

# ONEPOTO SCHOOL

## ANNUAL REPORT

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### School Directory

<b>Ministry Number:</b>	1400
<b>Principal:</b>	Daniella Latoa-Levi
<b>School Address:</b>	Fraser Aver, Northcote, Auckland
<b>School Postal Address:</b>	PO Box 36-126, Northcote, Auckland
<b>School Phone:</b>	(09) 480-7469
<b>School Email:</b>	<a href="mailto:office@onepoto.school.nz">office@onepoto.school.nz</a> <a href="mailto:principal@onepoto.school.nz">principal@onepoto.school.nz</a>

#### Members of the Board

<b>Name</b>	<b>Position</b>	<b>How Position Gained</b>	<b>Term Expired/ Expires</b>
Alan Curtis	Presiding Member	Co-opted	Sept 2022
Daniella Latoa-Levi	Principal ex Officio		
Tania Te Rauna	Parent Representative	Elected	Sept 2022
Emma Alona	Parent Representative	Elected	Sept 2022
Mark Fraser	Parent Representative	Co-opted	Sept 2022
Tom Allen	Parent Representative	Elected	Sept 2022
Ora Locke	Parent Representative	Elected	Sept 2022
Teurukura Tekii	Parent Representative	Elected	Dec 2021
Laila Visiesio	Staff Representative	Elected	Dec 2021
Bernie Mahoney	Staff Representative	Elected	June 2021

#### Accountant / Service Provider:

Top Class Financial Management Services

# ONEPOTO SCHOOL

Annual Report - For the year ended 31 December 2021

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# Onepoto School

## Statement of Responsibility

For the year ended 31 December 2021

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

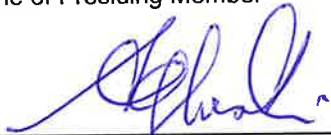
The management (including the principal and others as directed by the Board) accepts responsibility for establishing and maintaining a system of internal controls designed to provide reasonable assurance as to the integrity and reliability of the school's financial reporting.

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

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

ALAN CURTIS

Full Name of Presiding Member



Signature of Presiding Member

30th May 2022

Date:

DANIELLA LATOALEVI

Full Name of Principal



Signature of Principal

30th May 2022.

Date:

# Onepoto School

## Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Revenue</b>				
Government Grants	2	1,105,057	1,209,620	1,277,932
Locally Raised Funds	3	12,051	3,000	8,273
Interest Income		638	2,500	1,289
		<u>1,117,746</u>	<u>1,215,120</u>	<u>1,287,494</u>
<b>Expenses</b>				
Learning Resources	4	576,066	567,840	547,843
Administration	5	154,414	77,021	85,069
Finance		507	-	392
Property	6	417,373	612,609	608,267
Depreciation	10	38,182	30,000	31,957
Loss on Disposal of Property, Plant and Equipment		10,074	-	13,999
		<u>1,196,616</u>	<u>1,287,470</u>	<u>1,287,527</u>
<b>Net Surplus / (Deficit) for the year</b>		(78,870)	(72,350)	(33)
Other Comprehensive Revenue and Expense		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		<u>(78,870)</u>	<u>(72,350)</u>	<u>(33)</u>

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

## Financial Statements 2021

### Chairperson's Report

At the commencement of 2021, budgeting for Onepoto School was going to be a challenge. The Ministry of Education had demolished the old eight-classroom school and construction was underway for the new school of fifteen classroom equivalents.

The whole school community of five staff and 60 students had been relocated to the school hall which was the only building left standing. Teaching and learning in the hall continued for some eighteen months.

Some costs had clearly reduced (maintenance, cleaning, and grounds management). Others were unknown. There would inevitably be additional costs in setting up the school for the projected opening later in the year.

While the costs of furniture for the additional seven classrooms would be addressed by the furniture grant the Ministry had advised, this did not extend to the costs of replacements for the very old furniture that had been disposed of from the old school.

There would be additional teaching and learning and library costs to equip a much larger school, and importantly there would be a significant expenditure required to fully equip the school with its ICT infrastructure (and additional equipment to be purchased).

The board could only make best estimates for these additional costs, splitting them between capital and operational expenses. Apart from the furniture grant, the Ministry had made no commitments to any of the additional funding that would normally be applied to a new green fields school – ours was a brown fields development.

In the end the board decided on a conservative operational budget which would result in a significant deficit (\$72,350). It was of the view that while the working capital was not strong, it was adequate to cover for the immediate year while applications for additional funding were made to the Ministry.

In the event, due to conservative spending (and Covid reducing some costs as well) the board was pleased with a deficit of only \$47,576..

More importantly, the board's applications to the Ministry were successful, resulting in a one-time equity grant of \$500,000 towards getting the new school established. As an equity grant, it had no impact on the Statement of Revenue and Expenses for the year, however it significantly increased the funds available for capital expenditure and has set the school up with a very satisfactory working capital against which the increased expenses that will be required to operate a much larger school in 2022 and beyond.

The new school comprising 16 classroom equivalents was completed in time for our official opening by the Prime Minister on 13<sup>th</sup> August 2021.

A budget for 2022 has been established, also showing a significant deficit. However, this time the board is able to draw upon its working capital over the next year or so while the roll builds and the operational grant increases to a level where the operational costs of the school will be addressed.

Alan Curtis  
Chairperson, Onepoto School

10<sup>th</sup> March 2022



# Onepoto School

## Statement of Financial Position

As at 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Current Assets</b>				
Cash and Cash Equivalents	7	538,554	149,660	163,832
Accounts Receivable	8	35,670	40,000	60,046
GST Receivable		16,422	5,000	3,982
Prepayments		4,680	4,000	4,725
Investments	9	150,000	50,000	-
Funds due for Capital Works Projects		-	-	457
		<u>745,326</u>	<u>248,660</u>	<u>233,042</u>
<b>Current Liabilities</b>				
Accounts Payable	11	144,106	50,689	45,697
Revenue Received in Advance	12	7,411	-	-
Painting Contract Liability	13	9,687	9,687	22,678
Finance Lease Liability	14	3,935	1,000	1,851
Funds held for Capital Works Projects	15	20,317	-	-
		<u>185,456</u>	<u>61,376</u>	<u>70,226</u>
<b>Working Capital Surplus/(Deficit)</b>		559,870	187,284	162,816
<b>Non-current Assets</b>				
Property, Plant and Equipment	10	574,274	447,410	382,410
		<u>574,274</u>	<u>447,410</u>	<u>382,410</u>
<b>Non-current Liabilities</b>				
Painting Contract Liability	13	-	-	9,687
Finance Lease Liability	14	8,764	23,000	1,495
		<u>8,764</u>	<u>23,000</u>	<u>11,182</u>
<b>Net Assets</b>		<u>1,125,380</u>	<u>611,694</u>	<u>534,044</u>
<b>Equity</b>		<u>1,125,380</u>	<u>611,694</u>	<u>534,044</u>

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

# Onepoto School

## Statement of Changes in Net Assets/Equity

For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Equity at 1 January</b>		534,044	534,044	534,077
Total comprehensive revenue and expense for the year		(78,870)	(72,350)	(33)
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant		670,206	150,000	-
<b>Equity at 31 December</b>		1,125,380	611,694	534,044

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.



# Onepoto School

## Statement of Cash Flows

For the year ended 31 December 2021

	Note	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Cash flows from Operating Activities</b>				
Government Grants		291,314	287,714	296,950
Locally Raised Funds		34,443	3,000	(16,553)
Hostel		-	-	
International Students		-	-	
Goods and Services Tax (net)		(12,440)	(4,000)	(3,501)
Payments to Employees		(152,139)	(162,300)	(171,111)
Payments to Suppliers		(73,848)	(97,261)	(101,044)
Interest Paid		(507)	-	(392)
Interest Received		364	2,500	1,299
Net cash from/(to) Operating Activities		87,187	29,653	5,648
<b>Cash flows from Investing Activities</b>				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		2,608	-	
Purchase of Property Plant & Equipment (and Intangibles)		(230,568)	(80,342)	(11,298)
Purchase of Investments		(150,000)	(50,000)	
Proceeds from Sale of Investments		-	-	
Net cash from/(to) Investing Activities		(377,960)	(130,342)	(11,298)
<b>Cash flows from Financing Activities</b>				
Furniture and Equipment Grant		670,206	150,000	52,127
Finance Lease Payments		(2,807)	-	(2,080)
Painting contract payments		(22,678)	(11,339)	
Loans Received/ Repayment of Loans		-	-	
Funds Held for Capital Works		20,774	-	(17,534)
Net cash from/(to) Financing Activities		665,495	138,661	32,513
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>374,722</b>	<b>37,972</b>	<b>26,863</b>
Cash and cash equivalents at the beginning of the year	7	163,832	111,688	136,969
<b>Cash and cash equivalents at the end of the year</b>	7	<b>538,554</b>	<b>149,660</b>	<b>163,832</b>

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.

# Onepoto School

## Notes to the Financial Statements

### For the year ended 31 December 2021

#### 1. Statement of Accounting Policies

##### a) Reporting Entity

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

##### b) Basis of Preparation

###### **Reporting Period**

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

###### **Basis of Preparation**

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

###### **Financial Reporting Standards Applied**

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

###### **PBE Accounting Standards Reduced Disclosure Regime**

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

###### **Measurement Base**

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

###### **Presentation Currency**

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

###### **Specific Accounting Policies**

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

###### **Critical Accounting Estimates And Assumptions**

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

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

###### *Cyclical maintenance*

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

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

#### *Recognition of grants*

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

### **c) Revenue Recognition**

#### **Government Grants**

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

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

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

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

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

#### **Other Grants**

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

#### **Donations, Gifts and Bequests**

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

#### **Interest Revenue**

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

### **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 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 not trivial.

### **i) Property, Plant and Equipment**

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

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

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

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

### **Finance Leases**

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

### **Depreciation**

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

The estimated useful lives of the assets are:

Building improvements to Crown Owned Assets	40 years
Furniture and equipment	5–10 years
Information and communication technology	2–5 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value

### **j) Impairment of property, plant, and equipment and intangible assets**

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

#### *Non cash generating assets*

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

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

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

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

### **k) 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.

### **l) Employee Entitlements**

#### *Short-term employee entitlements*

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

### **m) Revenue Received in Advance**

Revenue received in advance relates to grants received where there are unfulfilled obligations for the School to provide services in the future.

**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 categorised as 'financial assets measured at amortised cost' for accounting purposes in accordance with financial reporting standards.

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

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

**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

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Operational Grants	214,495	190,731	188,931
Teachers' Salaries Grants	447,761	430,000	413,073
Use of Land and Buildings Grants	373,393	567,909	567,909
Other MoE Grants	69,408	20,980	100,548
Other Government Grants	-	-	7,471
	<u>1,105,057</u>	<u>1,209,620</u>	<u>1,277,932</u>

The school has opted in to the donations scheme for this year. Total amount received was \$8,100.

## 3. Locally Raised Funds

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

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
<b>Revenue</b>			
Donations & Bequests	1,374	2,000	2,022
Fees for Extra Curricular Activities	-	-	3,150
Fundraising & Community Grants	2,500	1,000	3,101
Other Revenue	8,177	-	-
	<u>12,051</u>	<u>3,000</u>	<u>8,273</u>
<b>Expenses</b>			
	<u>-</u>	<u>-</u>	<u>-</u>
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	<u>12,051</u>	<u>3,000</u>	<u>8,273</u>

## 4. Learning Resources

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Curricular	4,181	7,440	4,630
Equipment Repairs	662	1,200	602
Information and Communication Technology	21,583	12,000	11,128
Library Resources	26	600	26
Employee Benefits - Salaries	547,762	545,600	529,843
Staff Development	1,852	1,000	1,614
	<u>576,066</u>	<u>567,840</u>	<u>547,843</u>

## 5. Administration

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Audit Fee	6,372	5,689	5,689
Board Fees	2,550	3,500	2,790
Board Expenses	15,203	4,300	3,754
Communication	784	1,000	664
Consumables	3,089	1,900	1,051
Operating Lease	4,342	5,800	5,464
Other	60,227	3,630	3,864
Employee Benefits - Salaries	47,898	42,700	47,776
Insurance	5,447	-	5,515
Service Providers, Contractors and Consultancy	8,502	8,502	8,502
	<u>154,414</u>	<u>77,021</u>	<u>85,069</u>

## 6. Property

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Caretaking and Cleaning Consumables	4,325	6,800	3,576
Consultancy and Contract Services	8,160	8,000	2,998
Grounds	3,185	1,200	1,539
Heat, Light and Water	9,637	17,000	16,405
Rates	247	200	175
Repairs and Maintenance	2,557	2,500	2,341
Use of Land and Buildings	373,393	567,909	567,909
Security	10,268	5,000	4,923
Employee Benefits - Salaries	5,601	4,000	8,401
	<u>417,373</u>	<u>612,609</u>	<u>608,267</u>

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

## 7. Cash and Cash Equivalents

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Bank Accounts	538,554	149,660	163,832
Cash and cash equivalents for Statement of Cash Flows	<u>538,554</u>	<u>149,660</u>	<u>163,832</u>

Of the \$538,554 Cash and Cash Equivalents, \$20,317 is held by the School on behalf of the Ministry of Education. These funds have been provided for 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 2022 on Crown owned school buildings.

## 8. Accounts Receivable

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Receivables	2,608	-	25,000
Receivables from the Ministry of Education	-	-	-
Interest Receivable	274	-	-
Teacher Salaries Grant Receivable	32,788	40,000	35,046
	<u>35,670</u>	<u>40,000</u>	<u>60,046</u>
Receivables from Exchange Transactions	2,882	-	25,000
Receivables from Non-Exchange Transactions	32,788	40,000	35,046
	<u>35,670</u>	<u>40,000</u>	<u>60,046</u>

## 9. Investments

The School's investment activities are classified as follows:

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Current Asset			
Short-term Bank Deposits	150,000	50,000	-
Total Investments	<u>150,000</u>	<u>50,000</u>	<u>-</u>

## 10. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2021	\$	\$	\$	\$	\$	\$
Building Improvements	312,423	-	(10,792)	-	(12,612)	289,019
Furniture and Equipment	51,315	165,481	(1,890)	-	(17,410)	197,496
Information and Communication Technology	4,404	65,087	-	-	(3,805)	65,686
Leased Assets	2,887	12,160	-	-	(2,932)	12,115
Library Resources	11,381	-	-	-	(1,423)	9,958
<b>Balance at 31 December 2021</b>	<u>382,410</u>	<u>242,728</u>	<u>(12,682)</u>	<u>-</u>	<u>(38,182)</u>	<u>574,274</u>

There has been a decision by the Ministry of Education to rebuild Onepoto School, which was completed in 2021. Included in the Building Improvements is the School Hall with a net book value of \$289,019 that was purchased with school funds, not MOE funds. At the present time the school expects to keep and use the hall, and if a decision is made to demolish, then an impairment will be required from that point.

	2021 Cost or Valuation	2021 Accumulated Depreciation	2021 Net Book Value	2020 Cost or Valuation	2020 Accumulated Depreciation	2020 Net Book Value
	\$	\$	\$	\$	\$	\$
Building Improvements	504,501	(215,482)	289,019	524,501	(212,078)	312,423
Furniture and Equipment	339,507	(142,011)	197,496	186,411	(135,096)	51,315
Information and Communication T	104,148	(38,462)	65,686	52,382	(47,978)	4,404
Leased Assets	17,612	(5,497)	12,115	5,452	(2,565)	2,887
Library Resources	44,797	(34,839)	9,958	44,797	(33,416)	11,381
<b>Balance at 31 December</b>	<u>1,010,565</u>	<u>(436,291)</u>	<u>574,274</u>	<u>813,543</u>	<u>(431,133)</u>	<u>382,410</u>



### 11. Accounts Payable

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Creditors	104,636	5,000	5,061
Accruals	5,321	5,689	5,590
Employee Entitlements - Salaries	32,788	40,000	35,046
Employee Entitlements - Leave Accrual	1,361	-	-
	<u>144,106</u>	<u>50,689</u>	<u>45,697</u>
Payables for Exchange Transactions	144,106	50,689	45,697
	<u>144,106</u>	<u>50,689</u>	<u>45,697</u>

The carrying value of payables approximates their fair value.

### 12. Revenue Received in Advance

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Grants in Advance - Ministry of Education	7,411	-	-
	<u>7,411</u>	<u>-</u>	<u>-</u>

### 13. Painting Contract Liability

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Due within one year	9,687	9,687	22,678
Due after one year	-	-	9,687
	<u>9,687</u>	<u>9,687</u>	<u>32,365</u>

In 2012 the Board signed an agreement with Programmed Maintenance Services Ltd (the contractor) for an agreed programme of work covering a fourteen year period. The programme provides for an interior and exterior repaint of the Ministry owned buildings in 2012, with regular maintenance in subsequent years. The agreement had an annual commitment of \$11,832. The liability was the best estimate of the actual amount of work performed by the contractor for which the contractor has not been paid at balance sheet date. This contract became unfulfillable when the school was demolished.

In 2019 the Board was obliged to signed a new agreement with Programmed Maintenance Services Ltd (the contractor) for 16 hours discretionary work per year for a three year period. The agreement has an annual commitment of \$11,339. No further accrual is necessary to cover this commitment. The liability has not been adjusted for inflation and the effect of the time value of money.

#### 14. Finance Lease Liability

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
No Later than One Year	4,614	3,000	2,078
Later than One Year and no Later than Five Years	9,942	23,000	1,558
Future Finance Charges	(1,857)	(2,000)	(290)
	<u>12,699</u>	<u>24,000</u>	<u>3,346</u>
<b>Represented by</b>			
Finance lease liability - Current	3,935	1,000	1,851
Finance lease liability - Term	8,764	23,000	1,495
	<u>12,699</u>	<u>24,000</u>	<u>3,346</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.

	2021	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
Reconstruction Costs 210153	<i>Completed</i>	7,384	21,682	(29,384)	318	-
Artificial Turf 224526	<i>Completed</i>	(6,966)	92,560	(85,613)	19	-
Fale 228103	<i>In Progress</i>	(875)	30,000	(11,326)	-	17,799
Hall Light & Ventilation 228044	<i>In Progress</i>	-	15,441	(12,923)	-	2,518
Totals		<u>(457)</u>	<u>159,683</u>	<u>(139,246)</u>	<u>337</u>	<u>20,317</u>

#### Represented by:

Funds Held on Behalf of the Ministry of Education	20,317
	<u>20,317</u>

	2020	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
Reconstruction Costs 210153	<i>In Progress</i>	17,077	72,808	(82,501)	-	7,384
Artificial Turf 224526	<i>In Progress</i>	-	-	(6,966)	-	(6,966)
Fale 228103	<i>In Progress</i>	-	-	(875)	-	(875)
Totals		<u>17,077</u>	<u>72,808</u>	<u>(90,342)</u>	<u>-</u>	<u>(457)</u>

#### 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.

	2021 Actual \$	2020 Actual \$
<i>Board Members</i> Remuneration	2,550	2,790
<i>Leadership Team</i> Remuneration	243,014	215,013
Full-time equivalent members	2.5	2
Total key management personnel remuneration	245,564	217,803

There are seven members of the Board excluding the Principal. The Board had held six full meetings of the Board in the year. The Board also has Finance committee which meets monthly, it has two members (including the principal). The Board does not have a property committee, however the Principal has a property committee (which includes a member of the Board) which met frequently in 2021 during the new school construction project.

### Principal 1

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

	2021 Actual \$000	2020 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	130-140	120-130
Benefits and Other Emoluments	0-5	0-5
Termination Benefits	-	-

### Other Employees

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

Remuneration \$000	2021 FTE Number	2020 FTE Number
0	0.00	0.00
	0.00	0.00

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

## 18. Compensation and Other Benefits Upon Leaving

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

	2021 Actual	2020 Actual
Total	-	-
Number of People	-	-

## 19. Contingencies

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

Holidays Act Compliance – schools payroll

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

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

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

## 20. Commitments

### (a) Capital Commitments

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

(a) No contract has been signed, however a budget for \$200,000 for a new Fale has been established, to be completed in 2022. This will be fully funded by the Ministry of Education. \$30,000 has been received of which \$12,201 has been spent on the project to date; and

(b) \$100,000 contract to have Artificial Turf laid to be completed in 2021. This project is fully funded by the Ministry and \$92,560 has been received of which \$92,560 has been spent on the project. This is now complete. This project has been approved by the Ministry; and

(c) No contracts have been signed, however the Reconstruction Costs will continue to be fully funded by the Ministry of Education. \$94,490 has been received of which \$94,490 has been spent. This project is now complete; and

(d) \$15,441 contract for Hall Lighting has been signed to be completed in 2022. The project will be fully funded by the Ministry of Education. \$15,441 has been received of which \$12,923 has been spent on the project to date.

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

(a) \$200,000 contract for a new Fale to be completed in 2021, which will be fully funded by the Ministry of Education. \$0 has been received of which \$875 has been spent on the project to date; and

(b) \$100,000 contract to have Artificial Turf laid to be completed in 2021. This project is fully funded by the Ministry and \$0 has been received of which \$6,966 has been spent on the project to balance date. This project has been approved by the Ministry.

(c) No contracts have been signed, however the reconstruction costs will continue to be fully funded by the Ministry of Education. \$72808 has been received of which \$82,501 has been spent on the project to date.

## (b) Operating Commitments

As at 31 December 2021 the Board has entered into the following contracts:

(a) Programmed Maintenance Contract see note 13

	2021 Actual	2020 Actual
	\$	\$
No later than One Year	9,687	22,678
Later than One Year and No Later than Five Years		9,687
	<u>9,687</u>	<u>32,365</u>

## 21. Financial Instruments

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

### Financial assets measured at amortised cost

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Cash and Cash Equivalents	538,554	149,660	163,832
Receivables	35,670	40,000	60,046
Investments - Term Deposits	150,000	50,000	-
Total Financial assets measured at amortised cost	<u>724,224</u>	<u>239,660</u>	<u>223,878</u>

### Financial liabilities measured at amortised cost

Payables	144,106	50,689	45,697
Finance Leases	12,699	24,000	3,346
Painting Contract Liability	9,687	9,687	32,365
Total Financial Liabilities Measured at Amortised Cost	<u>166,492</u>	<u>84,376</u>	<u>81,408</u>

## 22. Events After Balance Date

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

## **23. COVID 19 Pandemic on going implications**

### **Impact of Covid-19**

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

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

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

### **Impact on operations**

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

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

### **Reduction in locally raised funds**

Under alert levels 4,3, and 2 the school's ability to undertake fund raising events in the community. Costs already incurred arranging future events may not be recoverable.