



New River Primary
Empowering For Life

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

School Directory

Ministry Number:

2116

Principal:

Elaine McCambridge

School Address:

117 Elizabeth Street, Kew, Invercargill

School Phone:

03 211 0035

School Email:

principal@newriver.school.nz

NEW RIVER PRIMARY SCHOOL

Annual Report - For the year ended 31 December 2020

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New River Primary School

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 reflect the financial position and operations of the School.

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

Full Name of Board Chairperson

Full Name of Principal

Signature of Board Chairperson

Signature of Principal

Date:

Date:

New River Primary School

Members of the Board of Trustees

For the year ended 31 December 2020

Name	Position	How Position Gained	Held Until
Junaya Leask	Chairperson	Elected	Jun 2021
Elaine McCambridge	Principal	ex Officio	
Jenna Scott	Parent Rep	Elected	Jun 2021
Gina Larson-White	Staff Rep	Elected	Jun 2021
Teri Black	Parent Rep	Elected	Jun 2021
Kimberley Taylor	Parent Rep	Elected	Jun 2021
Tui Larson	Parent Rep	Elected	Jun 2021

New River Primary School
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	2,252,449	1,800,511	1,870,930
Locally Raised Funds	3	30,189	39,300	33,197
Interest Income		247	540	409
		<u>2,282,885</u>	<u>1,840,351</u>	<u>1,904,536</u>
Expenses				
Locally Raised Funds	3	2,703	3,000	7,743
Learning Resources	4	1,388,836	1,235,372	1,414,608
Administration	5	100,127	100,760	93,931
Finance		2,556	-	1,145
Property	6	489,267	458,403	399,823
Depreciation	7	32,744	40,000	34,165
Loss on Disposal of Property, Plant and Equipment		188	-	105
Healthy Lunch Programme		112,920	-	-
		<u>2,129,341</u>	<u>1,837,535</u>	<u>1,951,520</u>
Net Surplus / (Deficit) for the year		153,544	2,816	(46,984)
Other Comprehensive Revenue and Expenses		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u><u>153,544</u></u>	<u><u>2,816</u></u>	<u><u>(46,984)</u></u>

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

New River Primary School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2020

	Notes	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Balance at 1 January		<u>255,270</u>	<u>255,270</u>	<u>302,254</u>
Total comprehensive revenue and expense for the year		153,544	2,816	(46,984)
Capital Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		7,033	-	-
Equity at 31 December	21	<u>415,847</u>	<u>258,086</u>	<u>255,270</u>
Retained Earnings		415,847	258,086	255,270
Equity at 31 December		<u>415,847</u>	<u>258,086</u>	<u>255,270</u>

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.

New River Primary School

Statement of Financial Position

As at 31 December 2020

		2020	2020	2019
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Current Assets				
Cash and Cash Equivalents	8	461,359	298,796	255,980
Accounts Receivable	9	90,778	73,048	73,048
GST Receivable		2,672	-	-
Prepayments		7,920	5,479	5,479
		<u>562,729</u>	<u>377,323</u>	<u>334,507</u>
Current Liabilities				
GST Payable		-	50	50
Accounts Payable	11	119,401	97,036	97,036
Provision for Cyclical Maintenance	12	4,228	23,804	23,804
Painting Contract Liability - Current Portion	13	14,941	-	-
Finance Lease Liability - Current Portion	14	11,571	11,277	11,277
Funds held for Capital Works Projects	15	77,593	8,052	8,052
		<u>227,734</u>	<u>140,219</u>	<u>140,219</u>
Working Capital Surplus/(Deficit)		334,995	237,104	194,288
Non-current Assets				
Property, Plant and Equipment	10	148,501	57,351	97,351
		<u>148,501</u>	<u>57,351</u>	<u>97,351</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	12	8,457	27,075	27,075
Painting Contract Liability	13	34,394	-	-
Finance Lease Liability	14	24,798	9,294	9,294
		<u>67,649</u>	<u>36,369</u>	<u>36,369</u>
Net Assets		<u>415,847</u>	<u>258,086</u>	<u>255,270</u>
Equity	21	<u>415,847</u>	<u>258,086</u>	<u>255,270</u>

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

New River Primary School
Statement of Cash Flows
For the year ended 31 December 2020

		2020	2020	2019
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Cash flows from Operating Activities				
Government Grants		860,463	588,708	614,404
Locally Raised Funds		32,038	39,300	31,348
Goods and Services Tax (net)		(2,722)	-	(713)
Payments to Employees		(394,845)	(360,857)	(433,501)
Payments to Suppliers		(278,611)	(194,875)	(220,093)
Cyclical Maintenance payments in the Year		(70,046)	(30,000)	-
Interest Received		247	540	409
Net cash from/(to) Operating Activities		<u>146,524</u>	<u>42,816</u>	<u>(8,146)</u>
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(55,395)	-	(4,147)
Net cash from/(to) Investing Activities		<u>(55,395)</u>	<u>-</u>	<u>(4,147)</u>
Cash flows from Financing Activities				
Furniture and Equipment Grant		7,033	-	-
Finance Lease Payments		(11,659)	-	(14,085)
Painting Contract Payments		49,335	-	-
Funds held for Capital Works Projects		69,541	-	8,052
Net cash from/(to) Financing Activities		<u>114,250</u>	<u>-</u>	<u>(6,033)</u>
Net increase/(decrease) in cash and cash equivalents		<u><u>205,379</u></u>	<u><u>42,816</u></u>	<u><u>(18,326)</u></u>
Cash and cash equivalents at the beginning of the year	8	255,980	255,980	274,306
Cash and cash equivalents at the end of the year	8	<u><u>461,359</u></u>	<u><u>298,796</u></u>	<u><u>255,980</u></u>

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

New River Primary School

Notes to the Financial Statements

For the year ended 31 December 2020

1. Statement of Accounting Policies

1.1. Reporting Entity

New River Primary 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 of Trustees (the Board) is of the view that the School is a public benefit entity for financial reporting purposes.

1.2. 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.

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.

Cyclical Maintenance

A school recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's long term maintenance plan which is prepared as part of its 10 Year Property Planning process. During the year, the Board assesses the reasonableness of its 10 Year Property Plan on which the provision is based. Cyclical maintenance is disclosed at note 12.

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 carryforward amounts unspent. The School believes all grants received have been appropriately recognised as a liability if required. Government grants are disclosed at note 2.

1.3. 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.

1.4. 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.

1.5. 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.

1.6. 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.

1.7. 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.

1.8. Accounts Receivable

Short-term receivables are recorded at the amount due, less an allowance for credit losses (uncollectable debts). The School's 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.

1.9. 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	10-75 years
Furniture and equipment	10-15 years
Information and communication technology	4-5 years
Motor vehicles	5 years
Textbooks	3 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value

1.10. 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.

1.11. 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.

1.12. Employment 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

1.13. 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 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 international students, should the School be unable to provide the services to which they relate.

1.14. 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).

1.15. 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.

1.16. Borrowings

Borrowings on normal commercial terms are initially recognised at the amount borrowed plus transaction costs. Interest due on the borrowings is subsequently accrued and added to the borrowings balance. Borrowings are classified as current liabilities unless the school has an unconditional right to defer settlement of the liability for at least 12 months after balance date.

Borrowings include but are not limited to bank overdrafts, operating leases, finance leases, painting contracts and term loans.

1.17. 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.

1.18. Budget Figures

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

1.19. 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

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Operational Grants	592,986	493,708	483,886
Teachers' Salaries Grants	1,057,548	900,000	970,998
Use of Land and Buildings Grants	330,652	311,803	285,528
Other MoE Grants	158,343	95,000	130,518
Healthy Lunch Programme	112,920	-	-
	<u>2,252,449</u>	<u>1,800,511</u>	<u>1,870,930</u>

The School has opted in to the donations scheme for this year. Total amount received was \$32,400.

Other MOE Grants total includes additional COVID-19 funding totalling \$8,745 for the year ended 31 December 2020.

3. Locally Raised Funds

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

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Revenue			
Donations	4,519	5,000	-
Bequests & Grants	8,371	11,800	10,124
Other Revenue	15,424	22,500	16,826
Trading Activities	1,875	-	-
	-	-	6,247
	<u>30,189</u>	<u>39,300</u>	<u>33,197</u>
Expenses			
Activities	-	-	4,729
Trading	2,703	3,000	3,014
	<u>2,703</u>	<u>3,000</u>	<u>7,743</u>
<i>(Deficit)/Surplus for the year Locally raised funds</i>	<u>27,486</u>	<u>36,300</u>	<u>25,454</u>

4. Learning Resources

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Curricular	20,596	37,311	71,267
Information and Communication Technology	3,065	1,000	889
Library Resources	-	2,004	-
Employee Benefits - Salaries	1,364,705	1,188,257	1,336,614
Staff Development	470	6,800	5,838
	<u>1,388,836</u>	<u>1,235,372</u>	<u>1,414,608</u>

5. Administration

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Audit Fee	4,536	4,320	4,404
Board of Trustees Fees	4,495	3,500	3,130
Board of Trustees Expenses	-	-	1,074
Communication	3,438	4,000	2,558
Consumables	16,123	23,700	19,397
Other	5,948	2,140	1,007
Employee Benefits - Salaries	58,952	55,600	54,801
Insurance	4,525	4,500	4,050
Service Providers, Contractors and Consultancy	2,110	3,000	3,510
	<u>100,127</u>	<u>100,760</u>	<u>93,931</u>

6. Property

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Caretaking and Cleaning Consumables	35,197	33,600	29,253
Cyclical Maintenance Provision	31,852	30,000	7,268
Grounds	5,214	5,700	5,208
Heat, Light and Water	35,190	34,000	36,814
Rates	3,761	3,500	4,591
Repairs and Maintenance	18,813	20,800	11,515
Use of Land and Buildings	330,652	311,803	285,528
Security	4,069	2,000	2,776
Employee Benefits - Salaries	24,519	17,000	16,870
	<u>489,267</u>	<u>458,403</u>	<u>399,823</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 nation-wide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

7. Depreciation of Property, Plant and Equipment

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Building Improvements	3,281	5,000	3,246
Furniture and Equipment	2,111	2,000	2,223
Information and Communication Technology	12,284	15,000	13,210
Leased Assets	14,218	17,000	14,516
Library Resources	850	1,000	970
	<u>32,744</u>	<u>40,000</u>	<u>34,165</u>

8. Cash and Cash Equivalents

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Bank Current Account	461,359	298,796	255,980
Cash and cash equivalents for Statement of Cash Flows	<u>461,359</u>	<u>298,796</u>	<u>255,980</u>

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

Of the \$461,359 Cash and Cash Equivalents, \$77,593 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.

9. Accounts Receivable

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Receivables	-	1,849	1,849
Teacher Salaries Grant Receivable	90,778	71,199	71,199
	<u>90,778</u>	<u>73,048</u>	<u>73,048</u>
Receivables from Exchange Transactions	-	1,849	1,849
Receivables from Non-Exchange Transactions	90,778	71,199	71,199
	<u>90,778</u>	<u>73,048</u>	<u>73,048</u>

10. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
	\$	\$	\$	\$	\$	\$
2020						
Land	21,330	-	-	-	-	21,330
Building Improvements	10,457	3,100	-	-	(3,281)	10,276
Furniture and Equipment	12,947	15,515	-	-	(2,111)	26,351
Information and Communication Technology	24,326	36,578	-	-	(12,284)	48,620
Leased Assets	21,507	38,497	(9,810)	-	(14,218)	35,976
Library Resources	6,784	202	(188)	-	(850)	5,948
Balance at 31 December 2020	97,351	93,892	(9,998)	-	(32,744)	148,501

	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$
2020			
Land	21,330	-	21,330
Building Improvements	159,787	(149,511)	10,276
Furniture and Equipment	246,635	(220,284)	26,351
Information and Communication Technology	216,095	(167,475)	48,620
Motor Vehicles	19,867	(19,867)	-
Leased Assets	46,707	(10,731)	35,976
Library Resources	28,190	(22,242)	5,948
Balance at 31 December 2020	738,611	(590,110)	148,501

The net carrying value of equipment held under a finance lease is \$35,976 (2019: \$21,507)

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
	\$	\$	\$	\$	\$	\$
2019						
Land	21,330	-	-	-	-	21,330
Building Improvements	13,703	-	-	-	(3,246)	10,457
Furniture and Equipment	13,437	1,733	-	-	(2,223)	12,947
Information and Communication Technology	37,536	-	-	-	(13,210)	24,326
Leased Assets	29,736	6,287	-	-	(14,516)	21,507
Library Resources	7,421	438	(105)	-	(970)	6,784
Balance at 31 December 2019	123,163	8,458	(105)	-	(34,165)	97,351

	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$
2019			
Land	21,330	-	21,330
Building Improvements	156,687	(146,230)	10,457
Furniture and Equipment	231,120	(218,173)	12,947
Information and Communication Technology	179,516	(155,190)	24,326
Motor Vehicles	19,867	(19,867)	-
Leased Assets	57,674	(36,167)	21,507
Library Resources	28,787	(22,003)	6,784
Balance at 31 December 2019	694,981	(597,630)	97,351

11. Accounts Payable

	2020 Actual	2020 Budget (Unaudited)	2019 Actual
	\$	\$	\$
Operating creditors	12,223	4,640	4,640
Accruals	4,536	5,116	5,116
Employee Entitlements - salaries	95,107	78,939	78,939
Employee Entitlements - leave accrual	7,535	8,341	8,341
	119,401	97,036	97,036
Payables for Exchange Transactions	119,401	97,036	97,036
	119,401	97,036	97,036

The carrying value of payables approximates their fair value.

12. Provision for Cyclical Maintenance

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Provision at the Start of the Year	50,879	50,879	43,611
Increase/ (decrease) to the Provision During the Year	15,518	-	7,268
Adjustment to the Provision	16,334	-	-
Use of the Provision During the Year	(70,046)	-	-
Provision at the End of the Year	12,685	50,879	50,879
Cyclical Maintenance - Current	4,228	23,804	23,804
Cyclical Maintenance - Term	8,457	27,075	27,075
	12,685	50,879	50,879

13. Painting Contract Liability

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Current Liability	14,941	-	-
Non Current Liability	34,394	-	-
	49,335	-	-

On 10 March 2020 the Board signed an agreement with Programmed Maintenance Services (NZ) Ltd (the contractor) for an agreed programme of work covering a six year period. The programme provides for a full exterior repaint of the school in 2020, with regular maintenance in subsequent years. The agreement has an annual commitment of \$14,941. The liability is 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. The liability has not been adjusted for inflation and the effect on 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:

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
No Later than One Year	14,270	11,827	11,827
Later than One Year and no Later than Five Years	27,925	9,523	9,523
	42,195	21,350	21,350

15. Funds Held for Capital Works

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 Contributions	Closing Balances \$
A, C & O Infrastructure	In Progress	8,052	31,887	(29,879)	-	10,060
SIPS	In Progress	-	69,969	(2,436)	-	67,533
Totals		8,052	101,856	(32,315)	-	77,593

Represented by:

Funds Held on Behalf of the Ministry of Education	77,593
	<u>77,593</u>

	2019	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contributions	Closing Balances \$
A, C & O Infrastructure	In Progress	-	279,000	(270,948)	-	8,052
Totals		-	279,000	(270,948)	-	8,052

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 trustees of the Board, Principal, and Deputy Principal.

	2020 Actual \$	2019 Actual \$
<i>Board Members</i>		
Remuneration	4,495	3,130
Full-time equivalent members	0.10	0.08
<i>Leadership Team</i>		
Remuneration	431,959	342,713
Full-time equivalent members	4.00	3.00
Total key management personnel remuneration	436,454	345,843
Total full-time equivalent personnel	4.10	3.08

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	140-150	130-140
Benefits and Other Emoluments	1-10	1-10
Termination Benefits	0 - 0	0 - 0

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	1.00	1.00
	1.00	1.00

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 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	-	-
Number of People	-	-

19. Contingencies

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

20. Commitments

(a) Capital Commitments

As at 31 December 2020 the Board has entered into the following contract agreements for capital works.

(a) \$310,887 contract to upgrade blocks A, C & O. This project is fully funded by the Ministry and \$310,887 has been received of which \$300,827 has been spent on the project to balance date; and

(b) \$149,688 SIPS contract to upgrade the indoor learning and play areas. This project is fully funded by the Ministry and \$69,969 has been received of which \$2,436 has been spent on the project to balance date.

(Capital commitments at 31 December 2019: \$nil)

(b) Operating Commitments

As at 31 December 2020 the Board has not entered into any operating contracts.

(Operating commitments at 31 December 2019: \$nil)

21. 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.

22. Financial Instruments

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

Financial assets measured at amortised cost

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Cash and Cash Equivalents	461,359	298,796	255,980
Receivables	90,778	73,048	73,048
Total Financial assets measured at amortised cost	<u>552,137</u>	<u>371,844</u>	<u>329,028</u>

Financial liabilities measured at amortised cost

Payables	119,401	97,036	97,036
Finance Leases	36,369	20,571	20,571
Painting Contract Liability	49,335	-	-
Total Financial liabilities measured at amortised Cost	<u>205,105</u>	<u>117,607</u>	<u>117,607</u>

23. Events After Balance Date

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