

Tangaroa College

Annual Report for the year ended 31 December 2020

Ministry Number:	58
Principal:	Davidia Suasua
School Address:	Haumia Way, Otara, Auckland
School Postal Address:	PO Box 61476, Manukau, 2159
School Phone:	09-274 5764
School Email:	office@tangaroa.school.nz
Service Provider:	Edtech Financial Services Ltd

Members of the Board of Trustees

For the year ended 31 December 2020

Name	Position	How position on Board gained	Term expired/expires
Allan Va'a	Chairperson	Triennial Election	2022
Karl Tusini-Rex	Deputy Chairperson	Triennial Election	2022
Dauida Suasua	Principal		
Joe Fealoa'i	Co Opted Trustee	CO Opted	2021
Rachel Mattocks	Elected Parent Trustee	Triennial Election	2022
Scott Tulua	Elected Parent Trustee	Triennial Election	2022
Merry Faumuina	Elected Parent Trustee	Triennial Election	2022
Renee Tawhi	Staff Trustee	Triennial Election	2022
Rebecca Afaese-Noel	Student Trustee	Annual Election	resigned 2020
Lena Ioane	Student Trustee	Annual Election	2022
Mary Tuilagi	Secretary		

Tangaroa College

Annual Report

For the year ended 31 December 2020

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Tangaroa College
Statement of Responsibility
For the year ended 31 December 2020

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

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

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2020 fairly reflects the financial position and operations of the school.

The School's 2020 financial statements are authorised for issue by the Board.

Allan Francis Va'a
Full Name of Board Chairperson

A.F.V.
Signature of Board Chairperson

24/5/21
Date:

David Suman
Full Name of Principal

[Signature]
Signature of Principal

24/5/21
Date:

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2020

	Notes	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Revenue				
Government Grants	2	11,121,013	9,688,678	9,993,784
Locally Raised Funds	3	620,409	515,032	592,525
Interest Income		41,526	50,000	61,217
		11,782,948	10,253,710	10,647,526
Expenses				
Locally Raised Funds	3	129,659	169,000	117,767
International Students	4	459	-	633
Learning Resources	5	7,412,135	6,502,531	6,914,657
Administration	6	549,759	558,500	556,486
Finance		5,492	6,400	7,427
Property	7	2,955,600	2,475,500	2,819,848
Depreciation	8	378,406	355,000	372,959
Loss on Disposal of Property, Plant and Equipment		47,355	-	3,231
		11,478,865	10,066,931	10,793,008
Net Surplus / (Deficit) for the year		304,083	186,779	(145,482)
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		304,083	186,779	(145,482)

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



Tangaroa College

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2020

	2020	2020	2019
Notes	Actual \$	Budget (Unaudited) \$	Actual \$
Balance at 1 January	4,645,400	4,645,400	4,790,882
Total comprehensive revenue and expense for the year	304,083	186,779	(145,482)
Equity at 31 December	4,949,483	4,832,179	4,645,400
Retained Earnings	4,949,483	4,832,179	4,645,400
Equity at 31 December	4,949,483	4,832,179	4,645,400

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.



Tangaroa College
Statement of Financial Position

As at 31 December 2020

		2020	2020	2019
	Notes	Actual	Budget (Unaudited)	Actual
		\$	\$	\$
Current Assets				
Cash and Cash Equivalents	9	400,212	364,562	86,519
Accounts Receivable	10	623,484	486,000	536,876
GST Receivable		7,045	15,000	25,939
Prepayments		5,277	25,000	24,856
Investments	11	1,972,285	1,700,000	1,737,357
		<u>3,008,303</u>	<u>2,590,562</u>	<u>2,411,547</u>
Current Liabilities				
Accounts Payable	13	842,197	538,000	537,799
Revenue Received in Advance	14	66,094	20,000	23,956
Provision for Cyclical Maintenance	15	116,187	112,000	133,992
Finance Lease Liability - Current Portion	16	18,383	40,500	54,961
Funds Held for Capital Works Projects	17	98,679	75,000	72,646
		<u>1,141,540</u>	<u>785,500</u>	<u>823,354</u>
Working Capital Surplus/(Deficit)		1,866,763	1,805,062	1,588,193
Non-current Assets				
Property, Plant and Equipment	12	3,163,834	3,166,617	3,181,617
Capital Works in Progress		9,950	-	-
		<u>3,173,784</u>	<u>3,166,617</u>	<u>3,181,617</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	15	79,407	79,000	108,909
Finance Lease Liability	16	11,657	60,500	15,501
		<u>91,064</u>	<u>139,500</u>	<u>124,410</u>
Net Assets		<u>4,949,483</u>	<u>4,832,179</u>	<u>4,645,400</u>
Equity	24	<u>4,949,483</u>	<u>4,832,179</u>	<u>4,645,400</u>

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

Tangaroa College

Statement of Cash Flows

For the year ended 31 December 2020

	2020	2020 Budget	2019
Note	Actual	(Unaudited)	Actual
	\$	\$	\$
Cash flows from Operating Activities			
Government Grants	3,302,514	3,157,644	2,904,044
Locally Raised Funds	586,716	526,275	587,323
Goods and Services Tax (net)	18,894	10,939	19,846
Funds Administered on Behalf of Third Parties	-	-	(31,479)
Payments to Employees	(1,915,879)	(1,439,215)	(1,663,416)
Payments to Suppliers	(1,190,701)	(1,760,122)	(1,641,828)
Cyclical Maintenance Payments in the year	(39,276)	-	(43,340)
Interest Paid	(5,492)	(6,400)	(7,427)
Interest Received	42,154	58,673	64,261
Net cash from/(to) Operating Activities	798,930	547,794	187,984
Cash flows from Investing Activities			
Purchase of Property Plant & Equipment (and Intangibles)	(237,792)	(278,924)	(190,548)
Purchase of Investments	(234,928)	-	-
Proceeds from Sale of Investments	-	37,357	28,015
Net cash from/(to) Investing Activities	(472,720)	(241,567)	(162,533)
Cash flows from Financing Activities			
Finance Lease Payments	(38,550)	(30,538)	(34,225)
Funds Held for Capital Works Projects	26,033	2,354	-
Net cash from/(to) Financing Activities	(12,517)	(28,184)	(34,225)
Net increase/(decrease) in cash and cash equivalents	313,693	278,043	(8,774)
Cash and cash equivalents at the beginning of the year	9 86,519	86,519	95,293
Cash and cash equivalents at the end of the year	9 400,212	364,562	86,519

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.



Notes to the Financial Statements

For the year ended 31 December 2020

1. Statement of Accounting Policies

Reporting Entity

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

Basis of Preparation

Reporting Period

The financial reports have been prepared for the period 1 January 2020 to 31 December 2020 and in accordance with the requirements of the Public Finance Act 1989.

Basis of Preparation

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

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

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

Measurement Base

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

Presentation Currency

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

Specific Accounting Policies

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

Critical Accounting Estimates And Assumptions

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

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

Cyclical maintenance

A school recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision of 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 15.

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 12.



Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

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.

Revenue Recognition

Government Grants

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

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

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

Use of land and buildings grants are recorded as revenue in the period the School uses the land and buildings. These are not received in cash by the School as they equate to the deemed expense for using the land and buildings which are owned by the Crown.

Other Grants

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

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.

Use of Land and Buildings Expense

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. The School's use of the land and buildings as occupant is based on a property occupancy document as gazetted by the Ministry. The expense is based on an assumed market rental yield on the value of land and buildings as used for rating purposes. This is a non-cash expense that is offset by a non-cash grant from the Ministry.

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.

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.



Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

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.

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.

Inventories

Inventories are consumable items held for sale and comprise 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.

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.

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:

Buildings - School	10-50 years
Furniture and equipment	10-15 years
Information and communication technology	5 years
Motor vehicles	5 years
Leased assets held under a Finance Lease	3 years
Library resources	12.5% Diminishing value



Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

Impairment of property, plant, and equipment

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

Non cash generating assets

Property, plant, and equipment held at cost that have a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. 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.

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.

Employee Entitlements

Short-term employee entitlements

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

Long-term employee entitlements

Employee benefits that are due to be settled beyond 12 months after the end of the period in which the employee renders the related service, such as long service leave and retirement gratuities, have been calculated on an actuarial basis. The calculations are based on:

- likely future entitlements accruing to staff, based on years of service, years to entitlement, the likelihood that staff will reach the point of entitlement, and contractual entitlement information; and
- the present value of the estimated future cash flows.

Revenue Received in Advance

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

The School holds sufficient funds to enable the refund of unearned fees in relation to this revenue received in advance, should the School be unable to provide the services to which they relate.



Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

Provision for Cyclical Maintenance

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

Cyclical maintenance, which involves painting the interior and exterior of the School, makes up the most significant part of the Board's responsibilities outside day-to-day maintenance. The provision for cyclical maintenance represents the obligation the Board has to the Ministry and is based on the Board's ten year property plan (10YPP).

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 and finance lease liability. All of these financial liabilities are categorised as 'financial liabilities measured at amortised cost' for accounting purposes in accordance with financial reporting standards.

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 Statement of Cash Flows.

Commitments and contingencies are disclosed exclusive of GST.

Budget Figures

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

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.



Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

2 Government Grants

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Operational Grants	2,733,086	2,808,471	2,445,979
Teachers' Salaries Grants	5,463,837	4,708,000	4,957,938
Use of Land and Buildings Grants	2,226,090	1,850,000	2,109,180
Resource Teachers Learning and Behaviour Grants	(1,495)	3,500	13,474
Other MoE Grants	612,850	247,743	385,868
Other Government Grants	86,645	70,964	81,345
	<u>11,121,013</u>	<u>9,688,678</u>	<u>9,993,784</u>

The School has opted in to the donations scheme for this year. Total amount received was \$127,200.

Other MOE Grants total includes additional COVID-19 funding totalling \$297,037 for the year ended 31 December 2020.

3 Locally Raised Funds

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

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Revenue			
Donations	26,611	46,600	68,048
Activities	144,928	198,000	131,458
Trading	9,958	15,000	38,163
Other Revenue	438,912	255,432	354,856
	<u>620,409</u>	<u>515,032</u>	<u>592,525</u>
Expenses			
Activities	129,659	169,000	89,564
Trading	-	-	28,203
	<u>129,659</u>	<u>169,000</u>	<u>117,767</u>
	<u>490,750</u>	<u>346,032</u>	<u>474,758</u>

Surplus/ (Deficit) for the year Locally Raised Funds

4 International Student Revenue and Expenses

	2020	2020	2019
	Actual	Budget	Actual
	Number	(Unaudited)	Number
International Student Roll	0	0	0
Revenue			
International Student Fees	-	-	-
Expenses			
International Student Levy	459	-	633
	<u>459</u>	<u>-</u>	<u>633</u>
	<u>(459)</u>	<u>-</u>	<u>(633)</u>

Surplus/ (Deficit) for the year International Students



Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

5 Learning Resources

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Curricular	368,776	599,300	648,744
Equipment Repairs	759	-	729
Information and Communication Technology	181,831	159,731	147,927
Extra-Curricular Activities	-	4,500	2,467
Library Resources	4,568	10,000	6,188
Employee Benefits - Salaries	6,841,996	5,689,000	6,084,477
Staff Development	14,205	40,000	24,125
	<u>7,412,135</u>	<u>6,502,531</u>	<u>6,914,657</u>

6 Administration

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Audit Fee	9,343	12,000	10,238
Board of Trustees Fees	11,308	5,000	10,212
Board of Trustees Expenses	62,844	47,500	50,516
Communication	12,430	-	15,434
Consumables	1,455	36,500	1,300
Other	79,882	113,000	80,470
Employee Benefits - Salaries	331,530	311,500	348,169
Insurance	17,207	10,000	16,855
Service Providers, Contractors and Consultancy	23,760	23,000	23,292
	<u>549,759</u>	<u>558,500</u>	<u>556,486</u>

7 Property

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Caretaking and Cleaning Consumables	48,214	33,000	31,582
Consultancy and Contract Services	126,182	126,000	126,246
Cyclical Maintenance Expense	(8,031)	65,000	59,807
Grounds	40,429	30,000	44,246
Heat, Light and Water	92,736	82,000	115,416
Repairs and Maintenance	182,706	117,000	117,088
Use of Land and Buildings	2,226,090	1,850,000	2,109,180
Security	26,421	25,000	27,908
Employee Benefits - Salaries	220,853	147,500	188,375
	<u>2,955,600</u>	<u>2,475,500</u>	<u>2,819,848</u>

The use of land and buildings figure represents 8% of the school's total property value. Property values are established as part of the nationwide revaluation exercise that is conducted every 30 June for the Ministry of Education's year end reporting purposes.



Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

8 Depreciation

	2020	2020	2019
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Buildings - School	63,371	61,745	65,485
Furniture and Equipment	99,131	90,430	107,397
Information and Communication Technology	149,063	139,870	140,156
Motor Vehicles	2,740	3,680	-
Leased Assets	53,868	48,315	49,135
Library Resources	10,233	10,960	10,786
	<u>378,406</u>	<u>355,000</u>	<u>372,959</u>

9 Cash and Cash Equivalents

	2020	2020	2019
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Bank Current Account	400,212	364,562	86,519
Cash and cash equivalents for Statement of Cash Flows	<u>400,212</u>	<u>364,562</u>	<u>86,519</u>

Of the \$400,212 Cash and Cash Equivalents, \$218,312 is held by the School on behalf of the Ministry of Education. These funds are required to be spent in 2021 on Crown owned school buildings under the School's Five Year Property Plan.

Of the \$400,212 Cash and Cash Equivalents, \$25,000 of unspent grant funding is held by the School. This funding is subject to restrictions which specify how the grant is required to be spent in providing specified deliverables of the grant arrangement.

10 Accounts Receivable

	2020	2020	2019
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Receivables	144,589	75,000	90,199
Receivables from the Ministry of Education	29,971	35,000	61,966
Interest Receivable	13,045	5,000	13,673
Teacher Salaries Grant Receivable	435,879	371,000	371,038
	<u>623,484</u>	<u>486,000</u>	<u>536,876</u>
Receivables from Exchange Transactions	157,634	80,000	103,872
Receivables from Non-Exchange Transactions	465,850	406,000	433,004
	<u>623,484</u>	<u>486,000</u>	<u>536,876</u>

11 Investments

The School's investment activities are classified as follows:

	2020	2020	2019
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Current Asset			
Short-term Bank Deposits	1,972,285	1,700,000	1,737,357
Total Investments	<u>1,972,285</u>	<u>1,700,000</u>	<u>1,737,357</u>



Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

12 Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2020	\$	\$	\$	\$	\$	\$
Buildings	2,257,561	-	-	-	(63,371)	2,194,190
Furniture and Equipment	501,033	49,156	-	-	(99,131)	451,058
Information and Communication Technology	263,263	251,372	-	-	(149,063)	365,572
Motor Vehicles	-	35,300	-	-	(2,740)	32,560
Leased Assets	84,253	18,436	-	-	(53,868)	48,821
Library Resources	75,507	10,902	(4,543)	-	(10,233)	71,633
Balance at 31 December 2020	3,181,617	365,166	(4,543)	-	(378,406)	3,163,834

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2020	\$	\$	\$
Buildings	3,084,955	(890,765)	2,194,190
Furniture and Equipment	1,997,292	(1,546,234)	451,058
Information and Communication Technology	1,341,693	(976,121)	365,572
Motor Vehicles	123,156	(90,596)	32,560
Leased Assets	201,051	(152,230)	48,821
Library Resources	201,154	(129,521)	71,633
Balance at 31 December 2020	6,949,301	(3,785,467)	3,163,834

The net carrying value of equipment held under a finance lease is \$48,821 (2019: \$84,253).

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2019	\$	\$	\$	\$	\$	\$
Buildings	2,323,046	-	-	-	(65,485)	2,257,561
Furniture and Equipment	481,903	126,527	-	-	(107,397)	501,033
Information and Communication Technology	304,296	99,123	-	-	(140,156)	263,263
Leased Assets	110,527	22,861	-	-	(49,135)	84,253
Library Resources	75,626	13,898	(3,231)	-	(10,786)	75,507
Balance at 31 December 2019	3,295,398	262,409	(3,231)	-	(372,959)	3,181,617

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2019	\$	\$	\$
Buildings	3,084,955	(827,394)	2,257,561
Furniture and Equipment	1,948,140	(1,447,107)	501,033
Information and Communication Technology	1,090,320	(827,057)	263,263
Motor Vehicles	87,855	(87,855)	-
Leased Assets	182,615	(98,362)	84,253
Library Resources	202,432	(126,925)	75,507
Balance at 31 December 2019	6,596,317	(3,414,700)	3,181,617

The net carrying value of equipment held under a finance lease is \$84,253 (2018: \$110,527).



Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

13 Accounts Payable

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Operating Creditors	327,440	102,000	100,559
Accruals	-	-	1,987
Employee Entitlements - Salaries	463,378	405,000	404,735
Employee Entitlements - Leave Accrual	51,379	31,000	30,518
	<u>842,197</u>	<u>538,000</u>	<u>537,799</u>
Payables for Exchange Transactions	842,197	538,000	537,799
	<u>842,197</u>	<u>538,000</u>	<u>537,799</u>

The carrying value of payables approximates their fair value.

14 Revenue Received in Advance

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Grants in Advance - Ministry of Education	21,441	-	-
Other	44,653	20,000	23,956
	<u>66,094</u>	<u>20,000</u>	<u>23,956</u>

15 Provision for Cyclical Maintenance

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Provision at the Start of the Year	242,901	242,901	226,434
Increase/(decrease) to the Provision During the Year	(8,031)	65,000	59,807
Use of the Provision During the Year	(39,276)	(116,901)	(43,340)
Provision at the End of the Year	<u>195,594</u>	<u>191,000</u>	<u>242,901</u>
Cyclical Maintenance - Current	116,187	112,000	133,992
Cyclical Maintenance - Term	79,407	79,000	108,909
	<u>195,594</u>	<u>191,000</u>	<u>242,901</u>

16 Finance Lease Liability

The school has entered into a number of finance lease agreements for computers and photocopiers.
Minimum lease payments payable (includes interest portion):

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
No Later than One Year	20,405	40,500	59,447
Later than One Year and no Later than Five Years	12,361	60,500	16,591
	<u>32,766</u>	<u>101,000</u>	<u>76,038</u>



Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

17 Funds Held for Capital Works Projects

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

2020	Opening Balances	Receipts from MoE	Payments	BOT Contribution/ (Write-off to R&M)	Closing Balances
	\$	\$	\$		\$
B Block Toilet Upgrade	completed	-	195,444	(172,444)	23,000
TPU Upgrade	In progress	-	56,536	(80,175)	(23,639)
Security & Fire Upgrade	In progress	9,585	-	(40,368)	(30,783)
Roof Replacement	completed	-	10,266	(9,288)	978
ILE Project D	In progress	63,061	-	(4,641)	58,420
Site Drainage	In progress	-	-	(1,875)	(1,875)
Electrical Upgrade	In progress	-	107,164	(15,006)	92,158
Heatpumps	In progress	-	75,940	(70,457)	5,483
Block D Carpark	In progress	-	31,500	(2,804)	28,696
Caretakers Office/Bathroom	In progress	-	18,000	(62,704)	(44,704)
Landscaping/Pedestrian	In progress	-	-	(2,024)	(2,024)
Drink Fountains	In progress	-	45,000	(35,423)	9,577
Toilet Upgrade	In progress	-	(8,314)	(8,294)	(16,608)
Roofing Project	completed	-	(15,408)	-	-
Totals		72,646	516,128	(505,503)	98,679

Represented by:

Funds Due from the Ministry of Education

(119,633)

Funds Held on Behalf of the Ministry of Education

218,312

98,679

2019	Opening Balances	Receipts from MoE	Payments	BOT Contribution/ (Write-off to R&M)	Closing Balances
	\$	\$	\$	\$	\$
Boiler Project	completed	3,158	-	3,158	-
Toilet Upgrade	completed	100,967	8,313	109,280	-
Roofing Project	In progress	-	-	-	-
B Block Toilet Upgrade	In progress	-	10,805	10,805	-
TPU Upgrade	completed	-	750	750	-
Security & Fire Upgrade	In progress	-	190,800	181,215	9,585
Roof Replacement	In progress	-	9,287	9,287	-
ILE Project D	In progress	-	67,813	4,752	63,061
Totals		104,125	287,768	319,247	72,646

18 Funds Held for Teen Parent Unit

The school's Teen Parent Unit is a separate business unit of the school in accordance with the agreement with the Ministry of Education. The revenue and expenditure is included in the school's Statement of Revenue and Expense. During the year the funds were spent on employee benefit expenses, administration and property management expenses.

19 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.



Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

20 Remuneration

Key management personnel compensation

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

	2020 Actual \$	2019 Actual \$
<i>Board Members</i>		
Remuneration	11,308	10,212
Full-time equivalent members	0.07	0.07
<i>Leadership Team</i>		
Remuneration	812,876	774,698
Full-time equivalent members	7.00	7.00
Total key management personnel remuneration	824,184	784,910
Total full-time equivalent personnel	7.07	7.07

The full time equivalent for Board members has been determined based on attendance at Board meetings, Committee meetings and for other obligations of the Board, such as stand downs and suspensions, plus the estimated time for Board members to prepare for meetings.

Principal

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

	2020 Actual \$000	2019 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	190-200	170-180
Benefits and Other Emoluments	0-5	-
Termination Benefits	-	-

Other Employees

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

Remuneration \$000	2020 FTE Number	2019 FTE Number
110-120	4	-
100-110	9	3
	13	3

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

21 Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be trustees, committee member, or employees during the financial year in relation to that cessation and number of persons to whom all or part of that total was payable was as follows:

	2020 Actual	2019 Actual
Total	-	\$5,500
Number of People	-	1



Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

22 Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2020.

(Contingent liabilities and assets as at 31 December 2019: nil)

Holidays Act Compliance – schools payroll

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

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

To the extent that any obligation cannot reasonably be quantified at 31 December 2020, a contingent liability for the school may exist.

23 Commitments

(a) Capital Commitments

As at 31 December 2020 the Board has entered into contract agreements for capital works as follows:

A contract was signed with Asphalt & Civil Projects Limited in November 2020 for improvements to Block D Carpark for \$19,980 (excluding GST). \$2,804 has been spent in 2020. At balance date there was an outstanding amount due of \$17,176.

A contract was entered into for water fountains for \$78,163 (excluding GST). \$35,423 has been spent in 2020. At balance date there was an outstanding amount due of \$42,740.

(Capital commitments as at 31 December 2019)

A contract was signed with Aleva Painting and Water Blasting in December 2019 to paint the school gymnasium for \$60,425 (excluding GST). A deposit of \$21,149 was paid in 2019. At balance date there was an outstanding amount due of \$39,276.

24 Managing Capital

The School's capital is its equity and comprises capital contributions from the Ministry of Education for property, plant and equipment and accumulated surpluses and deficits. The School does not actively manage capital but attempts to ensure that income exceeds spending in most years. Although deficits can arise as planned in particular years, they are offset by planned surpluses in previous years or ensuing years.

25 Financial Instruments

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

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Financial assets measured at amortised cost			
Cash and Cash Equivalents	400,212	364,562	86,519
Receivables	623,484	486,000	536,876
Investments - Term Deposits	1,972,285	1,700,000	1,737,357
Total Financial assets measured at amortised cost	2,995,981	2,550,562	2,360,752
Financial liabilities measured at amortised cost			
Payables	842,197	538,000	537,799
Finance Leases	30,040	101,000	70,462
Total Financial Liabilities Measured at Amortised Cost	872,237	639,000	608,261

26 Events After Balance Date

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

