

TE KAUWHATA PRIMARY SCHOOL

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

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
M Croucher	Presiding Member	Elected	Jul-25
B Martin	Principal ex Officio		
V Hapi	Parent Representative	Elected	Jul-25
T Sherrard	Parent Representative	Elected	Jul-25
G Mako	Parent Representative	Elected	Jul-25
A Maunder	Parent Representative	Elected	Jul-25
A Mitchel	Staff Representative	Elected	

Retired Members

L Macintosh
J Heimuli

Accountant / Service Provider: SRN Partners Chartered Accountants Ltd

TE KAUWHATA PRIMARY SCHOOL

Annual Financial Statements - For the year ended 31 December 2023

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Te Kauwhata Primary School

Statement of Responsibility

For the year ended 31 December 2023

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 2023 fairly reflects the financial position and operations of the school.

The School's 2023 financial statements are authorised for issue by the Board.

Michelle Croucher

Full Name of Presiding Member



Signature of Presiding Member

9/12/24.

Date:

Brian Martin

Full Name of Principal



Signature of Principal

9/12/24

Date:

Te Kauwhata Primary School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Revenue				
Government Grants	2	3,188,545	2,659,741	2,860,952
Locally Raised Funds	3	154,321	80,730	81,468
Interest		12,597	500	4,316
Total Revenue		3,355,463	2,740,971	2,946,736
Expense				
Locally Raised Funds	3	66,808	51,550	61,650
Learning Resources	4	2,446,673	1,886,657	2,157,395
Administration	5	230,619	188,497	226,834
Interest		2,831	-	3,204
Property	6	638,801	613,464	565,039
Other Expense	7	9,990	10,000	7,125
Loss on Disposal of Property, Plant and Equipment	12	13	-	4,897
Total Expense		3,395,735	2,750,168	3,026,144
Net Surplus / (Deficit) for the year		(40,272)	(9,197)	(79,408)
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		(40,272)	(9,197)	(79,408)

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 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Equity at 1 January		560,872	560,872	640,280
Total comprehensive revenue and expense for the year		(40,272)	(9,197)	(79,408)
Contributions from / (Distributions to) the Ministry of Education		-	-	-
Contribution - Furniture and Equipment Grant		26,377	26,300	-
Equity at 31 December		546,977	577,975	560,872
Accumulated comprehensive revenue and expense		546,977	577,975	560,872
Reserves		-	-	-
Equity at 31 December		546,977	577,975	560,872

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 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Current Assets				
Cash and Cash Equivalents	8	182,025	203,775	161,689
Accounts Receivable	9	178,203	177,800	147,540
GST Receivable		21,557	21,500	-
Prepayments		662	600	-
Inventories	10	9,097	9,000	9,097
Investments	11	100,000	100,000	150,000
Funds Receivable for Capital Works Projects	17	649	-	-
		492,193	512,675	468,326
Current Liabilities				
GST Payable		-	-	2,042
Accounts Payable	13	256,825	247,300	227,896
Revenue Received in Advance	14	5,225	5,200	-
Provision for Cyclical Maintenance	15	7,650	7,600	-
Finance Lease Liability	16	18,449	18,400	26,454
Funds held for Capital Works Projects	17	5,711	5,000	22,864
Funds held on behalf of Te Ako Kahui Cluster	18	53,235	53,200	59,788
		347,095	336,700	339,044
Working Capital Surplus/(Deficit)		145,098	175,975	129,282
Non-current Assets				
Property, Plant and Equipment	12	430,826	430,800	450,786
Intangible Assets		-	-	-
		430,826	430,800	450,786
Non-current Liabilities				
Provision for Cyclical Maintenance	15	16,180	16,100	-
Finance Lease Liability	16	12,767	12,700	19,196
		28,947	28,800	19,196
Net Assets		546,977	577,975	560,872
Equity		546,977	577,975	560,872

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 2023

	Note	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Cash flows from Operating Activities				
Government Grants		973,199	635,022	873,006
Locally Raised Funds		154,321	80,730	81,468
Goods and Services Tax (net)		(23,596)	(23,293)	27,200
Payments to Employees		(751,146)	(491,731)	(611,518)
Payments to Suppliers		(354,371)	(298,347)	(325,865)
Interest Paid		(2,831)	-	(3,204)
Interest Received		11,850	(1,800)	2,684
Net cash from/(to) Operating Activities		7,426	(99,419)	43,771
Cash flows from Investing Activities				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		-	-	1,119
Purchase of Property Plant & Equipment (and Intangibles)		(30,789)	(450,800)	(22,357)
Purchase of Investments		50,000	50,000	-
Net cash from/(to) Investing Activities		19,211	(400,800)	(21,238)
Cash flows from Financing Activities				
Furniture and Equipment Grant		26,377	26,300	-
Contributions from / (Distributions to) Ministry of Education		-	26,300	-
Finance Lease Payments		(8,322)	(14,550)	(30,309)
Funds Administered on Behalf of Other Parties		(24,356)	514,044	70,953
Net cash from/(to) Financing Activities		(6,301)	552,094	40,644
Net increase/(decrease) in cash and cash equivalents		20,336	51,875	63,177
Cash and cash equivalents at the beginning of the year	8	161,689	151,900	98,512
Cash and cash equivalents at the end of the year	8	182,025	203,775	161,689

The Statement of Cash Flows records only those cash flows directly within the control of the School. This means centrally funded teachers' salaries, use of land and buildings grant and expense and other notional items 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 2023

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 statements have been prepared for the period 1 January 2023 to 31 December 2023 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 expense 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 best estimate of the cost of painting the school and when the school is required to be painted, based on an assessment of the school's condition. During the year, the Board assesses the reasonableness of its painting maintenance plan on which the provision is based. Cyclical maintenance is disclosed at note 15.

Useful lives of property, plant and equipment

The School reviews the estimated useful lives of property, plant and equipment at the end of each reporting date. The School believes that the estimated useful lives of the property, plant and equipment, as disclosed in the significant accounting policies, are appropriate to the nature of the property, plant and equipment at reporting date. Property, plant and equipment is disclosed at note 12.

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. A lease is classified as a finance lease if it transfers substantially all risks and rewards incidental to ownership of an underlying asset to the lessee. In contrast, an operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset to the lessee.

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. Finance lease liability disclosures are contained in note 16. Future operating lease commitments are disclosed in note 23.

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.

Other Ministry Grants for directly funded programs are recorded as revenue when the School has the rights to the funding in the period they relate to. The grants are not received in cash by the School and are paid directly 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. Grants for the use of land and buildings 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 where conditions exist

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 recognised as an asset and revenue when the right to receive funding or the asset has been established unless there is an obligation to return funds if conditions are not met. If conditions are not met, funding is recognised as revenue in advance and recognised as revenue when conditions are satisfied.

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 expected 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 are 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.

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 material.

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 (funded by the Board) to buildings owned by the Crown or directly by the board 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
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. If such indication exists, the School estimates the asset's recoverable service amount. 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 surplus or deficit.

The reversal of an impairment loss is recognised in surplus or deficit. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable service amount since the last impairment loss was recognised.

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 and annual leave earned, by non teaching staff, but not yet taken at balance date.

Long-term employee entitlements

Employee benefits that are not expected to be settled wholly before 12 months after the end of the reporting period in which the employee provides the related service, such as retirement and long service leave, have been calculated on an actuarial basis.

The calculations are based on the likely future entitlements accruing to employees, based on years of service, years to entitlement, the likelihood that employees will reach the point of entitlement, and contractual entitlement information, and the present value of the estimated future cash flows. Remeasurements are recognised in surplus or deficit in the period in which they arise.

m) Revenue Received in Advance

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

n) Funds held for Capital works

The school directly receives funding from the Ministry of Education for capital works projects that are included in the School five year capital works agreement. These funds are held on behalf and for a specified purpose. As such, these transactions are not recorded in the Statement of Comprehensive Revenue and Expense.

The School holds sufficient funds to enable the funds to be used for their intended purpose at any time.

o) Shared Funds

Shared Funds are held on behalf of a cluster of participating schools as agreed with the Ministry of Education. In instances where funds are outside of the School's control, these amounts are not recorded in the Statement of Comprehensive Revenue and Expense. The School holds sufficient funds to enable the funds to be used for their intended purpose.

p) 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 the school's best estimate of the cost of painting the school and when the school is required to be painted, based on an assessment of the school's condition.

The School carries out painting maintenance of the whole school over a 7 to 10 year period. The economic outflow of this is dependent on the plan established by the school to meet this obligation and is detailed in the notes and disclosures of these accounts.

q) 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 initially recognised at fair value and subsequently measured at amortised cost, using the effective interest method.

The School's financial liabilities comprise accounts payable, borrowings, finance lease liability, and painting contract liability. Financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and any gain or loss on derecognition are recognised in surplus or deficit.

r) 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.

s) 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.

t) Budget Figures

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

u) 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

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Government Grants - Ministry of Education	967,974	736,741	857,077
Teachers' Salaries Grants	1,791,123	1,494,000	1,626,800
Use of Land and Buildings Grants	429,448	429,000	377,075
	<u>3,188,545</u>	<u>2,659,741</u>	<u>2,860,952</u>

The school has opted in to the donations scheme for this year. Total amount received was \$44,694.

3. Locally Raised Funds

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

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Revenue			
Donations & Bequests	72,274	1,000	10,224
Curriculum related Activities - Purchase of goods and services	22,100	20,500	-
Fees for Extra Curricular Activities	2,674	3,600	5,088
Trading	25,526	22,000	22,527
Other Revenue	31,747	33,630	43,629
	<u>154,321</u>	<u>80,730</u>	<u>81,468</u>
Expense			
Extra Curricular Activities Costs	29,252	20,600	27,209
Trading	26,609	22,000	23,967
Fundraising and Community Grant Costs	299	1,750	3,018
Other Locally Raised Funds Expenditure	10,648	7,200	7,456
	<u>66,808</u>	<u>51,550</u>	<u>61,650</u>
<i>Surplus/ (Deficit) for the year Locally Raised Funds</i>	<u>87,513</u>	<u>29,180</u>	<u>19,818</u>

4. Learning Resources

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Curricular	36,506	42,417	42,123
Information and Communication Technology	11,625	10,000	19,808
Library Resources	267	3,000	1,349
Employee Benefits - Salaries	2,308,867	1,792,240	1,993,384
Staff Development	25,085	19,000	24,979
Depreciation	64,323	20,000	75,752
	<u>2,446,673</u>	<u>1,886,657</u>	<u>2,157,395</u>

5. Administration

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Audit Fees	5,517	6,500	5,356
Board Fees	3,213	4,500	3,766
Board Expenses	1,904	3,500	15,090
Communication	8,245	7,020	5,423
Consumables	16,244	15,600	16,070
Other	42,119	22,950	31,321
Employee Benefits - Salaries	140,667	117,427	137,466
Insurance	9,866	8,000	9,482
Service Providers, Contractors and Consultancy	2,844	3,000	2,860
	<u>230,619</u>	<u>188,497</u>	<u>226,834</u>

6. Property

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Cyclical Maintenance	23,830	-	-
Grounds	14,990	6,000	6,121
Heat, Light and Water	20,263	21,500	18,689
Repairs and Maintenance	50,565	63,100	55,940
Use of Land and Buildings	429,448	429,000	377,075
Employee Benefits - Salaries	99,705	93,864	107,214
	<u>638,801</u>	<u>613,464</u>	<u>565,039</u>

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. Other Expense

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
Transport	9,990	10,000	7,125
	<u>9,990</u>	<u>10,000</u>	<u>7,125</u>

8. Cash and Cash Equivalents

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Bank Accounts	182,025	203,775	161,689
Cash and cash equivalents for Statement of Cash Flows	<u>182,025</u>	<u>203,775</u>	<u>161,689</u>

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

Of the \$182,025 Cash and Cash Equivalents, \$5,711 is held by the School on behalf of the Ministry of Education. These funds have been provided by 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 2024 on Crown owned school buildings.

Of the \$182,025 Cash and Cash Equivalents, \$53,235 is held by the School as lead School for the Te Ako Kahui Cluster. See note 18 for details of how the funding received for the cluster has been spent in the year.



9. Accounts Receivable

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Interest Receivable	2,844	2,800	2,097
Teacher Salaries Grant Receivable	175,359	175,000	145,443
	<u>178,203</u>	<u>177,800</u>	<u>147,540</u>
Receivables from Exchange Transactions	2,844	2,800	2,097
Receivables from Non-Exchange Transactions	175,359	175,000	145,443
	<u>178,203</u>	<u>177,800</u>	<u>147,540</u>

10. Inventories

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Stationery	2,578	2,500	6,519
School Uniforms	6,519	6,500	2,578
	<u>9,097</u>	<u>9,000</u>	<u>9,097</u>

11. Investments

The School's investment activities are classified as follows:

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Current Asset			
Short-term Bank Deposits	100,000	100,000	150,000

12. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2023	\$	\$	\$	\$	\$	\$
Buildings	187,924	6,131	-	-	(5,063)	188,992
Furniture and Equipment	153,620	1,673	-	-	(27,958)	127,335
Information and Communication Technology	44,146	21,312	-	-	(14,002)	51,456
Leased Assets	54,521	13,588	-	-	(15,771)	52,338
Library Resources	10,575	1,673	-	(14)	(1,529)	10,705
Balance at 31 December 2023	450,786	44,377	-	(14)	(64,323)	430,826

The net carrying value of computer equipment held under a finance lease is \$52,338 (2022: \$54,521)

Restrictions

With the exception of the contractual restrictions related to the above noted finance leases, there are no restrictions over the title of the school's property, plant and equipment, nor are any property, plant and equipment pledged as security for liabilities.

	2023	2023	2023	2022	2022	2022
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Buildings	412,801	(223,809)	188,992	406,670	(218,746)	187,924
Furniture and Equipment	601,290	(473,955)	127,335	602,432	(448,812)	153,620
Information and Communication Technology	305,332	(253,876)	51,456	285,022	(240,876)	44,146
Leased Assets	127,077	(74,739)	52,338	133,189	(78,668)	54,521
Library Resources	67,866	(57,161)	10,705	66,273	(55,698)	10,575
Balance at 31 December 2023	1,514,366	(1,083,540)	430,826	1,493,586	(1,042,800)	450,786

13. Accounts Payable

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Creditors	29,002	29,000	27,112
Accruals	10,510	10,500	20,357
Banking Staffing Overuse	14,613	14,600	-
Employee Entitlements - Salaries	184,424	175,000	170,119
Employee Entitlements - Leave Accrual	18,276	18,200	10,308
	256,825	247,300	227,896
Payables for Exchange Transactions	256,825	247,300	227,896
	256,825	247,300	227,896

The carrying value of payables approximates their fair value.

14. Revenue Received in Advance

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Grants in Advance - Ministry of Education	5,225	5,200	-
	5,225	5,200	-

15. Provision for Cyclical Maintenance

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Provision at the Start of the Year	-	-	86,500
Increase to the Provision During the Year	23,830	23,700	-
Change to the Provision during the year		-	(86,500)
Provision at the End of the Year	23,830	23,700	-
Cyclical Maintenance - Current	7,650	7,600	-
Cyclical Maintenance - Non current	16,180	16,100	-
	23,830	23,700	-

Per the cyclical maintenance schedule, the school is next expected to undertake painting works during 2024. This plan is based on the schools painting quotes.

16. Finance Lease Liability

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

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
No Later than One Year	20,684	20,600	28,854
Later than One Year and no Later than Five Years	15,079	15,000	20,392
Future Finance Charges	(4,547)	(4,500)	(3,596)
	31,216	31,100	45,650
Represented by			
Finance lease liability - Current	18,449	18,400	26,454
Finance lease liability - Non current	12,767	12,700	19,196
	31,216	31,100	45,650

17. Funds Held for Capital Works Projects

During the year the School received and applied funding from the Ministry of Education for the following capital works projects. The amount of cash held on behalf of the Ministry for capital works project is included under cash and cash equivalents in note 8.

	2023	Opening Balances \$	Receipts from MOE \$	Payments \$	Board Contributions \$	Closing Balances \$
Heat Pump	241828	892	13,676	(14,568)	-	-
Fire Alarm	238966	21,972	3,642	(25,615)	-	-
Roof	231542	-	30,047	(25,886)	-	4,161
Electrical Load	244586	-	18,710	(19,359)	-	(649)
Drainage Project	245283	-	8,142	(6,592)	-	1,549
Totals		22,864	74,218	(92,021)	-	5,061

Represented by:

Funds Held on Behalf of the Ministry of Education	5,711
Funds Receivable from the Ministry of Education	(649)

	2022	Opening Balances \$	Receipts from MOE \$	Payments \$	Board Contributions \$	Closing Balances \$
Flooring Replacement (231543)		(9,775)	9,775	-	-	-
Pool Filtration (233620)		20,465	-	(20,465)	-	-
Cladding Repairs (232477)		1,012	-	(1,012)	-	-
Roofing (231542)		-	63,290	(63,290)	-	-
Heat Pump		-	5,475	(4,583)	-	892
Cabling		-	28,774	(6,802)	-	21,972
Totals		11,702	107,314	(96,152)	-	22,864

Represented by:

Funds Held on Behalf of the Ministry of Education	22,864
Funds Receivable from the Ministry of Education	-

18. Funds Held on Behalf of Te Ako Kahui Cluster

Te Kauwhata Primary School is the lead school funded by the Ministry of Education to provide teaching services to its cluster of schools.

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Funds Held at Beginning of the Year	59,788	59,200	
Funds Received from Cluster Members	-	-	8,625
Funds Received from MOE	49,999	50,000	51,163
Total funds received	49,999	50,000	59,788
Funds Spent on Behalf of the Cluster	56,552	56,000	
Funds remaining	53,235	53,200	59,788

19. Related Party Transactions

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

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

20. Remuneration

Key management personnel compensation

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

	2023 Actual \$	2022 Actual \$
<i>Board Members</i>		
Remuneration	3,212	3,766
<i>Leadership Team</i>		
Remuneration	236,745	383,038
Full-time equivalent members	2	3
Total key management personnel remuneration	239,957	386,804

There are 7 members of the Board excluding the Principal. The Board has held 10 full meetings of the Board in the year. The Board also has Finance and Property committees that meet monthly and quarterly respectively. As well as these regular meetings, including preparation time, the Presiding member 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:

	2023 Actual \$000	2022 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	170 - 180	150 - 160
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	2023 FTE Number	2022 FTE Number
105 - 110	-	1
110 - 120	1	2
130 - 140	1	-
	2	3

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

21. Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be 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:

	2023 Actual	2022 Actual
Total	-	\$10,000
Number of People	-	1

22. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2023 (Contingent liabilities and assets at 31 December 2022: 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 continues to review the Schools Sector Payroll to ensure compliance with the Holidays Act 2003. An initial remediation payment has been made to some current school employees. The Ministry is continuing to perform detailed analysis to finalise calculations and the potential impacts of specific individuals, as such, this is expected to resolve the liability for school boards.

23. Commitments

(a) Capital Commitments

At 31 December 2023, the Board had capital commitments of \$12,972 (2022:\$22,864) as a result of entering the following contracts:

Contract Name	Contract Amount	Spend To Date	Remaining Capital Commitment
	\$	\$	\$
Roofing Project	30,047	25,886	4,161
Drainage Project	9,047	6,593	2,454
Fire Alarm	31,972	25,615	6,357
Total	71,066	58,094	12,972

(b) Operating Commitments

As at 31 December 2023, the Board has not entered into any operating commitments

24. 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

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Cash and Cash Equivalents	182,025	203,775	161,689
Receivables	178,203	177,800	147,540
Investments - Term Deposits	100,000	100,000	150,000
Total financial assets measured at amortised cost	460,228	481,575	459,229

Financial liabilities measured at amortised cost

Payables	256,825	247,300	227,896
Finance Leases	31,216	31,100	45,650
Total financial liabilities measured at amortised cost	288,041	278,400	273,546

25. Events After Balance Date

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

26. Comparatives

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

27. Breach of Law - Failure to comply with section 135 of the Education and Training Act 2020

While the school provided all information to the accountant in sufficient time for the annual financial statements to be submitted for audit by the 31st March, the accountant was unable to meet the reporting deadline due to a combination of understaffing and staff illness. Accordingly the accountant accepts the responsibility for this legislative breach of section 135 of the Education and Training Act 2020.

28. Breach of Law - Failure to meet statutory reporting deadline

The Board of Trustees did not comply with section 137 of the Education and Training Act in that it did not submit its audited annual financial statements to the Ministry by 31 May 2024.

Te Kauwhata Primary School

Kiwisport Statement

For the Year Ended 31 December 2023

In 2023 the school received Kiwisport funding of \$4,307 (2022:\$4,264)

The funding was spent on sports equipment throughout the school and supporting student access to quality equipment.
