

TE KAUWHATA PRIMARY SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

School Directory

Ministry Number: 2005

Principal: Brian Martin

School Address: Wira Street, Te Kauwhata

School Postal Address: P O Box 46, Te Kauwhata, 3741

School Phone: 07 826 3564

School Email: office@tkp.school.nz

Members of the Board

Name	Position	How Position Gained	Term Expired/ Expires
Michelle Croucher	Presiding Member	Elected	May-22
Brian Martin	Principal	ex Officio	
Natalie Hansen	Parent Representative	Elected	May-22
Lauren Hughes	Parent Representative	Elected	May-22
Emma Barakat	Parent Representative	Elected	May-22
Wahineata Smith	Parent Representative	Elected	May-22
Marg Northcote	Staff Representative	Elected	May-22

Accountant / Service Provider: SRN Partners (Hamilton) Ltd

TE KAUWHATA PRIMARY SCHOOL

Annual Report - For the year ended 31 December 2021

Index

Page	Statement
	Financial Statements
<u>1</u>	Statement of Responsibility
<u>2</u>	Statement of Comprehensive Revenue and Expense
<u>3</u>	Statement of Changes in Net Assets/Equity
<u>4</u>	Statement of Financial Position
<u>5</u>	Statement of Cash Flows
<u>6 - 18</u>	Notes to the Financial Statements
	Other Information
	Analysis of Variance
	Kiwisport

Te Kauwhata Primary 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.

Michelle Jennie Croucher

Full Name of Presiding Member



Signature of Presiding Member

23/5/22

Date:

Brian Joseph Martin

Full Name of Principal



Signature of Principal

23/5/22

Date:

Te Kauwhata Primary School
Statement of Comprehensive Revenue and Expense
For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Revenue				
Government Grants	2	2,809,784	2,599,280	2,323,253
Locally Raised Funds	3	77,926	58,384	106,385
Interest Income		1,779	500	1,478
		<u>2,889,489</u>	<u>2,658,164</u>	<u>2,431,116</u>
Expenses				
Locally Raised Funds	3	65,302	25,650	39,977
Learning Resources	4	1,929,364	1,783,068	1,737,701
Administration	5	370,317	340,982	175,598
Finance		3,836	-	3,704
Property	6	388,609	444,256	423,111
Depreciation	11	79,251	48,500	69,356
Loss on Disposal of Property, Plant and Equipment	11	3,884	-	877
		<u>2,840,563</u>	<u>2,642,456</u>	<u>2,450,324</u>
Net Surplus / (Deficit) for the year		48,926	15,708	(19,208)
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u><u>48,926</u></u>	<u><u>15,708</u></u>	<u><u>(19,208)</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.



Te Kauwhata Primary School
Statement of Changes in Net Assets/Equity
For the year ended 31 December 2021

Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Equity at 1 January	564,002	564,002	556,409
Total comprehensive revenue and expense for the year	48,926	15,708	(19,208)
Capital Contributions from the Ministry of Education			
Contribution - Furniture and Equipment Grant	5,442	-	26,801
Contribution - MOE ICT -Te Mana Tuhono	21,910	-	-
Equity at 31 December	640,280	579,710	564,002
Retained Earnings	640,280	579,710	564,002
Reserves	-	-	-
Equity at 31 December	640,280	579,710	564,002

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.



Te Kauwhata Primary School

Statement of Financial Position

As at 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Assets				
Cash and Cash Equivalents	7	98,512	98,310	213,486
Accounts Receivable	8	107,733	105,900	129,450
GST Receivable		25,162	25,000	16,731
Inventories	9	10,593	10,000	5,759
Investments	10	150,000	150,000	150,000
Funds owed for Capital Works Projects	15	9,775		
		401,775	389,210	515,426
Current Liabilities				
Accounts Payable	12	174,256	140,000	146,661
Provision for Cyclical Maintenance	13	-	72,000	-
Finance Lease Liability	14	29,680	25,000	20,118
Funds held for Capital Works Projects	15	21,477	4,500	121,236
		225,413	241,500	288,015
Working Capital Surplus/(Deficit)		176,362	147,710	227,411
Non-current Assets				
Property, Plant and Equipment	11	496,926	475,000	461,776
		496,926	475,000	461,776
Non-current Liabilities				
Provision for Cyclical Maintenance	13	-	18,000	86,500
Finance Lease Liability	14	33,008	25,000	38,685
		33,008	43,000	125,185
Net Assets		640,280	579,710	564,002
Equity		640,280	579,710	564,002

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



Te Kauwhata Primary School
Statement of Cash Flows
For the year ended 31 December 2021

	Note	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Cash flows from Operating Activities				
Government Grants		923,535	616,587	667,234
Locally Raised Funds		86,171	66,384	154,109
Goods and Services Tax (net)		(8,430)	(13,000)	(9,566)
Payments to Employees		(453,238)	(406,346)	(456,320)
Payments to Suppliers		(470,394)	(184,610)	(287,286)
Interest Paid		(3,835)	-	(3,704)
Interest Received		1,743	400	1,372
Net cash from/(to) Operating Activities		75,552	79,415	65,839
Cash flows from Investing Activities				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		2,174	-	15,075
Purchase of Property Plant & Equipment (and Intangibles)		(86,870)	(70,500)	(103,916)
Purchase of Investments		-	-	1,122
Net cash from/(to) Investing Activities		(84,696)	(70,500)	(87,719)
Cash flows from Financing Activities				
Furniture and Equipment Grant		27,352	-	26,801
Finance Lease Payments		(23,646)	5,000	(5,152)
Funds Administered on Behalf of Third Parties		(109,536)	4,500	121,236
Net cash from/(to) Financing Activities		(105,830)	9,500	142,885
Net increase/(decrease) in cash and cash equivalents		(114,974)	18,415	121,005
Cash and cash equivalents at the beginning of the year	7	213,486	79,895	92,481
Cash and cash equivalents at the end of the year	7	98,512	98,310	213,486

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.



Te Kauwhata Primary School

Notes to the Financial Statements

For the year ended 31 December 2021

1. Statement of Accounting Policies

a) Reporting Entity

Te Kauwhata 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 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. Cyclical maintenance is disclosed at note 13.

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 Board 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 13.



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) 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.

e) Cash and Cash Equivalents

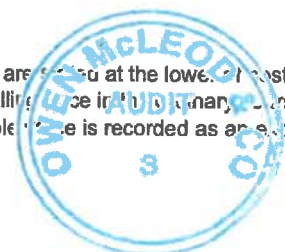
Cash and cash equivalents include cash on hand, bank balances, deposits held at call with banks, and other short term highly liquid investments with original maturities of 90 days or less, and bank overdrafts. The carrying amount of cash and cash equivalents represent fair value.

f) 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.

g) Inventories

Inventories are consumable items held for sale and comprised of stationery and school uniforms. They are recorded 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.



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	10–75 years
Furniture and equipment	10–15 years
Information and communication technology	4–5 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) Provision for Cyclical Maintenance

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

Cyclical maintenance, which involves painting the interior and exterior of the School, makes up the most significant part of the Board's responsibilities outside day-to-day maintenance. The provision is a reasonable estimate, based on an up to date 10 Year Property Plan (10YPP) or another appropriate source of evidence.

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) 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.

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

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Operational Grants	612,284	581,692	556,165
Teachers' Salaries Grants	1,596,611	1,494,000	1,400,364
Use of Land and Buildings Grants	289,638	289,000	256,758
Other MoE Grants	311,251	234,588	109,966
	<u>2,809,784</u>	<u>2,599,280</u>	<u>2,323,253</u>

The school has opted in to the donations scheme for this year. Total amount received was \$43,650.

3. Locally Raised Funds

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

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Revenue			
Donations & Bequests	8,197	11,000	21,723
Fees for Extra Curricular Activities	5,954	6,950	6,753
Trading	21,078	16,000	18,439
Fundraising & Community Grants	-	-	3,354
Other Revenue	42,697	24,434	56,116
	<u>77,926</u>	<u>58,384</u>	<u>106,385</u>
Expenses			
Extra Curricular Activities Costs	28,758	700	3,897
Trading	21,350	17,500	20,723
Fundraising and Community Grant Costs	1,908	1,750	2,286
Transport Local	8,565	-	5,973
Other Locally Raised Funds Expenditure	4,721	5,700	7,098
	<u>65,302</u>	<u>25,650</u>	<u>39,977</u>
Surplus for the year Locally raised funds	<u>12,624</u>	<u>32,734</u>	<u>66,408</u>

4. Learning Resources

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Curricular	34,696	40,910	42,078
Information and Communication Technology	11,096	-	12,343
Library Resources	912	1,850	844
Employee Benefits - Salaries	1,862,712	1,721,308	1,670,230
Staff Development	19,948	19,000	12,206
	<u>1,929,364</u>	<u>1,799,068</u>	<u>1,737,701</u>



5. Administration

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Audit Fee	5,200	4,800	5,000
Board Fees	4,310	4,500	4,345
Board Expenses	6,769	2,800	3,882
Communication	8,944	6,950	6,216
Consumables	16,759	14,000	16,834
Other	23,766	15,430	38,120
Healthy School Lunches	184,298	184,000	-
Employee Benefits - Salaries	109,147	98,002	90,745
Insurance	8,399	8,000	7,886
Service Providers, Contractors and Consultancy	2,725	2,500	2,570
	370,317	340,982	175,598

6. Property

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Cyclical Maintenance Provision	(86,500)	-	9,077
Grounds	6,218	6,900	7,476
Heat, Light and Water	14,459	23,500	16,972
Repairs and Maintenance	67,689	36,820	42,575
Use of Land and Buildings	289,638	289,000	256,758
Employee Benefits - Salaries	97,105	88,036	90,253
	388,609	444,256	423,111

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	98,512	98,310	213,486
Cash and cash equivalents for Statement of Cash Flows	98,512	98,310	213,486

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

Of the \$98,512 Cash and Cash Equivalents, \$21,477 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	-	-	8,245
Interest Receivable	465	400	429
Banking Staffing Underuse	15,929	15,500	12,752
Teacher Salaries Grant Receivable	91,339	90,000	108,024
	<u>107,733</u>	<u>105,900</u>	<u>129,450</u>
Receivables from Exchange Transactions	465	400	8,674
Receivables from Non-Exchange Transactions	107,268	105,500	120,776
	<u>107,733</u>	<u>105,900</u>	<u>129,450</u>

9. Inventories

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Stationery	7,633	7,000	3,010
School Uniforms	2,960	3,000	2,749
	<u>10,593</u>	<u>10,000</u>	<u>5,759</u>

10. 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	150,000	150,000
Total Investments	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>



11. Property, Plant and Equipment

2021	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
Buildings	186,602	5,387	-		(4,769)	187,220
Furniture and Equipment	147,774	47,285	(2,174)	(1,734)	(34,669)	156,482
Information and Communication Technology	57,007	40,255	-	(2,149)	(15,217)	79,896
Leased Assets	58,017	27,531	-	-	(23,049)	62,499
Library Resources	12,376	-	-	-	(1,547)	10,829
Balance at 31 December 2021	461,776	120,458	(2,174)	(3,883)	(79,251)	496,926

The net carrying value of equipment held under a finance lease is \$62,499 (2020: \$58,017)

	2021 Cost or Valuation \$	2021 Accumulated Depreciation \$	2021 Net Book Value \$	2020 Cost or Valuation \$	2020 Accumulated Depreciation \$	2020 Net Book Value \$
Buildings	401,001	(213,781)	187,220	395,614	(209,012)	186,602
Furniture and Equipment	575,671	(419,189)	156,482	552,805	(405,031)	147,774
Information and Communication T	330,968	(251,072)	79,896	294,959	(237,952)	57,007
Leased Assets	119,918	(57,419)	62,499	92,387	(34,370)	58,017
Library Resources	67,473	(56,644)	10,829	67,473	(55,097)	12,376
Balance at 31 December	1,495,031	(998,105)	496,926	1,403,238	(941,462)	461,776

12. Accounts Payable

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Creditors	37,731	21,000	13,021
Accruals	9,948	9,000	9,493
Employee Entitlements - Salaries	108,303	95,000	108,024
Employee Entitlements - Leave Accrual	18,274	15,000	16,123
	174,256	140,000	146,661
Payables for Exchange Transactions	174,256	140,000	146,661
	174,256	140,000	146,661

The carrying value of payables approximates their fair value.



13. Provision for Cyclical Maintenance

	2021	2021	2020
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Provision at the Start of the Year	86,500	86,500	77,423
Increase/ (decrease) to the Provision During the Year	(86,500)	3,500	9,077
Provision at the End of the Year	-	90,000	86,500
Cyclical Maintenance - Current	-	72,000	-
Cyclical Maintenance - Term	-	18,000	86,500
	-	90,000	86,500

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	2021	2020
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
No Later than One Year	32,555	25,000	23,953
Later than One Year and no Later than Five Years	35,029	25,000	43,581
Future Finance Charges	(4,896)	-	(8,731)
	62,688	50,000	58,803
Represented by			
Finance lease liability - Current	29,680	25,000	20,118
Finance lease liability - Term	33,008	25,000	38,685
	62,688	50,000	58,803



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 \$
MOE SIP Projects (223058)	114,223	2,147	(116,370)	-	-
MOE New Build Footpath (223835)	5,639	-	(5,639)	-	-
LSC - Office Refurb (218567)	2,081	-	(2,081)	-	-
MOE New Build (211430)	(707)	707	-	-	-
Flooring Replacement (231543)	-	102,990	(112,765)	-	(9,775)
Heat Pumps (231543)	-	11,626	(11,626)	-	-
Pool Filtration (233620)	-	22,594	(2,129)	-	20,465
Cladding Repairs (232477)	-	9,238	(8,226)	-	1,012
Solar Upgrade (228447)	-	30,937	(30,937)	-	-
Totals	121,236	180,239	(289,773)	-	11,702

Represented by:

Funds Held on Behalf of the Ministry of Education	21,477
Funds Due from the Ministry of Education	(9,775)
	11,702

2020	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
MOE SIP Projects (223058)	-	184,009	(69,786)	-	114,223
MOE New Build - Footpath (223835)	-	45,923	(40,284)	-	5,639
LSC - Office Refurb (218567)	-	7,244	(5,163)	-	2,081
MOE New Build (211430)	-	9,936	(10,643)	-	(707)
Totals	-	247,112	(125,876)	-	121,236

16. Funds held on Behalf of COL

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Funds Held at Beginning of the Year	-	-	13,537
Total funds received	-	-	-
Distribution of Funds			
Administration	-	-	4,819
Funds transferred to new lead school	-	-	8,718
Funds Held at Year End	-	-	-



18. 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.

19. 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	4,310	4,345
<i>Leadership Team</i>		
Remuneration	255,628	231,863
Full-time equivalent members	2	2
Total key management personnel remuneration	259,938	236,208

There are 6 members of the Board excluding the Principal. The Board had held 11 full meetings of the Board in the year. As well as these regular meetings, including preparation time, the Chair and other Board members have also been involved in ad hoc meetings to consider student welfare matters including stand downs, suspensions, and other disciplinary matters.

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	140 - 145	130 - 140
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
100 - 105	1	1
105 - 110	1	-
	1	1

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



20. 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	Nil	Nil
Number of People	Nil	Nil

21. 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.

22. Commitments

(a) Capital Commitments

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

- (a) \$114,776 contract for Flooring replacement to be completed in 2022, which will be fully funded by the Ministry of Education. \$102,990 has been received and \$114,776 has been spent on the project to date; and
- (b) \$22,594 contract to have the Pool Filtration upgraded as agent for the Ministry of Education. This project is fully funded by the Ministry and \$22,594 has been received of which \$2,129 has been spent on the project to balance; and
- (c) \$9,238 for School cladding repairs which will be fully funded by the Ministry of Education. \$9,238 has been received of which \$8,226 has been spent on the project to balance date.

(Capital commitments at 31 December 2020: \$126,399)

(b) Operating Commitments

As at 31 December 2021 the Board has no operating commitments. (2020: \$Nil)



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

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Cash and Cash Equivalents	98,512	98,310	213,486
Receivables	107,733	105,900	129,450
Investments - Term Deposits	150,000	150,000	150,000
Total Financial assets measured at amortised cost	<u>356,245</u>	<u>354,210</u>	<u>492,936</u>

Financial liabilities measured at amortised cost

Payables	174,256	140,000	146,661
Finance Leases	62,688	50,000	58,803
Total Financial Liabilities Measured at Amortised Cost	<u>236,944</u>	<u>190,000</u>	<u>205,464</u>

24. Events After Balance Date

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



Te Kauwhata Primary School

Kiwisport Statement

For the Year Ended 31 December 2021

In 2021 the school received Kiwisport funding of \$4,435 (2020:\$4,200)

The funding was spent on sports equipment.