4,908,155	4,550,395	4,728,366
Expense				
Locally Raised Funds	3	160,994	105,300	141,802
Learning Resources	4	2,925,709	2,764,736	2,829,488
Administration	5	391,776	293,228	381,817
Interest		9,388	4,500	8,142
Property	6	1,536,512	1,361,335	1,441,111
Loss on Disposal of Property, Plant and Equipment		4,067	-	8,739
Total Expense		5,028,446	4,529,099	4,811,097
Net Surplus / (Deficit) for the year		(120,291)	21,296	(82,731)
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		(120,291)	21,296	(82,731)

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

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Matipo Road School

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		326,001	326,000	414,426
Total comprehensive revenue and expense for the year		(120,291)	21,296	(82,731)
Contribution - Furniture and Equipment Grant		26,991	-	(5,694)
Contribution - To Mana Tuuhono		23,699	-	-
Equity at 31 December		256,400	347,296	326,001
Accumulated comprehensive revenue and expense		256,400	347,296	326,001
Equity at 31 December		256,400	347,296	326,001

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.

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Matipo Road School

Statement of Financial Position

As at 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Current Assets				
Cash and Cash Equivalents	7	131,330	251,952	365,643
Accounts Receivable	8	211,450	187,829	196,755
GST Receivable		12,432	30,246	30,246
Prepayments		3,478	14,834	14,834
Funds Receivable for Capital Works Projects	15	247	247	247
		<u>358,937</u>	<u>485,108</u>	<u>607,725</u>
Current Liabilities				
Accounts Payable	10	444,728	343,340	573,040
Revenue Received in Advance	11	12,417	7,273	7,273
Provision for Cyclical Maintenance	12	61,897	21,542	38,234
Finance Lease Liability	13	45,873	43,701	41,144
Funds held for Capital Works Projects	15	60,163	176,870	176,869
		<u>625,078</u>	<u>592,726</u>	<u>836,560</u>
Working Capital Surplus/(Deficit)		(266,141)	(107,618)	(228,835)
Non-current Assets				
Property, Plant and Equipment	9	643,702	588,910	728,590
		<u>643,702</u>	<u>588,910</u>	<u>728,590</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	12	75,790	91,055	98,433
Finance Lease Liability	13	45,372	42,941	75,323
		<u>121,162</u>	<u>133,996</u>	<u>173,756</u>
Net Assets		<u>256,400</u>	<u>347,296</u>	<u>326,001</u>
Equity		<u>256,400</u>	<u>347,296</u>	<u>326,001</u>

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

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Matipo Road School

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		936,254	550,975	1,001,525
Locally Raised Funds		218,921	190,723	236,900
International Students		1,565	-	-
Goods and Services Tax (net)		17,814	(18,713)	(18,713)
Payments to Employees		(537,416)	(302,925)	(630,703)
Payments to Suppliers		(537,595)	(225,595)	(338,978)
Interest Paid		(9,388)	(4,500)	(8,142)
Interest Received		5,892	900	2,292
Net cash from/(to) Operating Activities		96,047	190,865	244,181
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(29,978)	(1,000)	(18,856)
Net cash from/(to) Investing Activities		(29,978)	(1,000)	(18,856)
Cash flows from Financing Activities				
Furniture and Equipment Grant		50,690	-	-
Board Donations to MOE		-	-	(5,694)
Finance Lease Payments		(43,461)	(41,144)	(40,026)
Funds Administered on Behalf of Other Parties		(307,611)	(331,581)	(101,882)
Net cash from/(to) Financing Activities		(300,382)	(372,725)	(147,602)
Net increase/(decrease) in cash and cash equivalents		(234,313)	(182,860)	77,723
Cash and cash equivalents at the beginning of the year	7	365,643	434,812	287,923
Cash and cash equivalents at the end of the year	7	131,330	251,952	365,643

The Statement of Cash Flows records only those cash flows directly within the control of the School. This means centrally funded teachers' salaries, use of land and buildings grant and expense and other notional items 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.

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Matipo Road School

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

a) Reporting Entity

Matipo Road 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 Commissioner 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 Commissioner assesses the reasonableness of its painting maintenance plan on which the provision is based. Cyclical maintenance is disclosed at note 12.

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 9.

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 13. Future operating lease commitments are disclosed in note 19.

Recognition of grants

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

c) Revenue Recognition**Government Grants**

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

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

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

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

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

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

Other Grants where conditions exist

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

Donations, Gifts and Bequests

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

Interest Revenue

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

d) Operating Lease Payments

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

e) Finance Lease Payments

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

f) Cash and Cash Equivalents

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

g) Accounts Receivable

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

h) 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	40 years
Board Owned Buildings	40 years
Furniture and equipment	10 years
Information and communication technology	4 years
Motor vehicles	10 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value

i) 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.

j) 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.

k) Revenue Received in Advance

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

l) 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 Comprehensive Revenue and Expense.

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

m) 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 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.

n) 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.

The School's financial liabilities comprise accounts payable 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.

o) 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.

p) Budget Figures

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

q) 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	967,660	798,410	996,765
Teachers' Salaries Grants	2,433,913	2,412,976	2,305,863
Use of Land and Buildings Grants	1,286,866	1,153,559	1,189,353
Other Government Grants	-	-	3,366
	<u>4,688,439</u>	<u>4,364,945</u>	<u>4,495,347</u>

The school has opted in to the donations scheme for this year. Total amount received was \$66,734.

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	76,580	84,650	81,484
Fees for Extra Curricular Activities	33,920	7,800	9,956
Fundraising & Community Grants	57,975	75,000	113,280
Other Revenue	43,784	17,100	26,007
International Student Fees	1,565	-	-
	<u>213,824</u>	<u>184,550</u>	<u>230,727</u>
Expense			
Extra Curricular Activities Costs	113,268	81,800	107,698
Fundraising and Community Grant Costs	30,913	11,500	22,369
Other Locally Raised Funds Expenditure	16,813	12,000	11,735
	<u>160,994</u>	<u>105,300</u>	<u>141,802</u>
<i>Surplus/ (Deficit) for the year Locally Raised Funds</i>	<u>52,830</u>	<u>79,250</u>	<u>88,925</u>

During the year, the School hosted 1 International students (2022:0)

4. Learning Resources

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Curricular	39,687	47,500	114,615
Equipment Repairs	5,534	500	502
Library Resources	2,426	2,300	2,670
Employee Benefits - Salaries	2,715,757	2,545,185	2,554,579
Staff Development	33,267	17,250	13,692
Depreciation	129,038	152,001	143,430
	<u>2,925,709</u>	<u>2,764,736</u>	<u>2,829,488</u>

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5. Administration

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Audit Fees	7,845	8,759	7,617
Board Expenses	648	5,624	810
Intervention Costs & Expenses	59,624	8,000	48,902
Communication	5,340	6,000	5,578
Consumables	67,694	42,701	58,865
Operating Leases	171	100	219
Other	28,438	18,500	30,213
Employee Benefits - Salaries	198,389	178,298	204,323
Insurance	7,580	7,407	5,787
Service Providers, Contractors and Consultancy	16,047	16,339	19,503
	<u>391,776</u>	<u>293,228</u>	<u>381,817</u>

6. Property

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Caretaking and Cleaning Consumables	69,678	70,830	80,104
Cyclical Maintenance	36,619	35,000	(3,202)
Grounds	8,222	4,500	15,523
Heat, Light and Water	38,102	26,000	36,933
Repairs and Maintenance	28,685	5,000	42,577
Use of Land and Buildings	1,286,866	1,153,559	1,189,353
Security	4,670	4,000	4,488
Employee Benefits - Salaries	63,670	62,446	75,335
	<u>1,536,512</u>	<u>1,361,335</u>	<u>1,441,111</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

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Bank Accounts	131,330	251,952	365,643
Cash and cash equivalents for Statement of Cash Flows	<u>131,330</u>	<u>251,952</u>	<u>365,643</u>

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

Of the \$131,330 Cash and Cash Equivalents, \$60,163 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 2024 on Crown owned school buildings.

8. Accounts Receivable

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Banking Staffing Underuse	-	-	8,926
Teacher Salaries Grant Receivable	211,450	187,829	187,829
	<u>211,450</u>	<u>187,829</u>	<u>196,755</u>
Receivables from Non-Exchange Transactions	211,450	187,829	196,755
	<u>211,450</u>	<u>187,829</u>	<u>196,755</u>

9. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2023						
Building Improvements	341,012	-	-	-	(18,542)	322,469
Furniture and Equipment	207,376	4,774	-	-	(39,306)	172,845
Information and Communication Technology	45,766	23,694	(1,299)	-	(25,016)	43,146
Motor Vehicles	5,033	-	-	-	(1,604)	3,429
Leased Assets	117,706	18,243	-	-	(43,266)	92,683
Library Resources	11,697	1,507	(2,769)	-	(1,304)	9,130
Balance at 31 December 2023	<u>728,590</u>	<u>48,218</u>	<u>(4,068)</u>	<u>-</u>	<u>(129,038)</u>	<u>643,702</u>

The net carrying value of furniture and equipment held under a finance lease is \$117,706 (2022: \$92,683)

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.

	2023 Cost or Valuation \$	2023 Accumulated Depreciation \$	2023 Net Book Value \$	2022 Cost or Valuation \$	2022 Accumulated Depreciation \$	2022 Net Book Value \$
Building Improvements	745,393	(422,924)	322,469	745,393	(404,381)	341,012
Furniture and Equipment	688,881	(516,036)	172,845	684,105	(476,729)	207,376
Information and Communication Technology	423,576	(380,430)	43,146	412,398	(366,632)	45,766
Motor Vehicles	16,043	(12,614)	3,429	16,043	(11,010)	5,033
Leased Assets	155,848	(63,165)	92,683	152,256	(34,550)	117,706
Library Resources	76,021	(66,891)	9,130	97,621	(85,924)	11,697
Balance at 31 December 2023	<u>2,105,762</u>	<u>(1,462,060)</u>	<u>643,702</u>	<u>2,107,816</u>	<u>(1,379,226)</u>	<u>728,590</u>

10. Accounts Payable

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Creditors	104,733	289,176	289,176
Accruals	14,348	(222,083)	7,617
Banking Staffing Overuse	73,769	54,477	54,477
Employee Entitlements - Salaries	204,947	187,829	187,829
Employee Entitlements - Leave Accrual	46,931	33,941	33,941
	<u>444,728</u>	<u>343,340</u>	<u>573,040</u>
Payables for Exchange Transactions	444,728	343,340	573,040
	<u>444,728</u>	<u>343,340</u>	<u>573,040</u>

The carrying value of payables approximates their fair value.

11. Revenue Received in Advance

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Other revenue in Advance	12,417	7,273	7,273
	<u>12,417</u>	<u>7,273</u>	<u>7,273</u>

12. Provision for Cyclical Maintenance

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Provision at the Start of the Year	136,667	116,477	139,867
Increase to the Provision During the Year	36,619	35,000	(3,200)
Use of the Provision During the Year	(35,599)	-	-
Other Adjustments		-	-
Provision at the End of the Year	<u>137,687</u>	<u>151,477</u>	<u>136,667</u>
Cyclical Maintenance - Current	61,897	21,542	38,234
Cyclical Maintenance - Non current	75,790	91,055	98,433
	<u>137,687</u>	<u>112,597</u>	<u>136,667</u>

The schools cyclical maintenance schedule details annual painting to be undertaken. The costs associated with this annual work will vary depending on the requirements during the year. This plan is based on the schools 10 Year Property plan.

13. 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	52,193	49,820	49,891
Later than One Year and no Later than Five Years	49,045	46,376	83,339
Future Finance Charges	(9,993)	(9,554)	(16,763)
	<u>91,245</u>	<u>86,642</u>	<u>116,467</u>
Represented by			
Finance lease liability - Current	45,873	43,701	41,144
Finance lease liability - Non current	45,372	42,941	75,323
	<u>91,245</u>	<u>86,642</u>	<u>116,467</u>

15. Funds Held for Capital Works Projects

During the year the School received and applied funding from the Ministry of Education for the following capital works projects. The amount of cash held on behalf of the Ministry for capital works project is included under cash and cash equivalents in note 9.

	2023	Opening Balances	Receipts from MOE	Payments	Board Contributions	Closing Balances
		\$	\$	\$	\$	\$
Repairs to Tiger Turf		3,050	-	-	(3,050)	-
Upgrade Security System		4,954	-	-	(4,954)	-
Block 9 Demolition		12,402	-	(2,881)	(9,521)	-
Electrical Upgrade		61,153	677	(61,830)	-	-
AMS/ILE Block 7 Upgrade		26,774	-	(17,467)	-	9,307
Drainage		6,777	143,819	(128,230)	-	22,366
Floor & Wall Coverings		16,229	-	(10,992)	-	5,237
UNC Sewage Pump		12,132	-	(12,132)	-	-
Roofing Replacement		18,639	-	(3,682)	-	14,957
Bathrooms & Plumbing		14,759	-	(6,463)	-	8,296
Canopy/decking/window treatments		(247)	-	-	-	(247)
Totals		<u>176,622</u>	<u>144,496</u>	<u>(243,677)</u>	<u>(17,525)</u>	<u>59,916</u>

Represented by:

Funds Held on Behalf of the Ministry of Education	60,163
Funds Receivable from the Ministry of Education	(247)

2022	Opening Balances	Receipts from MOE	Payments	Board Contributions	Closing Balances
	\$	\$	\$	\$	\$
Repairs to Tiger Turf	3,050	-	-	-	3,050
Upgrade Security System	4,954	-	-	-	4,954
Stage 1 Food Tech	238,359	7,446	(245,805)	-	-
Rainwater Harvesting Project	(11,086)	6,700	(1,307)	5,693	-
Block 9 Demolition	43,227	-	(30,825)	-	12,402
Electrical Upgrade	-	70,228	(9,075)	-	61,153
AMS/ILE Block 7 Upgrade	-	30,623	(3,849)	-	26,774
Drainage	-	10,000	(3,223)	-	6,777
Floor & Wall Coverings	-	16,920	(691)	-	16,229
UNC Sewage Pump	-	12,132	-	-	12,132
Roofing Replacement	-	20,217	(1,578)	-	18,639
Bathrooms & Plumbing	-	15,969	(1,210)	-	14,759
Canopy/decking/window treatments	-	-	(247)	-	(247)
Totals	278,504	190,235	(297,810)	5,693	176,622

Represented by:

Funds Held on Behalf of the Ministry of Education	176,869
Funds Receivable from the Ministry of Education	(247)

16. Related Party Transactions

The School is a controlled entity of the Crown, and the Crown provides the major source of revenue to the school. The school enters into transactions with other entities also controlled by the Crown, such as government departments, state-owned enterprises and other Crown entities. Transactions with these entities are not disclosed as they occur on terms and conditions no more or less favourable than those that it is reasonable to expect the school would have adopted if dealing with that entity at arm's length.

Related party disclosures have not been made for transactions with related parties that are within a normal supplier or client/recipient relationship on terms and condition no more or less favourable than those that it is reasonable to expect the school would have adopted in dealing with the party at arm's length in the same circumstances. Further, transactions with other government agencies (for example, Government departments and Crown entities) are not disclosed as related party transactions when they are consistent with the normal operating arrangements between government agencies and undertaken on the normal terms and conditions for such transactions.

17. Remuneration

Key management personnel compensation

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

	2023 Actual	2022 Actual
	\$	\$
<i>Board Members</i>		
Remuneration	-	-
<i>Leadership Team</i>		
Remuneration	500,965	482,334
Full-time equivalent members	4	4
Total key management personnel remuneration	500,965	482,334

Principal

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	150 - 160	140 - 150
Benefits and Other Emoluments	4 - 5	4 - 5
Termination Benefits	-	-

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	2.00	5.00
110 - 120	6.00	1.00
120 - 130	0.00	0.00
	<u>8.00</u>	<u>6.00</u>

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

18. 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).

The board had a dispute concerning a former staff member. The board has not recognised this matter in the financial statements because the matter is still under investigation.

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.

19. Commitments

(a) Capital Commitments

At 31 December 2023, the Board had capital commitments of \$924,244 (2022:\$nil) as a result of entering the following contracts:

Contract Name	Contract Amount	Spend To Date	Remaining Capital Commitment
	\$	\$	\$
AMS Combined 7:ILE & Toilet Upgrade	306,230	21,316	284,914
Drainage	169,819	143,585	26,234
Floor & Wall Coverings	230,799	11,683	219,116
Roofing Replacement	202,473	5,259	197,214
Bathrooms & Plumbing	159,686	7,673	152,013
Canopy/Decking/Window Treatment	45,000	247	44,753
Total	1,114,007	189,763	924,244

(b) Operating Commitments

As at 31 December 2023, the Board has entered into the following contracts:

(a) operating lease of a EFTPOS Machine;

	2023 Actual \$	2022 Actual \$
No later than One Year	420	-
Later than One Year and No Later than Five Years	735	-
	<u>1,155</u>	<u>-</u>

The total lease payments incurred during the period were \$35 (2022: \$nil).

20. 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	131,330	251,952	365,643
Receivables	211,450	187,829	196,755
Total financial assets measured at amortised cost	<u>342,780</u>	<u>439,781</u>	<u>562,398</u>

Financial liabilities measured at amortised cost

Payables	444,728	343,340	573,040
Finance Leases	91,245	86,642	116,467
Total financial liabilities measured at amortised cost	<u>535,973</u>	<u>429,982</u>	<u>689,507</u>

21. Events After Balance Date

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

22. Financial Difficulties

The School is experiencing financial difficulties, at balance date the School has a working capital deficit of \$266,141. The financial difficulties have arisen mainly because the School has incurred several deficits over recent years. The School is managing this by tighter budgetary controls to reduce future deficits.

These financial statements are prepared on a going concern basis. The going concern assumption is dependent on the continuing support from the Ministry of Education. The Ministry of Education has confirmed it will continue to provide the School with resources, so it meets its obligations as they fall due.