

MACANDREW BAY SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

Macandrew Bay School

Simply the Best for our Children

MACANDREW BAY SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

School Directory

Ministry Number: 3762
Principal: Bernadette Newlands
School Address: 488 Portobello Road, Dunedin
School Postal Address: 9014
School Phone: 03 476 1004
School Email: admin@macandrewbay.school.nz

Members of the Board of Trustees

Name	Position	How Position Gained	Term Expired/ Expires
Jason Walker	Chair Person	Elected	May 2022
Bernadette Newlands	Principal	ex Officio	
Mike Brummitt	Parent Rep	Elected	May 2022
Nik Devlin	Parent Rep	Co-opted	May 2022
Caroline Rowe	Parent Rep	Elected	May 2022
Christine Ward	Parent Rep	Elected	May 2022

Accountant / Service Provider:

The
SchoolOffice

MACANDREW BAY SCHOOL

Annual Report - For the year ended 31 December 2020

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Macandrew Bay 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 reflects the financial position and operations of the school.


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

JASON ROBERT WALKER
Full Name of Board Chairperson


Signature of Board Chairperson

28 May 2021
Date:

Bernadette Marie Newlands
Full Name of Principal


Signature of Principal

28 May 2021
Date:

Macandrew Bay 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	1,433,999	1,334,016	1,355,250
Locally Raised Funds	3	61,955	72,000	128,732
Interest income		505	-	2,177
Gain on Sale of Property, Plant and Equipment		-	2,500	-
International Students	4	-	-	4,000
		<u>1,496,459</u>	<u>1,408,516</u>	<u>1,490,159</u>
Expenses				
Locally Raised Funds	3	28,110	28,600	32,499
Learning Resources	5	1,025,199	926,450	966,886
Administration	6	86,406	82,850	75,332
Finance		658	250	624
Property	7	365,425	343,900	338,827
Depreciation	8	36,853	30,000	47,888
Loss on Disposal of Property, Plant and Equipment		864	-	388
		<u>1,543,515</u>	<u>1,412,050</u>	<u>1,462,444</u>
Net Surplus / (Deficit) for the year		(47,056)	(3,534)	27,715
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u>(47,056)</u>	<u>(3,534)</u>	<u>27,715</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.

Macandrew Bay School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2020

	Notes	Actual 2020 \$	Budget (Unaudited) 2020 \$	Actual 2019 \$
Balance at 1 January		<u>322,981</u>	<u>322,981</u>	<u>293,002</u>
Total comprehensive revenue and expense for the year		(47,056)	(3,534)	27,715
Capital Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		5,929	-	2,264
Equity at 31 December	22	<u>281,854</u>	<u>319,447</u>	<u>322,981</u>
Retained Earnings		281,854	319,447	322,981
Reserves		-	-	-
Equity at 31 December		<u>281,854</u>	<u>319,447</u>	<u>322,981</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.

Macandrew Bay School Statement of Financial Position

As at 31 December 2020

	Notes	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Current Assets				
Cash and Cash Equivalents	9	88,691	82,343	102,152
Accounts Receivable	10	68,786	58,253	58,253
GST Receivable		-	3,275	3,275
Prepayments		5,296	3,637	3,637
Inventories	11	3,219	2,766	2,766
Investments		-	-	-
		<u>165,992</u>	<u>150,274</u>	<u>170,083</u>
Current Liabilities				
GST Payable		11,548	-	-
Accounts Payable	13	79,111	81,718	81,718
Finance Lease Liability - Current Portion	15	3,364	5,081	5,081
Funds held for Capital Works Projects	16	7,700	-	17,228
		<u>101,723</u>	<u>86,799</u>	<u>104,027</u>
Working Capital Surplus/(Deficit)		64,269	63,475	66,056
Non-current Assets				
Investments		-	-	-
Property, Plant and Equipment	12	231,639	267,413	268,366
Intangible Assets		-	-	-
		<u>231,639</u>	<u>267,413</u>	<u>268,366</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	14	11,967	7,978	7,978
Finance Lease Liability	15	2,087	3,463	3,463
		<u>14,054</u>	<u>11,441</u>	<u>11,441</u>
Net Assets		<u>281,854</u>	<u>319,447</u>	<u>322,981</u>
Equity	22	<u>281,854</u>	<u>319,447</u>	<u>322,981</u>

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

Macandrew Bay School Statement of Cash Flows

For the year ended 31 December 2020

	Note	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Cash flows from Operating Activities				
Government Grants		323,370	269,016	280,426
Locally Raised Funds		56,701	55,311	132,105
International Students		-	-	4,000
Goods and Services Tax (net)		14,823	(12,202)	(7,724)
Payments to Employees		(231,976)	(162,503)	(114,428)
Payments to Suppliers		(167,420)	(159,991)	(229,788)
Cyclical Maintenance Payments in the year		-	(36,245)	-
Interest Paid		(658)	(250)	(624)
Interest Received		505	-	2,180
Net cash from/(to) Operating Activities		(4,655)	(46,864)	66,147
Cash flows from Investing Activities				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		-	2,500	(388)
Purchase of Property Plant & Equipment (and Intangibles)		(126)	(30,000)	(52,725)
Net cash from/(to) Investing Activities		(126)	(27,500)	(53,113)
Cash flows from Financing Activities				
Furniture and Equipment Grant		5,929	-	2,264
Finance Lease Payments		(5,081)	(11,437)	(11,999)
Funds Held for Capital Works Projects		(9,528)	4,013	(3,939)
Net cash from/(to) Financing Activities		(8,680)	(7,424)	(13,674)
Net increase/(decrease) in cash and cash equivalents		(13,461)	(81,788)	(640)
Cash and cash equivalents at the beginning of the year	9	102,152	164,131	102,792
Cash and cash equivalents at the end of the year	9	88,691	82,343	102,152

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.

Macandrew Bay School

Notes to the Financial Statements

For the year ended 31 December 2020

1. Statement of Accounting Policies

a) Reporting Entity

Macandrew Bay 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.

b) 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 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 14.

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.

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.

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.

d) 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.

e) 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.

f) 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.

g) 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.

h) 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.

i) Inventories

Inventories are consumable items held for sale and comprised 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.

j) 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
Furniture and equipment
Information and communication technology
Textbooks
Leased assets held under a Finance Lease
Library resources

10–75 years
10–15 years
4–5 years
3 years
Term of Lease
12.5% Diminishing value

k) Impairment of property, plant, and equipment and intangible assets

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

Non cash generating assets

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

l) Accounts Payable

Accounts Payable represents liabilities for goods and services provided to the School prior to the end of the financial year which are unpaid. Accounts Payable are recorded at the amount of cash required to settle those liabilities. The amounts are unsecured and are usually paid within 30 days of recognition.

m) Employee Entitlements

Short-term employee entitlements

Employee 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.

n) 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).

o) 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.

p) 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.

q) Budget Figures

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

r) 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	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Operational Grants	264,418	234,516	235,689
Teachers' Salaries Grants	834,173	800,000	796,945
Use of Land and Buildings Grants	276,456	265,000	260,273
Resource Teachers Learning and Behaviour Grants	1,163	-	2,716
Other MoE Grants	49,541	31,500	19,809
Other Government Grants	8,248	3,000	39,818
	<u>1,433,999</u>	<u>1,334,016</u>	<u>1,355,250</u>

Other MOE Grants total includes additional COVID-19 funding totalling \$8,863 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	18,190	34,000	13,725
Bequests & Grants	4,000	-	80,186
Activities	21,943	23,200	21,069
Trading	5,339	5,500	4,713
Fundraising	9,047	3,800	3,496
Other Revenue	3,436	5,500	5,543
	<u>61,955</u>	<u>72,000</u>	<u>128,732</u>
Expenses			
Activities	17,776	21,700	24,855
Trading	4,468	6,800	5,417
Fundraising (Costs of Raising Funds)	5,866	100	2,227
	<u>28,110</u>	<u>28,600</u>	<u>32,499</u>
Surplus/ (Deficit) for the year Locally raised funds	<u>33,845</u>	<u>43,400</u>	<u>96,233</u>

4. International Student Revenue and Expenses

	2020 Actual Number	2020 Budget (Unaudited) Number	2019 Actual Number
International Student Roll	0		1
Revenue			
International Student Fees	\$ -	\$ -	\$ 4,000
	-	-	-
<i>Surplus/ (Deficit) for the year International Students</i>	-	-	4,000

5. Learning Resources

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Curricular	16,673	19,600	14,558
Library Resources	2,649	650	405
Employee Benefits - Salaries	1,000,117	898,200	945,631
Staff Development	5,760	8,000	6,292
	1,025,199	926,450	966,886

6. Administration

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Audit Fee	3,468	3,300	3,367
Board of Trustees Expenses	-	1,500	3,685
Communication	1,743	2,000	1,549
Consumables	13,100	11,650	3,058
Operating Lease	2,354	3,200	2,628
Other	10,910	10,900	11,029
Employee Benefits - Salaries	48,355	42,000	41,851
Insurance	2,757	3,800	3,665
Service Providers, Contractors and Consultancy	3,719	4,500	4,500
	<u>86,406</u>	<u>82,850</u>	<u>75,332</u>

7. Property

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Caretaking and Cleaning Consumables	33,964	24,000	24,931
Cyclical Maintenance Provision	3,989	4,000	3,989
Grounds	2,624	5,600	6,839
Heat, Light and Water	14,031	14,000	13,735
Rates	4,424	4,000	4,247
Repairs and Maintenance	8,183	11,300	10,088
Use of Land and Buildings	276,456	265,000	260,273
Employee Benefits - Salaries	21,754	16,000	14,725
	<u>365,425</u>	<u>343,900</u>	<u>338,827</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.

8. Depreciation

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Building Improvements - Crown	12,293	10,000	13,044
Furniture and Equipment	13,917	10,000	12,484
Information and Communication Technology	8,073	3,000	7,859
Leased Assets	2,570	5,000	10,386
Library Resources	-	2,000	4,115
	<u>36,853</u>	<u>30,000</u>	<u>47,888</u>

9. Cash and Cash Equivalents

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Bank Current Account	11,873	20,000	12,476
Bank Call Account	76,818	62,343	89,676
Cash and cash equivalents for Statement of Cash Flows	88,691	82,343	102,152

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

Of the \$88,691 Cash and Cash Equivalents, \$17,050 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.

10. Accounts Receivable

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Receivables	6,173	919	919
Teacher Salaries Grant Receivable	62,613	57,334	57,334
	68,786	58,253	58,253
Receivables from Exchange Transactions	6,173	919	919
Receivables from Non-Exchange Transactions	62,613	57,334	57,334
	68,786	58,253	58,253

11. Inventories

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Stationery	3,219	2,766	2,766
	3,219	2,766	2,766

12. Property, Plant and Equipment

2020	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
Building Improvements - Crown Furniture and Equipment	109,953	-	-	-	(12,293)	97,660
Information and Communication Technology	92,302	761	(672)	-	(13,917)	78,474
Leased Assets	27,150	-	(191)	-	(8,073)	18,886
Library Resources	10,158	-	-	-	(2,570)	7,588
	28,803	228	-	-	-	29,031
Balance at 31 December 2020	268,366	989	(863)	-	(36,853)	231,639

The net carrying value of equipment held under a finance lease is \$7,588 (2019: \$10,158)

2020	Cost or Valuation \$	Accumulated Depreciation \$	Net Book Value \$
Building Improvements - Crown Furniture and Equipment	255,291	(157,631)	97,660
Information and Communication Technology	233,569	(155,095)	78,474
Leased Assets	89,897	(71,011)	18,886
Library Resources	52,121	(44,533)	7,588
	73,111	(44,080)	29,031
Balance at 31 December 2020	703,989	(472,350)	231,639

2019	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
Building Improvements - Crown Furniture and Equipment	122,997	-	-	-	(13,044)	109,953
Information and Communication Technology	63,766	41,020	-	-	(12,484)	92,302
Leased Assets	26,584	8,425	-	-	(7,859)	27,150
Library Resources	12,828	7,716	-	-	(10,386)	10,158
	29,639	3,667	(388)	-	(4,115)	28,803
Balance at 31 December 2019	255,814	60,828	(388)	-	(47,888)	268,366

The net carrying value of equipment held under a finance lease is \$10,158 (2018: \$12,828)

2019	Cost or Valuation \$	Accumulated Depreciation \$	Net Book Value \$
Building Improvements - Crown	255,291	(145,338)	109,953
Furniture and Equipment	237,591	(145,289)	92,302
Information and Communication Technology	119,827	(92,677)	27,150
Leased Assets	52,121	(41,963)	10,158
Library Resources	72,883	(44,080)	28,803
Balance at 31 December 2019	<u>737,713</u>	<u>(469,347)</u>	<u>268,366</u>

13. Accounts Payable

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Operating Creditors	8,952	21,016	21,016
Accruals	3,468	3,367	3,367
Employee Entitlements - Salaries	62,613	57,335	57,335
Employee Entitlements - Leave Accrual	4,078	-	-
	<u>79,111</u>	<u>81,718</u>	<u>81,718</u>
Payables for Exchange Transactions	79,111	81,718	81,718
	<u>79,111</u>	<u>81,718</u>	<u>81,718</u>

The carrying value of payables approximates their fair value.

14. Provision for Cyclical Maintenance

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Provision at the Start of the Year	7,978	7,978	3,989
Increase/ (decrease) to the Provision During the Year	3,989	4,000	3,989
Use of the Provision During the Year	-	-	-
Provision at the End of the Year	<u>11,967</u>	<u>11,978</u>	<u>7,978</u>
Cyclical Maintenance - Current	-	-	-
Cyclical Maintenance - Term	11,967	7,978	7,978
	<u>11,967</u>	<u>7,978</u>	<u>7,978</u>

15. Finance Lease Liability

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

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
No Later than One Year	3,364	5,081	5,081
Later than One Year and no Later than Five Years	2,087	3,463	3,463
	<u>5,451</u>	<u>8,544</u>	<u>8,544</u>

16. 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 Contributions \$	Closing Balances \$
Foyer and Boiler Flood	<i>in progress</i>	5,950	5,839	(6,876)	-	4,913
Special Needs	<i>in progress</i>	(11,333)	16,182	(7,366)	-	(2,517)
Re-clad and Exterior Paint	<i>completed</i>	22,611	-	(22,611)	-	-
Roof Leak	<i>in progress</i>	-	2,876	(840)	-	2,036
Junior Block	<i>in progress</i>	-	21,411	(11,310)	-	10,101
Dental Clinic	<i>completed</i>	-	-	(6,833)	-	(6,833)
Totals		<u>17,228</u>	<u>46,308</u>	<u>(55,836)</u>	<u>-</u>	<u>7,700</u>

Represented by:

Funds Held on Behalf of the Ministry of Education
Funds Due from the Ministry of Education

17,050
(9,350)

7,700

	2019	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contributions \$	Closing Balances \$
Foyer and Boiler Flood	<i>in progress</i>	(891)	22,437	(15,596)	-	5,950
Special Needs	<i>in progress</i>	(553)	147,090	(157,870)	-	(11,333)
Re-clad and Exterior Paint	<i>in progress</i>	22,611	-	-	-	22,611
Totals		<u>21,167</u>	<u>169,527</u>	<u>(173,466)</u>	<u>-</u>	<u>17,228</u>

17. Related Party Transactions

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

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

18. 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		
Full-time equivalent members	-	0.06
	0.07	
<i>Leadership Team</i>		
Remuneration		
Full-time equivalent members	321,057	293,217
	3.00	3.00
Total key management personnel remuneration	321,057	293,217
Total full-time equivalent personnel	3.07	3.06

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 1

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	130-140	130 -140
Benefits and Other Emoluments	2-3	3 - 4
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
100 -110	0.00	0.00
	<u>0.00</u>	<u>0.00</u>

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

19. Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be 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	\$0 nil	\$0 nil

20. 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.

21. Commitments

(a) Capital Commitments

As at 31 December 2020 the Board has entered into new contract agreements for capital works. The following contracts were new in 2020; Roof Leak repair for which \$2,876 has been received to date and \$840 spent; Junior Block refurbishment for which \$21,411 has been received and \$11,310 spent to date; Dental Clinic for which \$6,833 has been spent to date.

(Capital commitments at 31 December 2019: Contracts as per capital works note. For those contracts continued, as disclosed in Note 16 \$169,537 was received and \$173,466 was spent in 2019)

(b) Operating Commitments

As at 31 December 2020 the Board has entered into no new operating commitments.

22. 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.

23. 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	88,691	82,343	102,152
Receivables	68,786	58,253	58,253
Total Financial assets measured at amortised cost	<u>157,477</u>	<u>140,596</u>	<u>160,405</u>

Financial liabilities measured at amortised cost

Payables	79,111	81,718	81,718
Finance Leases	5,451	8,544	8,544
Total Financial Liabilities Measured at Amortised Cost	<u>84,562</u>	<u>90,262</u>	<u>90,262</u>

24. Events After Balance Date

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

25. Comparatives

There have been a number of prior period comparatives which have been reclassified to make disclosure consistent with the current year.