

# TE KURA KAUPAPA MAORI O PUKEMIRO

## ANNUAL REPORT

### FOR THE YEAR ENDED 31 DECEMBER 2020

#### School Directory

<b>Ministry Number:</b>	3114
<b>Principal:</b>	Fiona McGrath
<b>School Address:</b>	14 Norman Senn Ave
<b>School Postal Address:</b>	P O Box 63, Kaitaia, 0441
<b>School Phone:</b>	09 408 4858
<b>School Email:</b>	lancia@pukemirokura.school.nz

#### Members of the Board of Trustees

<b>Name</b>	<b>Position</b>	<b>How Position Gained</b>	<b>Term Expires/ Expired</b>
Lisa McNab	Chairperson	Elected	Sep 2022
Fiona McGrath	Principal	ex Officio	
Sera Murray	Parent Rep	Co-opted	Sep 2022
Vanya Snowden	Parent Rep	Elected	Feb 2021
Rob Herewini	Parent Rep	Elected	Sep 2022
Raniera McGrath	Parent Rep	Elected	Feb 2021
Moana Mitchell (2020)	Parent Rep	Elected	Feb 2020
Iritana Smith	Staff Rep	Elected	Nov 2021
shallen Desmond	Student Rep	Elected	Sep 2020
Raukura McNab-Hirawani	Student Rep	Elected	Sep 2022
Mereraina Piripi	Other	Co-opted	Sep 2022

**Accountant / Service Provider:** Education Services Ltd

# TE KURA KAUPAPA MAORI O PUKEMIRO

Annual Report - For the year ended 31 December 2020

## Index

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

# Te Kura Kaupapa Maori o Pukemiro

## 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.

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Full Name of Board Chairperson

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Full Name of Principal

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Signature of Board Chairperson

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Signature of Principal

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Date:

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Date:

**Te Kura Kaupapa Maori o Pukemiro**  
**Statement of Comprehensive Revenue and Expense**

For the year ended 31 December 2020

	Notes	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
<b>Revenue</b>				
Government Grants	2	2,818,150	793,036	2,889,584
Locally Raised Funds	3	31,758	-	58,860
Interest income		9,299	-	15,251
Gain on Sale of Property, Plant and Equipment		2,500	-	-
		<hr/>	<hr/>	<hr/>
		2,861,707	793,036	2,963,695
<b>Expenses</b>				
Locally Raised Funds	3	19,869	-	5,572
Learning Resources	4	1,712,520	329,482	1,702,575
Administration	5	273,369	-	341,098
Finance		3,527	-	2,188
Property	6	892,879	-	830,674
Depreciation	7	87,802	-	74,232
Transport		83,286	-	70,791
		<hr/>	<hr/>	<hr/>
		3,073,252	329,482	3,027,130
<b>Net Surplus / (Deficit) for the year</b>		(211,545)	463,554	(63,435)
Other Comprehensive Revenue and Expenses		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
		(211,545)	463,554	(63,435)

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 Kura Kaupapa Maori o Pukemiro**  
**Statement of Changes in Net Assets/Equity**

For the year ended 31 December 2020

	Notes	Actual 2020 \$	Budget (Unaudited) 2020 \$	Actual 2019 \$
<b>Balance at 1 January</b>		797,810	861,245	861,245
Total comprehensive revenue and expense for the year		(211,545)	463,554	(63,435)
Capital Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		29,250	-	-
Adjustment to Accumulated surplus/(deficit) from adoption of PBE IFRS 9		-	-	-
<b>Equity at 31 December</b>	22	615,515	1,324,799	797,810
Retained Earnings		615,515	1,324,799	797,810
<b>Equity at 31 December</b>		615,515	1,324,799	797,810

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 Kura Kaupapa Maori o Pukemiro**  
**Statement of Financial Position**

As at 31 December 2020

	Notes	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
<b>Current Assets</b>				
Cash and Cash Equivalents	8	110,216	854,886	370,068
Accounts Receivable	9	140,775	107,190	93,578
GST Receivable		25,883	15,787	11,703
Inventories	10	-	9,321	12,629
Investments	11	334,498	315,841	326,432
Funds owed for Capital Works Projects	16	38,791	-	-
		<u>650,163</u>	<u>1,303,025</u>	<u>814,410</u>
<b>Current Liabilities</b>				
Accounts Payable	13	262,155	191,424	175,215
Provision for Cyclical Maintenance	14	47,277	-	33,250
Finance Lease Liability - Current Portion	15	26,839	7,461	7,772
		<u>336,271</u>	<u>198,885</u>	<u>216,237</u>
<b>Working Capital Surplus/(Deficit)</b>		313,892	1,104,140	598,173
<b>Non-current Assets</b>				
Property, Plant and Equipment	12	359,063	291,203	263,865
		<u>359,063</u>	<u>291,203</u>	<u>263,865</u>
<b>Non-current Liabilities</b>				
Provision for Cyclical Maintenance	14	26,836	48,900	23,800
Finance Lease Liability	15	30,604	21,644	40,428
		<u>57,440</u>	<u>70,544</u>	<u>64,228</u>
<b>Net Assets</b>		<u>615,515</u>	<u>1,324,799</u>	<u>797,810</u>
<b>Equity</b>		<u>615,515</u>	<u>1,324,799</u>	<u>797,810</u>

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

**Te Kura Kaupapa Maori o Pukemiro**  
**Statement of Cash Flows**  
For the year ended 31 December 2020

		2020	2020	2019
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
		\$	\$	\$
<b>Cash flows from Operating Activities</b>				
Government Grants		939,789	793,036	776,031
Locally Raised Funds		17,246	-	98,808
Goods and Services Tax (net)		(14,180)	-	4,084
Payments to Employees		(564,040)	-	(392,475)
Payments to Suppliers		(482,066)	(336,943)	(544,688)
Interest Paid		(3,527)	-	(2,188)
Interest Received		8,793	-	15,251
Net cash from/(to) Operating Activities		(97,985)	456,093	(45,177)
<b>Cash flows from Investing Activities</b>				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		2,500	-	17,538
Purchase of Property Plant & Equipment (and Intangibles)		(122,052)	-	(46,894)
Purchase of Investments		(8,066)	-	(10,591)
Net cash from/(to) Investing Activities		(127,618)	-	(39,947)
<b>Cash flows from Financing Activities</b>				
Furniture and Equipment Grant		29,250	-	-
Finance Lease Payments		(24,708)	-	56,399
Funds Held for Capital Works Projects		(38,791)	-	-
Net cash from/(to) Financing Activities		(34,249)	-	56,399
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>(259,852)</b>	<b>456,093</b>	<b>(28,725)</b>
Cash and cash equivalents at the beginning of the year	8	370,068	398,793	398,793
<b>Cash and cash equivalents at the end of the year</b>	8	<b>110,216</b>	<b>854,886</b>	<b>370,068</b>

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 Kura Kaupapa Maori o Pukemiro**

## **Notes to the Financial Statements**

### **For the year ended 31 December 2020**

#### **1. Statement of Accounting Policies**

##### **a) Reporting Entity**

Te Kura Kaupapa Maori o Pukemiro (the School) is a Crown entity as specified in the Crown Entities Act 2004 and a school as described in the Education and Training Act 2020. The Board of Trustees (the Board) is of the view that the School is a public benefit entity for financial reporting purposes.

##### **b) Basis of Preparation**

###### ***Reporting Period***

The financial reports have been prepared for the period 1 January 2020 to 31 December 2020 and in accordance with the requirements of the Public Finance Act 1989.

###### ***Basis of Preparation***

The financial statements have been prepared on a going concern basis, and the accounting policies have been consistently applied throughout the period.

###### ***Financial Reporting Standards Applied***

The Education and Training Act 2020 requires the School, as a Crown entity, to prepare financial statements in accordance with generally accepted accounting practice. The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand, applying Public Sector Public Benefit Entity (PBE) Standards Reduced Disclosure Regime as appropriate to public benefit entities that qualify for Tier 2 reporting. The school is considered a Public Benefit Entity as it meets the criteria specified as “having a primary objective to provide goods and/or services for community or social benefit and where any equity has been provided with a view to supporting that primary objective rather than for financial return to equity holders”.

###### ***PBE Accounting Standards Reduced Disclosure Regime***

The School qualifies for Tier 2 as the school is not publicly accountable and is not considered large as it falls below the expenditure threshold of \$30 million per year. All relevant reduced disclosure concessions have been taken.

###### ***Measurement Base***

The financial statements are prepared on the historical cost basis unless otherwise noted in a specific accounting policy.

###### ***Presentation Currency***

These financial statements are presented in New Zealand dollars, rounded to the nearest dollar.

###### ***Specific Accounting Policies***

The accounting policies used in the preparation of these financial statements are set out below.



### **Critical Accounting Estimates And Assumptions**

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

#### *Cyclical maintenance*

A school recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's long term maintenance plan which is prepared as part of its 10 Year Property Planning process. During the year, the Board assesses the reasonableness of its 10 Year Property Plan on which the provision is based. Cyclical maintenance is disclosed at note 14.

#### *Useful lives of property, plant and equipment*

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

### **Critical Judgements in applying accounting policies**

Management has exercised the following critical judgements in applying accounting policies:

#### *Classification of leases*

Determining whether a lease is a finance lease or an operating lease requires judgement as to whether the lease transfers substantially all the risks and rewards of ownership to the school. Judgement is required on various aspects that include, but are not limited to, the fair value of the leased asset, the economic life of the leased asset, whether or not to include renewal options in the lease term, and determining an appropriate discount rate to calculate the present value of the minimum lease payments. Classification as a finance lease means the asset is recognised in the statement of financial position as property, plant, and equipment, whereas for an operating lease no such asset is recognised.

#### *Recognition of grants*

The School reviews the grants monies received at the end of each reporting period and whether any require a provision to carry forward amounts unspent. The School believes all grants received have been appropriately recognised as a liability if required. Government grants are disclosed at note 2.

## **c) Revenue Recognition**

### **Government Grants**

The school receives funding from the Ministry of Education. The following are the main types of funding that the School receives;

Operational grants are recorded as revenue when the School has the rights to the funding, which is in the year that the funding is received.

Teachers salaries grants are recorded as revenue when the School has the rights to the funding in the salary period they relate to. The grants are not received in cash by the School and are paid directly to teachers by the Ministry of Education.

Use of land and buildings grants are recorded as revenue in the period the School uses the land and buildings. These are not received in cash by the School as they equate to the deemed expense for using the land and buildings which are owned by the Crown.

**Other Grants**

Other grants are recorded as revenue when the School has the rights to the funding, unless there are unfulfilled conditions attached to the grant, in which case the amount relating to the unfulfilled conditions is recognised as a liability and released to revenue as the conditions are fulfilled.

**Donations, Gifts and Bequests**

Donations, gifts and bequests are recorded as revenue when their receipt is formally acknowledged by the School.

**Interest Revenue**

Interest Revenue earned on cash and cash equivalents and investments is recorded as revenue in the period it is earned.

**d) Use of Land and Buildings Expense**

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. The School's use of the land and buildings as occupant is based on a property occupancy document as gazetted by the Ministry. The expense is based on an assumed market rental yield on the value of land and buildings as used for rating purposes. This is a non-cash expense that is offset by a non-cash grant from the Ministry.

**e) Operating Lease Payments**

Payments made under operating leases are recognised in the Statement of Comprehensive Revenue and Expense on a straight line basis over the term of the lease.

**f) Finance Lease Payments**

Finance lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the lease term on an effective interest basis.

**g) Cash and Cash Equivalents**

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

**h) Accounts Receivable**

Short-term receivables are recorded at the amount due, less an allowance for credit losses (uncollectable debts). The schools receivables are largely made up of funding from the Ministry of Education, therefore the level of uncollectable debts is not considered to be material. However, short-term receivables are written off when there is no reasonable expectation of recovery.

**i) Inventories**

Inventories are consumable items held for sale and comprise of stationery and school uniforms. They are stated at the lower of cost and net realisable value. Cost is determined on a first in, first out basis. Net realisable value is the estimated selling price in the ordinary course of activities less the estimated costs necessary to make the sale. Any write down from cost to net realisable value is recorded as an expense in the Statement of Comprehensive Revenue and Expense in the period of the write down.

## **j) 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.

## **k) 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 are depreciated over their estimated useful lives on a straight line 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	7-40 years
Furniture and equipment	1-25 years
Information and communication technology	2-5 years
Motor vehicles	3-5 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Dimishing Value

## **l) Intangible Assets**

### *Software costs*

Computer software acquired by the School are capitalised on the basis of the costs incurred to acquire and bring to use the specific software. Costs associated with subsequent maintenance or licensing of software are recognised as an expense in the Statement of Comprehensive Revenue and Expense when incurred.

Computer software licences with individual values under \$1,000 are not capitalised, they are recognised as an expense in the Statement of Comprehensive Revenue and Expense when incurred.

Computer software that the school receives from the Ministry of Education is normally acquired through a non-exchange transaction and is not of a material amount. It's fair value can be assessed at time of acquisition if no other methods lead to a fair value determination. Computer software purchased directly from suppliers at market rates are considered exchange transactions and the fair value is the amount paid for the software.

The carrying value of software is amortised on a straight line basis over its useful life. The useful life of software is estimated as three years. The amortisation charge for each period and any impairment loss is recorded in the Statement of Comprehensive Revenue and Expense.

## **m) 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.

## **n) 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.

## **o) 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.

## **p) Revenue Received in Advance**

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

The School holds sufficient funds to enable the refund of unearned fees in relation to international students, should the School be unable to provide the services to which they relate.

## **q) Funds Held in Trust**

Funds are held in trust where they have been received by the School for a specified purpose, or are being held on behalf of a third party and these transactions are not recorded in the Statement of Revenue and Expense.

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

## **r) Shared Funds**

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

## **s) 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).

## **t) 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.

**u) 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.

**v) 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.

**w) Budget Figures**

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

**x) 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	794,195	760,751	671,821
Teachers' Salaries Grants	1,219,920	-	1,401,460
Use of Land and Buildings Grants	637,806	-	648,838
Resource Teachers Learning and Behaviour Grants	1,008	-	1,006
Other MoE Grants	162,249	32,285	134,532
Other Government Grants	2,972	-	31,927
	<u>2,818,150</u>	<u>793,036</u>	<u>2,889,584</u>

The school has opted in to the donations scheme for this year. Total amount received was \$20,850.

## 3. Locally Raised Funds

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

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
<b>Revenue</b>			
Donations	15,001	-	3,022
Bequests & Grants	-	-	9,500
Activities	11,375	-	22,295
Trading	419	-	(1,665)
Fundraising	4,963	-	25,708
	<u>31,758</u>	<u>-</u>	<u>58,860</u>
<b>Expenses</b>			
Activities	-	-	21
Trading	19,869	-	5,551
	<u>19,869</u>	<u>-</u>	<u>5,572</u>
<i>Surplus for the year Locally raised funds</i>	<u>11,889</u>	<u>-</u>	<u>53,288</u>

## 4. Learning Resources

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Curricular	155,153	329,482	87,220
Library Resources	46	-	882
Employee Benefits - Salaries	1,526,652	-	1,585,250
Staff Development	6,155	-	9,514
Equipment Repairs	24,514	-	19,709
	<u>1,712,520</u>	<u>329,482</u>	<u>1,702,575</u>

## 5. Administration

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Audit Fee	5,470	-	6,513
Board of Trustees Fees	2,485	-	2,100
Board of Trustees Expenses	40,007	-	127,501
Communication	2,182	-	2,089
Consumables	11,216	-	13,359
Operating Lease	(2,626)	-	-
Other	15,211	-	35,899
Employee Benefits - Salaries	178,311	-	140,754
Insurance	5,138	-	5,289
Service Providers, Contractors and Consultancy	15,975	-	7,594
	<u>273,369</u>	<u>-</u>	<u>341,098</u>

## 6. Property

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Caretaking and Cleaning Consumables	21,477	-	10,925
Cyclical Maintenance Expense	17,063	-	8,150
Grounds	6,582	-	3,885
Heat, Light and Water	36,880	-	34,988
Rates	(5,889)	-	13,353
Repairs and Maintenance	13,638	-	5,767
Use of Land and Buildings	637,806	-	648,838
Security	6,288	-	8,636
Employee Benefits - Salaries	154,035	-	93,433
School Vehicles	4,999	-	2,699
	<u>892,879</u>	<u>-</u>	<u>830,674</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 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Buildings	35	-	35
Building Improvements	2,030	-	2,030
Furniture and Equipment	36,789	-	36,067
Information and Communication Technology	11,555	-	5,320
Motor Vehicles	11,167	-	14,281
Leased Assets	25,720	-	15,967
Library Resources	506	-	532
	<u>87,802</u>	<u>-</u>	<u>74,232</u>



## 8. Cash and Cash Equivalents

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Cash on Hand	200	-	37
Bank Current Account	22,274	854,886	203,430
Bank Call Account	87,742	-	166,601
Cash and cash equivalents for Statement of Cash Flows	<u>110,216</u>	<u>854,886</u>	<u>370,068</u>

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

Of the \$110,216 Cash and Cash Equivalents \$5,816 is held by the School on behalf of the Ministry of Education. These funds are required to be spent in 2021 on Crown owned school buildings under the School's Five Year Property Plan.

## 9. Accounts Receivable

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Receivables	14,512	12,140	17,728
Interest Receivable	506	-	-
Teacher Salaries Grant Receivable	125,757	95,050	75,850
	<u>140,775</u>	<u>107,190</u>	<u>93,578</u>

Receivables from Exchange Transactions	15,018	12,140	17,728
Receivables from Non-Exchange Transactions	125,757	95,050	75,850
	<u>140,775</u>	<u>107,190</u>	<u>93,578</u>

## 10. Inventories

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Uniforms	-	9,321	12,629
	<u>-</u>	<u>9,321</u>	<u>12,629</u>

## 11. Investments

The School's investment activities are classified as follows:

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Current Asset Short-term Bank Deposits	334,498	315,841	326,432
Total Investments	<u>334,498</u>	<u>315,841</u>	<u>326,432</u>

## 12. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2020	\$	\$	\$	\$	\$	\$
Buildings	123	-	-	-	(35)	88
Building Improvements	14,564	-	-	-	(2,030)	12,534
Furniture and Equipment	184,415	60,856	-	-	(36,789)	208,482
Information and Communication Tech	21,130	35,341	-	-	(11,555)	44,916
Motor Vehicles	14,269	40,604	-	-	(11,167)	43,706
Leased Assets	25,638	45,882	-	-	(25,720)	45,800
Library Resources	3,726	317	-	-	(506)	3,537
<b>Balance at 31 December 2020</b>	<b>263,865</b>	<b>183,000</b>	<b>-</b>	<b>-</b>	<b>(87,802)</b>	<b>359,063</b>

The net carrying value of equipment held under a finance lease is \$45,800 (2019: \$25,638)

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2020	\$	\$	\$
Buildings	260	(172)	88
Building Improvements	36,246	(23,712)	12,534
Furniture and Equipment	489,327	(280,845)	208,482
Information and Communication	184,654	(139,738)	44,916
Motor Vehicles	88,209	(44,503)	43,706
Leased Assets	95,111	(49,311)	45,800
Library Resources	7,725	(4,188)	3,537
<b>Balance at 31 December 2020</b>	<b>901,532</b>	<b>(542,469)</b>	<b>359,063</b>

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2019	\$	\$	\$	\$	\$	\$
Buildings	158	-	-	-	(35)	123
Building Improvements	16,594	-	-	-	(2,030)	14,564
Furniture and Equipment	208,506	11,976	-	-	(36,067)	184,415
Information and Communication Tech	20,796	5,654	-	-	(5,320)	21,130
Motor Vehicles	28,550	-	-	-	(14,281)	14,269
Leased Assets	12,341	29,264	-	-	(15,967)	25,638
Library Resources	4,258	-	-	-	(532)	3,726
<b>Balance at 31 December 2019</b>	<b>291,203</b>	<b>46,894</b>	<b>-</b>	<b>-</b>	<b>(74,232)</b>	<b>263,865</b>

The net carrying value of equipment held under a finance lease is \$25,638 (2018: \$12,341)

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2019	\$	\$	\$
Buildings	260	(137)	123
Building Improvements	36,246	(21,682)	14,564
Furniture and Equipment	428,472	(244,057)	184,415
Information and Communication	150,643	(129,513)	21,130
Motor Vehicles	72,847	(58,578)	14,269
Leased Assets	78,114	(52,476)	25,638
Library Resources	7,409	(3,683)	3,726
<b>Balance at 31 December 2019</b>	<b>773,991</b>	<b>(510,126)</b>	<b>263,865</b>

### 13. Accounts Payable

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Operating Creditors	53,609	18,988	19,365
Accruals	8,230	-	5,260
Banking Staffing Overuse	-	5,198	1,422
Employee Entitlements - Salaries	125,757	95,050	75,850
Employee Entitlements - Leave Accrual	74,559	72,188	73,318
	<u>262,155</u>	<u>191,424</u>	<u>175,215</u>
Payables for Exchange Transactions	262,155	191,424	175,215
Payables for Non-exchange Transactions - Taxes Payable (PAYE and Rates)	-	-	-
Payables for Non-exchange Transactions - Other	-	-	-
	<u>262,155</u>	<u>191,424</u>	<u>175,215</u>

The carrying value of payables approximates their fair value.

### 14. Provision for Cyclical Maintenance

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Provision at the Start of the Year	57,050	48,900	48,900
Increase to the Provision During the Year	12,078	-	8,150
Adjustment to the Provision	4,985	-	-
Provision at the End of the Year	<u>74,113</u>	<u>48,900</u>	<u>57,050</u>
Cyclical Maintenance - Current	47,277	-	33,250
Cyclical Maintenance - Term	26,836	48,900	23,800
	<u>74,113</u>	<u>48,900</u>	<u>57,050</u>

### 15. Finance Lease Liability

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

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
No Later than One Year	29,904	7,461	7,772
Later than One Year and no Later than Five Years	32,091	21,644	40,428
	<u>61,995</u>	<u>29,105</u>	<u>48,200</u>

## 16. Funds Owed (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 Contribution/ (Write-off to R&M)	Closing Balances \$
Water Tank	<i>in progress</i>	-	42,082	(36,266)	-	(5,816)
Roadway and Access	<i>in progress</i>	-	-	(19,237)	-	19,237
Security upgrade	<i>in progress</i>	-	-	(25,370)	-	25,370
Totals		-	42,082	(80,873)	-	38,791

### Represented by:

Funds Held on Behalf of the Ministry of Education	(5,816)
Funds Due from the Ministry of Education	44,607
	<u>38,791</u>

	2019	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contribution/ (Write-off to R&M)	Closing Balances \$
Totals		-	-	-	-	-

## 17. Related Party Transactions

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

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

## 18. Remuneration

### Key management personnel compensation

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

	<b>2020</b>	<b>2019</b>
	<b>Actual</b>	<b>Actual</b>
	<b>\$</b>	<b>\$</b>
<i>Board Members</i>		
Remuneration	2,485	2,100
Full-time equivalent members	0.08	0.54
<i>Leadership Team</i>		
Remuneration	662,042	599,593
Full-time equivalent members	6.79	6.00
Total key management personnel remuneration	<u>664,527</u>	<u>601,693</u>
Total full-time equivalent personnel	<u>6.87</u>	<u>6.54</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:

	<b>2020</b>	<b>2019</b>
	<b>Actual</b>	<b>Actual</b>
	<b>\$000</b>	<b>\$000</b>
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	140 - 150	120 - 130
Benefits and Other Emoluments	4 - 5	2 - 3
Termination Benefits	-	-

### Other Employees

The number of other employees with remuneration greater than \$100,000 was in the following bands:

<b>Remuneration</b>	<b>2020</b>	<b>2019</b>
<b>\$000</b>	<b>FTE Number</b>	<b>FTE Number</b>
100 - 110	1.00	3.00
	<u>1.00</u>	<u>3.00</u>

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

## 19. Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be trustees, committee member, or employees during the financial year in relation to that cessation and number of persons to whom all or part of that total was payable was as follows:

	<b>2020</b>	<b>2019</b>
	<b>Actual</b>	<b>Actual</b>
Total	-	\$38,043
Number of People	-	1

## 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) Contract for the Water Tank as agent for the Ministry of Education. This project is fully funded by the Ministry and \$42,082 has been received (2019:\$0) of which \$36,266 has been spent (2019:\$0) on the project to balance date. This project has been approved by the Ministry; and

(b) Contract for the Roadway and Access as agent for the Ministry of Education. This project is fully funded by the Ministry and \$0 has been received of which \$19,237 has been spent (2019:\$0) on the project to balance date. This project has been approved by the Ministry; and

(c) Contract for the Security upgrade as agent for the Ministry of Education. This project is fully funded by the Ministry and \$0 has been received of which \$25,370 has been spent (2019:\$0) on the project to balance date. This project has been approved by the Ministry.

(Capital commitments as at 31 December 2019:Nil)

### (b) Operating Commitments

As at 31 December 2020 the Board has entered into the following contracts:

(a) operating lease of photocopiers;

	<b>2020 Actual \$</b>	<b>2019 Actual \$</b>
No later than One Year	-	8,691
Later than One Year and No Later than Five Years	-	15,209
Later than Five Years	-	-
	<u>-</u>	<u>23,900</u>

## 22. Managing Capital

The School's capital is its equity and comprises capital contributions from the Ministry of Education for property, plant and equipment and accumulated surpluses and deficits. The School does not actively manage capital but attempts to ensure that income exceeds spending in most years. Although deficits can arise as planned in particular years, they are offset by planned surpluses in previous years or ensuing years.

### 23. Financial Instruments

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

#### Financial assets measured at amortised cost

	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Cash and Cash Equivalents	110,216	854,886	370,068
Receivables	140,775	107,190	93,578
Investments - Term Deposits	334,498	315,841	326,432
Total Financial assets measured at amortised cost	<u>585,489</u>	<u>1,277,917</u>	<u>790,078</u>

#### Financial liabilities measured at amortised cost

Payables	262,155	191,424	175,215
Borrowings - Loans	-	-	-
Finance Leases	57,443	29,105	48,200
Painting Contract Liability	-	-	-
Total Financial Liabilities Measured at Amortised Cost	<u>319,598</u>	<u>220,529</u>	<u>223,415</u>

### 24. Events After Balance Date

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

### 25. Comparatives

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

## **Te Kura Kaupapa Maori o Pukemiro**

### **Kiwisport**

Kiwisport is a Government funding initiative to support students' participation in organised sport. In 2020, the school received total Kiwisport funding of \$0 (excluding GST). The funding was spent on sporting endeavours.