

OMANAIA SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

School Directory

Ministry Number: 1060

Principal: Jon Smith

School Address: Omanaia Road, Omanaia

School Postal Address: Omanaia Road RD 3, Kaikohe, 0473

School Phone: 09 405 7786

School Email: School Office <admin@omanaia.school.nz>

Members of the Board of Trustees

Name	Position	How Position Gained	Term Expires/ Expired
Angela Pomare	Chairperson	Elected	Jun 2022
Jon Smith	Principal	ex Officio	
Tanya Filia	Parent Rep	Elected	Jun 2022
Eliza Ingram	Parent Rep	Elected	Jun 2022
April Hauraki	Parent Rep	Elected	Jun 2022
Teinia Smith	Parent Rep	Elected	Jun 2022
Charlie Waata	Staff Rep	Elected	Jun 2022

Accountant / Service Provider: Education Services Ltd

OMANAIA SCHOOL

Annual Report - For the year ended 31 December 2020

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Omanaia 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:

Omanaia 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	835,010	594,607	658,349
Locally Raised Funds	3	24,341	6,600	18,046
Interest income		132	-	626
Gain on Sale of Property, Plant and Equipment		134	-	1,156
		<hr/>	<hr/>	<hr/>
		859,617	601,207	678,177
Expenses				
Locally Raised Funds	3	9,615	8,700	7,080
Learning Resources	4	478,697	334,170	378,637
Administration	5	46,277	34,430	37,733
Finance		4,151	2,073	1,424
Property	6	240,221	195,491	206,669
Depreciation	7	26,669	16,343	17,032
Loss on Disposal of Property, Plant and Equipment		426	-	-
		<hr/>	<hr/>	<hr/>
		806,056	591,207	648,575
Net Surplus / (Deficit) for the year		53,561	10,000	29,602
Other Comprehensive Revenue and Expenses		-	-	-
Total Comprehensive Revenue and Expense for the Year		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
		53,561	10,000	29,602

The above Statement of Comprehensive Revenue and Expense should be read in conjunction with the accompanying notes which form part of these financial statements.

Omanaia 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		66,678	45,039	37,076
Total comprehensive revenue and expense for the year		53,561	10,000	29,602
Capital Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		3,797	-	-
Adjustment to Accumulated surplus/(deficit) from adoption of PBE IFRS 9		-	-	-
Equity at 31 December	22	124,036	55,039	66,678
Retained Earnings		124,036	55,039	66,678
Equity at 31 December		124,036	55,039	66,678

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.

Omanaia 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	130,937	37,770	23,136
Accounts Receivable	9	31,344	23,007	22,586
GST Receivable		-	1,055	2,267
Prepayments		1,106	337	5,686
Inventories	10	1,356	1,209	1,211
Funds owed for Capital Works Projects	16	-	-	17,256
		<u>164,743</u>	<u>63,378</u>	<u>72,142</u>
Current Liabilities				
GST Payable		2,454	-	-
Accounts Payable	12	59,627	70,890	53,589
Revenue Received in Advance	13	-	-	4,341
Provision for Cyclical Maintenance	14	48,852	9,253	48,308
Finance Lease Liability - Current Portion	15	24,699	4,657	5,791
Funds held for Capital Works Projects	16	28,833	-	-
		<u>164,465</u>	<u>84,800</u>	<u>112,029</u>
Working Capital Surplus/(Deficit)		278	(21,422)	(39,887)
Non-current Assets				
Property, Plant and Equipment	11	204,404	77,390	129,339
		<u>204,404</u>	<u>77,390</u>	<u>129,339</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	14	2,500	-	2,000
Finance Lease Liability	15	78,146	929	20,774
		<u>80,646</u>	<u>929</u>	<u>22,774</u>
Net Assets		<u>124,036</u>	<u>55,039</u>	<u>66,678</u>
Equity		<u>124,036</u>	<u>55,039</u>	<u>66,678</u>

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

Omanaia School
Statement of Cash Flows
For the year ended 31 December 2020

		2020	2020 Budget	2019
	Note	Actual \$	(Unaudited) \$	Actual \$
Cash flows from Operating Activities				
Government Grants		260,122	188,460	165,945
Locally Raised Funds		19,132	6,000	22,387
Goods and Services Tax (net)		4,721	-	(1,212)
Payments to Employees		(115,354)	(82,100)	(70,093)
Payments to Suppliers		(78,462)	(85,337)	(87,467)
Interest Paid		(4,151)	(2,073)	(1,424)
Interest Received		132	-	626
Net cash from Operating Activities		86,140	24,950	28,762
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(12,540)	-	(23,091)
Net cash from Investing Activities		(12,540)	-	(23,091)
Cash flows from Financing Activities				
Furniture and Equipment Grant		3,797	-	-
Finance Lease Payments		(15,685)	(8,401)	(6,832)
Funds Held for Capital Works Projects		46,089	-	3,076
Net cash from Financing Activities		34,201	(8,401)	(3,756)
Net increase/(decrease) in cash and cash equivalents		107,801	16,549	1,915
Cash and cash equivalents at the beginning of the year	8	23,136	21,221	21,221
Cash and cash equivalents at the end of the year	8	130,937	37,770	23,136

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 Cash Flow Statement should be read in conjunction with the accompanying notes which form part of these financial statements.

Omanaia School

Notes to the Financial Statements

For the year ended 31 December 2020

1. Statement of Accounting Policies

a) Reporting Entity

Omanaia 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 Act 1989 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 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 carryforward 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.

Property, plant and equipment acquired with individual values under \$500 are not capitalised, they are recognised as an expense in the Statement of Comprehensive Revenue and Expense.

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:

Buildings	40 years
Furniture and Equipment	5-18 years
Information and Communication	4 years
Leased Assets	4 years
Library Resources	8 years
Leased assets held under a Finance Lease	Term of Lease

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. Its 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.

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

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 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 "loans and receivables" 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 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 at the start of the year.

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 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Operational Grants	239,782	188,060	185,884
Teachers' Salaries Grants	389,132	251,421	301,663
Use of Land and Buildings Grants	183,857	154,726	165,486
Resource Teachers Learning and Behaviour Grants	-	-	1,350
Other MoE Grants	22,239	400	3,966
	<u>835,010</u>	<u>594,607</u>	<u>658,349</u>

The school has opted in to the donations scheme for this year. Total amount received was \$7,200.

3. Locally Raised Funds

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

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Revenue			
Bequests & Grants	14,864	-	10,324
Activities	2,465	600	113
Trading	1,462	1,000	2,359
Fundraising	300	-	-
Other Revenue	5,250	5,000	5,250
	<u>24,341</u>	<u>6,600</u>	<u>18,046</u>
Expenses			
Activities	-	4,600	-
Trading	5,810	1,800	3,753
Fundraising (Costs of Raising Funds)	-	-	3,121
Other Locally Raised Funds Expenditure	3,805	2,300	206
	<u>9,615</u>	<u>8,700</u>	<u>7,080</u>
<i>Surplus/(Deficit) for the year Locally raised funds</i>	<u>14,726</u>	<u>(2,100)</u>	<u>10,966</u>

4. Learning Resources

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Curricular	14,885	15,249	37,431
Employee Benefits - Salaries	455,690	301,421	333,720
Staff Development	1,969	7,500	5,541
Equipment Repairs	6,153	10,000	1,945
	<u>478,697</u>	<u>334,170</u>	<u>378,637</u>

5. Administration

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Audit Fee	3,700	3,700	3,600
Board of Trustees Fees	2,330	2,500	2,195
Board of Trustees Expenses	903	300	2,230
Communication	1,492	1,680	1,162
Consumables	2,409	3,050	3,030
Other	12,724	5,100	5,406
Employee Benefits - Salaries	15,837	12,100	13,712
Insurance	1,702	1,500	1,290
Service Providers, Contractors and Consultancy	5,180	4,500	5,108
	<u>46,277</u>	<u>34,430</u>	<u>37,733</u>

6. Property

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Caretaking and Cleaning Consumables	7,154	2,300	2,564
Cyclical Maintenance Expense	1,044	6,865	1,171
Grounds	2,487	2,800	878
Heat, Light and Water	5,844	4,300	5,981
Rates	389	500	295
Repairs and Maintenance	2,237	1,000	2,423
Use of Land and Buildings	183,857	154,726	165,486
Employee Benefits - Salaries	34,651	20,000	26,675
Transport	2,558	3,000	1,196
	<u>240,221</u>	<u>195,491</u>	<u>206,669</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	2,100	2,015	2,100
Building Improvements	1,683	1,362	1,419
Furniture and Equipment	5,693	4,560	4,752
Information and Communication Technology	1,661	2,507	2,613
Leased Assets	15,532	5,899	6,148
	<u>26,669</u>	<u>16,343</u>	<u>17,032</u>

8. Cash and Cash Equivalents

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Bank Current Account	113,802	32,820	11,516
Bank Call Account	17,135	4,950	11,620
Cash equivalents for Cash Flow Statement	<u>130,937</u>	<u>37,770</u>	<u>23,136</u>

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

Of the \$130,937 Cash and Cash Equivalents \$43,161 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	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Receivables	2,033	1,265	1,165
Banking Staffing Underuse	-	3,076	-
Teacher Salaries Grant Receivable	29,311	18,666	21,421
	<u>31,344</u>	<u>23,007</u>	<u>22,586</u>
Receivables from Exchange Transactions	2,033	1,265	1,165
Receivables from Non-Exchange Transactions	29,311	21,742	21,421
	<u>31,344</u>	<u>23,007</u>	<u>22,586</u>

10. Inventories

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Uniforms	1,356	1,209	1,211
	<u>1,356</u>	<u>1,209</u>	<u>1,211</u>

11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
	\$	\$	\$	\$	\$	\$
2020						
Land	8,000	-	-	-	-	8,000
Buildings	52,851	-	-	-	(2,100)	50,751
Building Improvements	10,571	2,920	-	-	(1,683)	11,808
Furniture and Equipment	33,658	1,562	(426)	-	(5,693)	29,101
Information and Communication Tech	1,330	8,058	-	-	(1,661)	7,727
Leased Assets	22,929	89,620	-	-	(15,532)	97,017
Balance at 31 December 2020	129,339	102,160	(426)	-	(26,669)	204,404

	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$
2020			
Land	8,000	-	8,000
Buildings	84,000	(33,249)	50,751
Building Improvements	33,912	(22,104)	11,808
Furniture and Equipment	72,441	(43,340)	29,101
Information and Communication	23,023	(15,296)	7,727
Leased Assets	115,709	(18,692)	97,017
Balance at 31 December 2020	337,085	(132,681)	204,404

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
	\$	\$	\$	\$	\$	\$
2019						
Land	8,000	-	-	-	-	8,000
Buildings	54,951	-	-	-	(2,100)	52,851
Building Improvements	8,511	3,479	-	-	(1,419)	10,571
Furniture and Equipment	18,798	19,612	-	-	(4,752)	33,658
Information and Communication Technology	3,943	-	-	-	(2,613)	1,330
Leased Assets	4,401	24,720	(44)	-	(6,148)	22,929
Balance at 31 December 2019	98,604	47,811	(44)	-	(17,032)	129,339

	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$
2019			
Land	8,000	-	8,000
Buildings	84,000	(31,149)	52,851
Building Improvements	68,542	(57,971)	10,571
Furniture and Equipment	104,229	(70,571)	33,658
Information and Communication	26,806	(25,476)	1,330
Leased Assets	27,523	(4,594)	22,929
Library Resources	19,651	(19,651)	-
Balance at 31 December 2019	338,751	(209,412)	129,339

12. Accounts Payable

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Operating Creditors	19,005	21,567	22,651
Accruals	3,700	3,500	3,600
Banking Staffing Overuse	-	23,595	-
Employee Entitlements - Salaries	29,311	18,666	21,421
Employee Entitlements - Leave Accrual	7,611	3,562	5,917
	<u>59,627</u>	<u>70,890</u>	<u>53,589</u>
Payables for Exchange Transactions	59,627	70,890	53,589
Payables for Non-exchange Transactions - Taxes Payable (PAYE and Rates)	-	-	-
Payables for Non-exchange Transactions - Other	-	-	-
	<u>59,627</u>	<u>70,890</u>	<u>53,589</u>

The carrying value of payables approximates their fair value.

13. Revenue Received in Advance

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Revenue Received In Advance	-	-	4,341
	<u>-</u>	<u>-</u>	<u>4,341</u>

14. Provision for Cyclical Maintenance

	2020	2020 Budget	2019
	Actual	(Unaudited)	Actual
	\$	\$	\$
Provision at the Start of the Year	50,308	2,388	49,137
Increase to the Provision During the Year	5,648	6,865	1,171
Adjustment to the Provision	(4,604)	-	-
Provision at the End of the Year	<u>51,352</u>	<u>9,253</u>	<u>50,308</u>
Cyclical Maintenance - Current	48,852	9,253	48,308
Cyclical Maintenance - Term	2,500	-	2,000
	<u>51,352</u>	<u>9,253</u>	<u>50,308</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	31,168	4,657	7,835
Later than One Year and no Later than Five Years	86,149	929	24,030
	<u>117,317</u>	<u>5,586</u>	<u>31,865</u>

16. Funds Held (Owed) 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
		\$	\$	\$		\$
Boundary Fence	<i>in progress</i>	(12,550)	-	-	-	(12,550)
Heater Replacement	<i>completed</i>	482	-	(482)	-	-
Rebuild Driveway	<i>completed</i>	(5,188)	5,188	-	-	-
SIP Junior Playground	<i>in progress</i>	-	45,000	(1,839)	-	43,161
Heat Pump Units Blcoks 1,4&11	<i>in progress</i>	-	-	(1,778)	-	(1,778)
Totals		<u>(17,256)</u>	<u>50,188</u>	<u>(4,099)</u>	<u>-</u>	<u>28,833</u>

Represented by:

Funds Held on Behalf of the Ministry of Education	43,161
Funds Due from the Ministry of Education	(14,328)
	<u>28,833</u>

	2019	Opening Balances	Receipts from MoE	Payments	BOT Contribution/ (Write-off to R&M)	Closing Balances
		\$	\$	\$		\$
Boundary Fence	<i>in progress</i>	(12,550)	-	-	-	(12,550)
Heater Replacement	<i>in progress</i>	482	-	-	-	482
Rebuild Driveway	<i>in progress</i>	(5,188)	-	-	-	(5,188)
Totals		<u>(17,256)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(17,256)</u>

17. Related Party Transactions

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

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

18. Remuneration

Key management personnel compensation

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

	2020 Actual \$	2019 Actual \$
<i>Board Members</i>		
Remuneration	2,330	2,195
Full-time equivalent members	0.12	0.13
<i>Leadership Team</i>		
Remuneration	115,305	106,379
Full-time equivalent members	1.00	1.00
Total key management personnel remuneration	<u>117,635</u>	<u>108,574</u>
Total full-time equivalent personnel	<u>1.12</u>	<u>1.13</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 Actual \$000	2019 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	110 - 120	100 - 110
Benefits and Other Emoluments	-	-
Termination Benefits	-	-

Other Employees

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

Remuneration \$000	2020 FTE Number	2019 FTE Number
100 - 110	-	-
	<u>0.00</u>	<u>0.00</u>

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

19. Compensation and Other Benefits Upon Leaving

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

	2020 Actual	2019 Actual
Total	-	-
Number of People	-	-

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 Boundary Fence as agent for the Ministry of Education. This project is fully funded by the Ministry and \$88,200 has been received of which \$100,750 has been spent on the project to balance date. This project has been approved by the Ministry (2019: as in 2020); and

(b) \$54,800 contract for the SIP Junior Playground as agent for the Ministry of Education. This project is fully funded by the Ministry and \$45,000 has been received of which \$1,839 has been spent on the project to balance date. This project has been approved by the Ministry; and

(c) \$26,400 contract for the Heat Pump Units Blcoks 1,4&11 as agent for the Ministry of Education. This project is fully funded by the Ministry and \$0 has been received of which \$1,778 has been spent on the project to balance date. This project has been approved by the Ministry.

(Capital commitments as at 31 December 2019:

(a) \$8,596 contract for the Heater Replacement as agent for the Ministry of Education. This project is fully funded by the Ministry and \$7,736 has been received of which \$7,254 has been spent on the project to balance date. This project has been approved by the Ministry; and

(b) \$27,050 contract for the Rebuild Driveway as agent for the Ministry of Education. This project is fully funded by the Ministry and \$24,345 has been received of which \$29,533 has been spent on the project to balance date. This project has been approved by the Ministry.)

(b) Operating Commitments

There are no operating commitments as at 31 December 2020 (Operating 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	130,937	37,770	23,136
Receivables	31,344	23,007	22,586
Investments - Term Deposits	-	-	-
Total Financial assets measured at amortised cost	<u>162,281</u>	<u>60,777</u>	<u>45,722</u>

Financial liabilities measured at amortised cost

Payables	59,627	70,890	53,589
Borrowings - Loans	-	-	-
Finance Leases	102,845	5,586	26,565
Painting Contract Liability	-	-	-
Total Financial Liabilities Measured at Amortised Cost	<u>162,472</u>	<u>76,476</u>	<u>80,154</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.

Omanaia School

Kiwisport

Kiwisport is a Government funding initiative to support students' participation in organised sport. In 2020, the school received total Kiwisport funding of \$760 (excluding GST). The funding was spent on sporting endeavours.