

CANNONS CREEK SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

School Directory

Ministry Number: 2818

Principal: Katrina Day

School Address: Warspite Avenue, Cannons Creek, PORIRUA 5024

Email: kkilpatrick@cannonscreek.school.nz

School Phone: 04 237 7426

Accountant / Service Provider:

89 Nazareth Avenue
Christchurch
Ph: 03 338 4444



CANNONS CREEK SCHOOL

Annual Report - For the year ended 31 December 2020

Index

Page	Statement
	Financial Statements
1	Member of the Board of Trustees
2	Statement of Responsibility
3	Statement of Comprehensive Revenue and Expense
4	Statement of Changes in Net Assets/Equity
5	Statement of Financial Position
6	Statement of Cash Flows
7 - 21	Notes to the Financial Statements
	Other Information
	Analysis of Variance
	Kiwisport

Cannons Creek School

Members of the Board of Trustees

For the year ended 31 December 2020

Name	Position	Term Expires
Willie Te'o	Chair Person	May 2022
Katrina Day	Principal	
Fereni Manase	Parent Rep	May 2022
Thomas Peries	Parent Rep	May 2022
Mark McKenzie	Parent Rep	Feb 2020
Nikki Teepea	Parent Rep	May 2022
Sonny Foe	Parent Rep	Feb 2021
Rachael Kerse	Staff Rep	May 2022

Cannons Creek 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.

Full Name of Board Chairperson

Full Name of Principal

Signature of Board Chairperson

Signature of Principal

Date:

Date:

Cannons Creek 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	1,516,359	1,415,575	1,475,231
Locally Raised Funds	3	57,439	44,500	92,085
Interest income		708	100	1,336
		<hr/>	<hr/>	<hr/>
		1,574,506	1,460,175	1,568,652
Expenses				
Locally Raised Funds	3	38,427	22,800	38,854
Learning Resources	4	1,026,618	1,033,694	1,046,091
Administration	5	139,679	129,500	166,062
Finance		637	100	670
Property	6	228,973	222,967	257,093
Depreciation	7	46,024	49,000	48,126
		<hr/>	<hr/>	<hr/>
		1,480,358	1,458,061	1,556,896
Net Surplus / (Deficit) for the year		94,148	2,114	11,756
Other Comprehensive Revenue and Expense		-	-	-
		<hr/>	<hr/>	<hr/>
Total Comprehensive Revenue and Expense for the Year		<u>94,148</u>	<u>2,114</u>	<u>11,756</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.

Cannons Creek 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	119,668	119,668	105,391
Total comprehensive revenue and expense for the year	94,148	2,114	11,756
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant	-	-	2,521
Equity at 31 December	213,816	121,782	119,668

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.

Cannons Creek School

Statement of Financial Position

As at 31 December 2020

		2020	2020	2019
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Current Assets				
Cash and Cash Equivalents	8	25,986	85,875	22,761
Accounts Receivable	9	79,512	44,906	44,906
GST Receivable		10,732	5,992	5,992
Prepayments		2,644	-	-
Investments	10	35,457	10,038	10,038
Funds due for Capital Works Projects	17	23,875	-	-
		<u>178,206</u>	<u>146,811</u>	<u>83,697</u>
Current Liabilities				
Accounts Payable	12	102,137	90,843	90,843
Revenue Received in Advance	14	720	720	720
Provision for Cyclical Maintenance	15	-	14,500	14,500
Finance Lease Liability - Current Portion	16	3,570	4,260	4,260
Funds held for Capital Works Projects	17	-	(5,650)	(5,650)
		<u>106,427</u>	<u>104,673</u>	<u>104,673</u>
Working Capital Surplus/(Deficit)		71,779	42,138	(20,976)
Non-current Assets				
Property, Plant and Equipment	11	219,075	161,665	210,665
		<u>219,075</u>	<u>161,665</u>	<u>210,665</u>
Non-current Liabilities				
Borrowings	13	28,573	28,573	28,573
Provision for Cyclical Maintenance	15	47,059	48,471	36,471
Finance Lease Liability	16	1,406	4,977	4,977
		<u>77,038</u>	<u>82,021</u>	<u>70,021</u>
Net Assets		<u>213,816</u>	<u>121,782</u>	<u>119,668</u>
Equity	22	<u>213,816</u>	<u>121,782</u>	<u>119,668</u>

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

Cannons Creek School

Statement of Cash Flows

For the year ended 31 December 2020

		2020	2020	2019
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
		\$	\$	\$
Cash flows from Operating Activities				
Government Grants		592,688	517,387	566,637
Locally Raised Funds		51,648	44,500	99,681
Goods and Services Tax (net)		(4,740)	-	463
Payments to Employees		(284,501)	(251,546)	(306,339)
Payments to Suppliers		(232,647)	(247,227)	(278,571)
Cyclical Maintenance Payments in the year		(11,228)	-	
Interest Paid		(637)	(100)	(670)
Interest Received		631	100	1,265
Net cash from/(to) Operating Activities		111,214	63,114	82,466
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(54,434)	-	(47,388)
Purchase of Investments		(25,419)	-	(10,038)
Net cash from/(to) Investing Activities		(79,853)	-	(57,426)
Cash flows from Financing Activities				
Furniture and Equipment Grant		-	-	2,521
Finance Lease Payments		(4,261)	-	(10,602)
Funds Held for Capital Works Projects		(23,875)	-	(2,105)
Net cash from/(to) Financing Activities		(28,136)	-	(10,186)
Net increase/(decrease) in cash and cash equivalents		3,225	63,114	14,854
Cash and cash equivalents at the beginning of the year	8	22,761	22,761	7,907
Cash and cash equivalents at the end of the year	8	25,986	85,875	22,761

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.

Cannons Creek School

Notes to the Financial Statements

For the year ended 31 December 2020

1. Statement of Accounting Policies

a) Reporting Entity

Cannons Creek 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 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 11.

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) 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.

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 straight line method. 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
Motor vehicles	5 years
Textbooks	3 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	8 years

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) Revenue Received in Advance

Revenue received in advance relates to fees received from [international, hostel students and grants received where there are unfulfilled obligations for the School to provide services in the future. The fees are recorded as revenue as the obligations are fulfilled and the fees earned.

o) 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).

p) 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.

q) 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.

r) 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.

s) Budget Figures

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

t) 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	401,667	386,564	354,645
Teachers' Salaries Grants	804,363	807,294	797,806
Use of Land and Buildings Grants	102,717	102,717	112,226
Resource Teachers Learning and Behaviour Grants	-	-	65,372
Other MoE Grants	207,612	119,000	145,182
	<u>1,516,359</u>	<u>1,415,575</u>	<u>1,475,231</u>

The school has opted in to the donations scheme for this year. Total amount received was \$19,800.

Other MOE Grants total includes additional COVID-19 funding totalling \$11,434 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	-	-	5,948
Activities	9,062	5,500	7,559
Trading	8,390	8,000	12,167
Fundraising	39,987	31,000	66,411
	<u>57,439</u>	<u>44,500</u>	<u>92,085</u>
Expenses			
Activities	7,623	15,300	9,975
Trading	7,964	7,500	11,957
Fundraising (Costs of Raising Funds)	22,840	-	16,922
	<u>38,427</u>	<u>22,800</u>	<u>38,854</u>
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	<u>19,012</u>	<u>21,700</u>	<u>53,231</u>

4. Learning Resources

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Curricular	19,125	55,100	30,069
Employee Benefits - Salaries	996,945	968,794	1,006,054
Staff Development	10,548	9,800	9,968
	<u>1,026,618</u>	<u>1,033,694</u>	<u>1,046,091</u>

5. Administration

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Audit Fee	5,996	4,500	6,176
Board of Trustees Fees	2,670	3,800	4,125
Board of Trustees Expenses	-	-	7,589
Intervention Costs & Expenses	5,208	2,000	18,935
Communication	3,707	2,800	2,367
Consumables	11,447	5,350	7,928
Operating Lease	5,383	3,200	9,467
Other	20,186	22,850	26,371
Employee Benefits - Salaries	83,760	85,000	81,853
Insurance	1,322	-	1,251
	<u>139,679</u>	<u>129,500</u>	<u>166,062</u>

6. Property

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Caretaking and Cleaning Consumables	3,591	5,000	4,036
Consultancy and Contract Services	40,925	40,000	46,093
Cyclical Maintenance Provision	7,316	12,000	29,219
Grounds	5,348	4,200	6,157
Heat, Light and Water	15,455	22,000	18,138
Rates	8,800	9,000	13,775
Repairs and Maintenance	33,321	20,550	23,671
Use of Land and Buildings	102,717	102,717	112,226
Employee Benefits - Salaries	11,500	7,500	3,778
	<u>228,973</u>	<u>222,967</u>	<u>257,093</u>

The use of land and buildings figure represents 8% of the school's total property value. Property values are established as part of the nation-wide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

7. Depreciation

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Building Improvements - Crown	7,415	7,500	7,350
Furniture and Equipment	16,295	17,500	17,040
Information and Communication Technology	14,699	10,000	9,799
Leased Assets	6,616	13,000	13,138
Library Resources	999	1,000	799
	<u>46,024</u>	<u>49,000</u>	<u>48,126</u>

8. Cash and Cash Equivalents

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Cash on Hand	100	100	100
Bank Current Account	25,886	85,775	22,661
Cash and cash equivalents for Statement of Cash Flows	<u>25,986</u>	<u>85,875</u>	<u>22,761</u>

9. Accounts Receivable

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Receivables	5,791	-	-
Receivables from the Ministry of Education	8,929	-	-
Interest Receivable	148	71	71
Teacher Salaries Grant Receivable	64,644	44,835	44,835
	<u>79,512</u>	<u>44,906</u>	<u>44,906</u>
Receivables from Exchange Transactions	5,939	71	71
Receivables from Non-Exchange Transactions	73,573	44,835	44,835
	<u>79,512</u>	<u>44,906</u>	<u>44,906</u>

10. Investments

The School's investment activities are classified as follows:

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Current Asset			
Short-term Bank Deposits	35,457	10,038	10,038
Total Investments	<u>35,457</u>	<u>10,038</u>	<u>10,038</u>

11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2020	\$	\$	\$	\$	\$	\$
Building Improvements - Crown	82,672	3,140			(7,415)	78,397
Furniture and Equipment	63,425	26,667			(16,295)	73,797
Information and Communication Technology	52,402	16,438			(14,699)	54,141
Leased Assets	9,427	5,597			(6,616)	8,408
Library Resources	2,739	2,592			(999)	4,332
Balance at 31 December 2020	210,665	54,434	-	-	(46,024)	219,075

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2020	\$	\$	\$
Building Improvements - Crown	112,072	(36,815)	75,257
Furniture and Equipment	171,083	(90,912)	80,171
Information and Communication Technology	111,578	(55,074)	56,504
Leased Assets	52,774	(49,963)	2,811
Library Resources	6,436	(2,104)	4,332
Balance at 31 December 2020	453,943	(234,868)	219,075

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2019	\$	\$	\$	\$	\$	\$
Building Improvements - Crown	90,022	-	-	-	(7,350)	82,672
Furniture and Equipment	76,372	4,093	-	-	(17,040)	63,425
Information and Communication Technology	19,928	42,273	-	-	(9,799)	52,402
Leased Assets	14,951	7,614	-	-	(13,138)	9,427
Library Resources	2,516	1,022	-	-	(799)	2,739
Balance at 31 December 2019	203,789	55,002	-	-	(48,126)	210,665

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2019	\$	\$	\$
Building Improvements - Crown	112,072	(29,400)	82,672
Furniture and Equipment	138,042	(74,617)	63,425
Information and Communication Technology	92,777	(40,375)	52,402
Leased Assets	52,774	(43,347)	9,427
Library Resources	3,844	(1,105)	2,739
Balance at 31 December 2019	399,509	(188,844)	210,665

12. Accounts Payable

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Operating Creditors	26,927	26,105	26,105
Accruals	6,626	16,850	16,850
Banking Staffing Overuse	2,454	2,454	2,454
Employee Entitlements - Salaries	64,644	44,835	44,835
Employee Entitlements - Leave Accrual	1,486	599	599
	<u>102,137</u>	<u>90,843</u>	<u>90,843</u>

Payables for Exchange Transactions	102,137	90,843	90,843
	<u>102,137</u>	<u>90,843</u>	<u>90,843</u>

The carrying value of payables approximates their fair value.

13. Borrowings

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Due in One Year	-	-	-
Due Beyond One Year	28,573	28,573	28,573
	<u>28,573</u>	<u>28,573</u>	<u>28,573</u>

This balance relates to a Novopay discrepancy when the payroll system was first introduced.

14. Revenue Received in Advance

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Other	720	720	720
	<u>720</u>	<u>720</u>	<u>720</u>

15. Provision for Cyclical Maintenance

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Provision at the Start of the Year	50,971	50,971	38,482
Increase/ (decrease) to the Provision During the Year	7,316	12,000	29,219
Use of the Provision During the Year	(11,228)	-	(16,730)
Provision at the End of the Year	<u>47,059</u>	<u>62,971</u>	<u>50,971</u>
Cyclical Maintenance - Current	-	14,500	14,500
Cyclical Maintenance - Term	47,059	48,471	36,471
	<u>47,059</u>	<u>62,971</u>	<u>50,971</u>

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:

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
No Later than One Year	3,571	-	4,260
Later than One Year and no Later than Five Years	1,406	-	4,977
	<u>4,977</u>	<u>-</u>	<u>9,237</u>

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:

	2020	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contributions \$	Closing Balances \$
Block 2 Toilet flooring	<i>completed</i>	(2,250)	-	-	2,250	-
SIP Projects	<i>in progress</i>	-	70,018	93,893	-	(23,875)
Access Improvement	<i>completed</i>	(3,400)	-	-	3,400	-
Totals		<u>(5,650)</u>	<u>70,018</u>	<u>93,893</u>	<u>5,650</u>	<u>(23,875)</u>

Represented by:

Funds Held on Behalf of the Ministry of Education	-
Funds Due from the Ministry of Education	23,875
	<u>(23,875)</u>

	2019	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contributions \$	Closing Balances \$
Demolish Kindergarten	<i>completed</i>	2,700	-	-	2,700	-
Block 2 Toilet flooring	<i>in progress</i>	(290)	-	1,960	-	(2,250)
Access Improvement	<i>in progress</i>	(2,500)	-	900	-	(3,400)
Totals		<u>(90)</u>	<u>-</u>	<u>2,860</u>	<u>2,700</u>	<u>(5,650)</u>

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 trustees of the Board, Principal, Deputy Principals and Heads of Departments.

	2020	2019
	Actual	Actual
	\$	\$
<i>Board Members</i>		
Remuneration	2,670	4,125
Full-time equivalent members	0.07	0.25
<i>Leadership Team</i>		
Remuneration	318,931	299,628
Full-time equivalent members	3	3
Total key management personnel remuneration	<u>321,601</u>	<u>303,753</u>
Total full-time equivalent personnel	<u>3.07</u>	<u>3.25</u>

The full time equivalent for Board members has been determined based on attendance at Board meetings, Committee meetings and for other obligations of the Board, such as stand downs and suspensions, plus the estimated time for Board members to prepare for meetings.

Principal

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

	2020	2019
	Actual	Actual
	\$000	\$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	130-140	120-130
Benefits and Other Emoluments	3-4	2-3
Termination Benefits	-	-

Other Employees

No other employees received remuneration greater than \$100,000.

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

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 contract agreements for capital works as follows:

(a) During the year contracts were entered into for hall heating upgrade, security upgrade and asphaltting to be funded by the Ministry of Education as SIP projects. To date \$70,018 has been received from the Ministry of Education and \$93,893 has been spent on the project to date.

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

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	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Cash and Cash Equivalents	25,986	85,875	22,761
Receivables	79,512	44,906	44,906
Investments - Term Deposits	35,457	10,038	10,038
Total Financial assets measured at amortised cost	<u>140,955</u>	<u>140,819</u>	<u>77,705</u>

Financial liabilities measured at amortised cost

Payables	102,137	90,843	90,843
Borrowings - Loans	28,573	28,573	28,573
Finance Leases	4,976	9,237	9,237
Total Financial Liabilities Measured at Amortised Cost	<u>135,686</u>	<u>128,653</u>	<u>128,653</u>

24. Events After Balance Date

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