

TAURANGA INTERMEDIATE

GROUP ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

School Directory

Ministry Number: 1990

Principal: Cameron Mitchell

School Address: 30 18th Avenue, The Avenues

School Postal Address: P O Box 2141, Seventh Avenue, Tauranga, 3140

School Phone: 07 578 4401

School Email: claudias@tauranga-int.school.nz

Accountant / Service Provider:

Education Services.
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TAURANGA INTERMEDIATE

Group Annual Report - For the year ended 31 December 2022

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Tauranga Intermediate

Statement of Responsibility

For the year ended 31 December 2022

The Board accepts responsibility for the preparation of the annual financial statements and the judgements used in these financial statements.

The management (including the principal and others as directed by the Board) accepts responsibility for establishing and maintaining a system of internal controls designed to provide reasonable assurance as to the integrity and reliability of the school's financial reporting.

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2022 fairly reflects the financial position and operations of the school.

The School's 2022 consolidated financial statements are authorised for issue by the Board.

Bruce Mark Cameron

Full Name of Presiding Member

CAMERON BLAIR MITCHELL

Full Name of Principal

BM Cameron

Signature of Presiding Member

[Signature]

Signature of Principal

31 MAY 2023

Date:

31 MAY 2023

Date:



Tauranga Intermediate
Statement of Comprehensive Revenue and Expense
For the year ended 31 December 2022

	Notes	2022	School 2022	2021	2022	Group 2022	2021
		Actual \$	Budget (Unaudited) \$	Actual \$	Actual \$	Budget (Unaudited) \$	Actual \$
Revenue							
Government Grants	2	10,588,443	10,171,590	10,236,317	10,588,443	10,171,590	10,236,317
Locally Raised Funds	3	734,821	444,850	861,040	1,085,841	444,850	1,238,567
Interest Income		30,614	20,000	17,123	33,000	20,000	23,323
Gain on Sale of Property, Plant and Equipment		26,713	-	-	29,843	-	-
Other Revenue		13,422	-	-	14,892	-	6,823
		<u>11,394,013</u>	<u>10,636,440</u>	<u>11,114,480</u>	<u>11,752,028</u>	<u>10,636,440</u>	<u>11,505,030</u>
Expenses							
Locally Raised Funds	3	566,222	390,440	545,541	578,551	390,440	541,525
Learning Resources	4	8,073,185	7,605,274	7,768,225	8,299,320	7,605,274	7,968,565
Administration	5	588,400	489,515	452,164	593,667	489,515	454,059
Finance		6,586	6,403	9,542	6,586	6,403	9,542
Property	6	2,420,564	2,648,868	2,237,703	2,420,564	2,648,868	2,237,703
Loss on Disposal of Property, Plant and Equipment	11	1,518	-	-	1,518	-	103
		<u>11,656,475</u>	<u>11,140,500</u>	<u>11,013,175</u>	<u>11,900,206</u>	<u>11,140,500</u>	<u>11,212,297</u>
Net Surplus / (Deficit) for the year		<u>(262,462)</u>	<u>(504,060)</u>	<u>101,305</u>	<u>(148,178)</u>	<u>(504,060)</u>	<u>292,733</u>
Other Comprehensive Revenue and Expense		-	-	-	-	-	-
Total Comprehensive Revenue and Expense for the Year		<u>(262,462)</u>	<u>(504,060)</u>	<u>101,305</u>	<u>(148,178)</u>	<u>(504,060)</u>	<u>292,733</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.

Tauranga Intermediate
Statement of Changes in Net Assets/Equity
For the year ended 31 December 2022

	Notes	2022	School	2021	2022	Group	2021
		Actual \$	2022 Budget (Unaudited) \$	Actual \$	Actual \$	2022 Budget (Unaudited) \$	Actual \$
Equity at 1 January		5,273,797	4,312,507	5,115,609	7,600,353	4,312,507	7,250,740
Total comprehensive revenue and expense for the year		(262,462)	(504,060)	101,305	(148,180)	(504,060)	292,733
Contributions from the Ministry of Education							
Contribution - Furniture and Equipment Grant		58,876	-	56,883	50,876	-	56,883
Equity at 31 December		5,070,211	3,808,447	5,273,797	7,511,049	3,808,447	7,600,356
Accumulated comprehensive revenue and expense		5,070,211	3,808,447	5,273,797	7,511,049	3,808,447	7,600,356
Equity at 31 December		5,070,211	3,808,447	5,273,797	7,511,049	3,808,447	7,600,356

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.

Tauranga Intermediate
Statement of Financial Position
As at 31 December 2022

	Notes	2022	School 2022	2021	2022	Group 2022 Budget (Unaudited)	2021
		Actual \$	Budget (Unaudited) \$	Actual \$	Actual \$	\$	Actual \$
Current Assets							
Cash and Cash Equivalents	7	881,258	37,558	228,323	974,666	37,558	368,355
Accounts Receivable	8	546,514	481,540	532,964	547,094	481,540	532,964
GST Receivable		47,217	-	88,920	55,465	-	114,875
Prepayments		59,069	71,034	41,726	66,830	71,034	41,726
Inventories	9	64,390	36,281	52,834	64,390	36,281	52,834
Investments	10	2,042,662	1,000,000	2,322,671	2,048,276	1,000,000	2,456,529
Funds Receivable for Capital Works Projects	16	77,910	-	72,763	77,910	-	72,763
Deposit on Land		-	-	-	-	-	115,374
		3,716,920	1,626,413	3,340,401	3,834,631	1,626,413	3,755,420
Current Liabilities							
GST Payable		-	17,069	-	-	17,069	-
Accounts Payable	12	960,641	637,558	825,458	972,462	637,558	828,147
Borrowings		-	-	-	-	-	140,000
Revenue Received in Advance	13	519,464	307,709	83,318	548,881	307,709	144,248
Provision for Cyclical Maintenance	14	61,000	85,032	84,445	61,000	85,032	84,445
Finance Lease Liability	15	96,773	104,225	72,290	125,513	104,225	82,344
Funds held for Capital Works Projects	16	418,662	-	150,030	418,662	-	150,030
		2,056,540	1,151,593	1,215,541	2,126,518	1,151,593	1,429,214
Working Capital Surplus/(Deficit)		1,662,380	474,820	2,124,860	1,708,113	474,820	2,326,206
Non-current Assets							
Property, Plant and Equipment	11	3,912,383	3,479,030	3,379,215	6,192,114	3,479,030	5,424,114
Work in Progress		-	-	79,120	115,374	-	188,190
		3,912,383	3,479,030	3,458,335	6,307,488	3,479,030	5,612,304
Non-current Liabilities							
Provision for Cyclical Maintenance	14	266,071	83,206	249,701	266,071	83,206	249,701
Finance Lease Liability	15	238,481	62,197	59,697	238,481	62,197	88,453
		504,552	145,403	309,398	504,552	145,403	338,154
Net Assets		5,070,211	3,808,447	5,273,797	7,511,049	3,808,447	7,600,356
Equity		5,070,211	3,808,447	5,273,797	7,511,049	3,808,447	7,600,356

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

Tauranga Intermediate
Statement of Cash Flows
For the year ended 31 December 2022

	Note	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
Cash flows from Operating Activities							
Government Grants		3,317,392	2,499,350	2,792,509	3,317,392	2,499,350	2,792,509
Locally Raised Funds		1,059,202	170,000	478,685	1,382,727	170,000	1,009,165
International Students		122,482	174,200	220,186	122,482	174,200	220,186
Goods and Services Tax (net)		41,703	-	(105,989)	59,410	-	(121,313)
Payments to Employees		(1,892,160)	5,486,906	(1,286,359)	(1,892,160)	5,486,906	(1,286,359)
Payments to Suppliers		(1,842,642)	(8,597,353)	(1,776,116)	(1,975,935)	(8,597,353)	(2,149,161)
Interest Paid		(6,586)	(6,403)	(9,542)	(6,586)	(6,403)	(9,542)
Interest Received		30,614	20,000	21,949	33,009	20,000	28,149
Net cash from/(to) Operating Activities		830,005	(253,300)	335,323	1,040,339	(253,300)	483,634
Cash flows from Investing Activities							
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		26,802	-	-	26,802	-	-
Purchase of Property Plant & Equipment (and Intangibles)		(637,690)	(538,645)	(471,063)	(872,522)	(538,645)	(536,785)
Purchase of Investments		(22,412)	-	(520,368)	(44,538)	-	(533,464)
Proceeds from Sale of Investments		302,719	-	252,503	302,719	-	252,503
Net cash from/(to) Investing Activities		(330,581)	(538,645)	(738,928)	(587,539)	(538,645)	(817,746)
Cash flows from Financing Activities							
Furniture and Equipment Grant		58,876	-	56,883	58,876	-	56,883
Finance Lease Payments		(84,804)	(115,182)	(91,391)	(84,804)	(115,182)	(91,391)
Funds Administered on Behalf of Third Parties		179,439	-	(278,249)	179,439	-	(278,249)
Net cash from/(to) Financing Activities		153,511	(115,182)	(312,757)	153,511	(115,182)	(312,757)
Net Increase/(decrease) in cash and cash equivalents		652,935	(907,127)	(716,362)	606,311	(907,127)	(646,869)
Cash and cash equivalents at the beginning of the year	7	228,323	944,685	944,685	368,355	944,685	1,015,224
Cash and cash equivalents at the end of the year	7	881,258	37,558	228,323	974,666	37,558	368,355

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.

Tauranga Intermediate Notes to the Group Financial Statements For the year ended 31 December 2022

1. Statement of Accounting Policies

a) Reporting Entity

Tauranga Intermediate (the School) is a Crown entity as specified in the Crown Entities Act 2004 and a school as described in the Education and Training Act 2020. The Board is of the view that the School is a public benefit entity for financial reporting purposes.

b) Basis of Preparation

Reporting Period

The financial statements have been prepared for the period 1 January 2022 to 31 December 2022 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

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

Basis of Consolidation

The group financial statements are prepared by adding together like items of assets, liabilities, equity, revenue, expenses, and cash flows of entities in the group on a line-by-line basis. All intra-group balances, transactions, revenue, and expenses are eliminated on consolidation.

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

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

Measurement Base

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

Presentation Currency

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

Specific Accounting Policies

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

Critical Accounting Estimates And Assumptions

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

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

Cyclical maintenance

A school recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's best estimate of the cost of painting the school and when the school is required to be painted, based on an assessment of the school's condition. During the year, the Board assesses the reasonableness of its painting maintenance plan on which the provision is based. Cyclical maintenance is disclosed at note 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. A lease is classified as a finance lease if it transfers substantially all risks and rewards incidental to ownership of an underlying asset to the lessee. In contrast, an operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset to the lessee. Judgement is required on various aspects that include, but are not limited to, the fair value of the leased asset, the economic life of the leased asset, whether or not to include renewal options in the lease term, and determining an appropriate discount rate to calculate the present value of the minimum lease payments. Classification as a finance lease means the asset is recognised in the statement of financial position as property, plant, and equipment, whereas for an operating lease no such asset is recognised. Finance lease liability disclosures are contained in note 15. Future operating lease commitments are disclosed in note 21b.

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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

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

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. Grants for the use of land and buildings are not received in cash by the School as they equate to the deemed expense for using the land and buildings which are owned by the Crown. The School's use of the land and buildings as occupant is based on a property occupancy document as gazetted by the Ministry. The expense is based on an assumed market rental yield on the value of land and buildings as used for rating purposes.

This is a non-cash revenue that is offset by a non-cash expense. The use of land and buildings grants and associated expenditure are recorded in the period the School uses the land and buildings.

Other Grants where conditions exist

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

Donations, Gifts and Bequests

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

Interest Revenue

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

d) 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.

e) 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.

f) 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.

g) Accounts Receivable

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

h) Inventories

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

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 (funded by the Board) to buildings owned by the Crown or directly by the board are recorded at cost, less accumulated depreciation and impairment losses.

Property, plant and equipment are recorded at cost or, in the case of donated assets, fair value at the date of receipt, less accumulated depreciation and impairment losses. Cost or fair value as the case may be, includes those costs that relate directly to bringing the asset to the location where it will be used and making sure it is in the appropriate condition for its intended use.

Gains and losses on disposals (i.e. sold or given away) are determined by comparing the proceeds received with the carrying amounts (i.e. the book value). The gain or loss arising from the disposal of an item of property, plant and equipment is recognised in the Statement of Comprehensive Revenue and Expense.

Finance Leases

A finance lease transfers to the lessee substantially all the risks and rewards incidental to ownership of an asset, whether or not title is eventually transferred. At the start of the lease term, finance leases are recognised as assets and liabilities in the Statement of Financial Position at the lower of the fair value of the leased asset or the present value of the minimum lease payments. The finance charge is charged to the surplus or deficit over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability. The amount recognised as an asset is depreciated over its useful life. If there is no reasonable certainty whether the school will obtain ownership at the end of the lease term, the asset is fully depreciated over the shorter of the lease term and its useful life.

Depreciation

Property, plant and equipment except for library resources are depreciated over their estimated useful lives on a straight line basis. Library resources are depreciated on a diminishing value basis. Depreciation of all assets is reported in the Statement of Comprehensive Revenue and Expense.

The estimated useful lives of the assets are:

Building Improvements	18-40 years
Furniture and Equipment	5-15 years
Information and Communication Technology	3-5 years
Motor Vehicles	5 years
Textbooks	4 years
Library Resources	12.5% DV
Leased assets held under a Finance Lease	Term of Lease

k) 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 and research expenditure are recognised as an expense in the Statement of Comprehensive Revenue and Expense when incurred.

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.

l) Impairment of property, plant, and equipment and intangible assets

The school does not hold any cash generating assets. Assets are considered cash generating where their primary objective is to generate a commercial return.

Non cash generating assets

Property, plant, and equipment and intangible assets held at cost that have a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. If such indication exists, the School estimates the asset's recoverable service amount. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable service amount. The recoverable service amount is the higher of an asset's fair value less costs to sell and value in use.

Value in use is determined using an approach based on either a depreciated replacement cost approach, restoration cost approach, or a service units approach. The most appropriate approach used to measure value in use depends on the nature of the impairment and availability of information.

In determining fair value less costs to sell the school engages an independent valuer to assess market value based on the best available information. The valuation is based on a comparison to recent market transactions.

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

m) 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.

n) Employee Entitlements

Short-term employee entitlements

Employee entitlements that are expected to be settled within 12 months after the end of the reporting period in which the employees provide the related service are measured based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date, annual leave earned, by non teaching staff, to but not yet taken at balance date.

Long-term employee entitlements

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

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

o) 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 students, should the School be unable to provide the services to which they relate.

p) 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 Comprehensive Revenue and Expense.

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

q) Funds held for Capital works

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

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

r) Shared Funds

Shared Funds are held on behalf of a cluster of participating schools as agreed with the Ministry of Education. In instances where funds are outside of the School's control, these amounts are not recorded in the Statement of Comprehensive Revenue and Expense. In instances where the school is determined to be the principal for providing the service related to the Shared Funds (such as the RTL programme), all income and expenditure related to the provision of the service is recorded in the Statement of Comprehensive Revenue and Expense. The School holds sufficient funds to enable the funds to be used for their intended purpose.

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

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

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

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. On initial recognition of an equity investment that is not held for trading, the School may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive revenue and expense. This election has been made for investments that are shares. Subsequent to initial recognition, these assets are measured at fair value. Dividends are recognised as income in surplus or deficit unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in other comprehensive revenue and expense and are never reclassified to surplus or deficit.

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

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.

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

	2022	School 2022 Budget	2021	2022	Group 2022	2021
	Actual \$	(Unaudited) \$	Actual \$	Actual \$	Budget (Unaudited) \$	Actual \$
Government Grants - Ministry of Education	3,115,371	2,499,350	2,898,788	3,115,371	2,499,350	2,898,788
Teachers' Salaries Grants	5,768,513	5,700,599	5,860,247	5,768,513	5,700,599	5,860,247
Use of Land and Buildings Grants	1,678,000	1,971,641	1,450,124	1,678,000	1,971,641	1,450,124
Other Government Grants	26,559	-	27,158	26,559	-	27,158
	10,588,443	10,171,590	10,236,317	10,588,443	10,171,590	10,236,317

The school has opted in to the donations scheme for this year. Total amount received was \$192,150.

3. Locally Raised Funds

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

	2022	School 2022 Budget	2021	2022	Group 2022	2021
	Actual \$	(Unaudited) \$	Actual \$	Actual \$	Budget (Unaudited) \$	Actual \$
Revenue						
Donations & Bequests	14,531	-	15,147	14,531	-	15,147
Fees for Extra Curricular Activities	330,494	170,000	511,414	637,839	170,000	647,932
Trading	122,113	100,650	107,846	122,113	100,650	107,846
Fundraising & Community Grants	2,330	-	12,964	182,169	-	253,973
Other Revenue	143,818	-	-	143,818	-	-
International Students	121,535	174,200	213,669	121,535	174,200	213,669
	734,821	444,850	861,040	1,222,005	444,850	1,238,567
Expenses						
Extra Curricular Activities Costs	207,692	29,325	255,795	356,185	29,325	251,779
Trading	112,198	95,300	76,198	112,198	95,300	76,198
Fundraising & Community Grant Costs	16,471	-	15,236	16,471	-	15,236
Other Locally Raised Funds Expenditure	110,282	-	104,132	110,282	-	104,132
International Students - Student Recruitment	64,403	87,215	77,303	64,403	87,215	77,303
International Students - Other Expenses	55,176	178,600	16,877	55,176	178,600	16,877
	566,222	390,440	545,541	714,715	390,440	541,525
Surplus for the year Locally raised funds	168,599	54,410	315,499	507,290	54,410	697,042

During the year the School hosted 12 International students (2021:0)

4. Learning Resources

	2022	School 2022 Budget	2021	2022	Group 2022	2021
	Actual \$	(Unaudited) \$	Actual \$	Actual \$	Budget (Unaudited) \$	Actual \$
Curricular	437,998	519,201	362,043	437,998	519,201	362,043
Employee Benefits - Salaries	7,053,575	6,648,773	6,945,995	7,153,693	6,648,773	7,039,623
Staff Development	42,355	62,300	22,315	42,355	62,300	22,315
Depreciation	428,849	375,000	437,872	554,865	375,000	544,584
Special Education Personnel	110,408	-	-	110,408	-	-
	8,073,185	7,605,274	7,768,225	8,299,319	7,605,274	7,968,565

5. Administration

	2022	School 2022 Budget	2021	2022	Group 2022	2021
	Actual \$	(Unaudited) \$	Actual \$	Actual \$	Budget (Unaudited) \$	Actual \$
Audit Fee	10,205	9,800	8,451	11,705	9,800	9,333
Board Fees	4,400	6,000	5,020	4,400	6,000	5,020
Board Expenses	9,998	19,500	11,838	9,998	19,500	11,838
Communication	9,251	14,500	10,405	9,251	14,500	10,405
Consumables	14,730	17,700	13,925	14,730	17,700	13,925
Other	96,231	63,200	54,919	96,231	63,200	54,919
Employee Benefits - Salaries	355,158	237,015	250,029	355,158	237,015	250,029
Insurance	44,088	55,000	56,264	44,088	55,000	56,264
Service Providers, Contractors and Consultancy	27,000	30,000	27,000	30,767	30,000	28,813
Reimbursements	17,339	36,800	14,313	17,339	36,800	14,313
	588,400	489,515	452,164	593,667	489,515	454,859

6. Property

	2022	School 2022 Budget	2021	2022	Group 2022	2021
	Actual	(Unaudited)	Actual	Actual	Budget (Unaudited)	Actual
	\$	\$	\$	\$	\$	\$
Caretaking and Cleaning Consumables	43,301	40,500	38,278	43,301	40,500	38,278
Cyclical Maintenance Provision	8,447	32,488	119,868	8,447	32,488	119,868
Grounds	8,673	17,500	5,172	8,673	17,500	5,172
Heat, Light and Water	104,950	108,000	105,385	104,950	108,000	105,385
Rates	41,379	45,000	42,740	41,379	45,000	42,740
Repairs and Maintenance	235,037	150,500	189,643	235,037	150,500	189,643
Use of Land and Buildings	1,678,000	1,971,641	1,450,124	1,678,000	1,971,641	1,450,124
Security	15,201	14,000	14,125	15,201	14,000	14,125
Employee Benefits - Salaries	152,624	135,239	142,569	152,624	135,239	142,569
Contract Services	132,952	134,000	129,799	132,952	134,000	129,799
	2,420,564	2,648,868	2,237,703	2,420,564	2,648,868	2,237,703

The use of land and buildings figure represents 5% of the school's total property value. Property values are established as part of the nation-wide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

7. Cash and Cash Equivalents

	2022	School 2022 Budget	2021	2022	Group 2022	2021
	Actual	(Unaudited)	Actual	Actual	Budget (Unaudited)	Actual
	\$	\$	\$	\$	\$	\$
Bank Accounts	573,667	37,558	228,323	667,075	37,558	368,355
Short-term Bank Deposits	307,591	-	-	313,305	-	133,658
Cash and cash equivalents for Statement of Cash Flows	881,258	37,558	228,323	980,380	37,558	502,013

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

Of the \$881,258 Cash and Cash Equivalents \$418,662 is held by the School on behalf of the Ministry of Education. These funds have been provided for the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2023 on Crown owned school buildings.

8. Accounts Receivable

	2022	School 2022 Budget	2021	2022	Group 2022	2021
	Actual	(Unaudited)	Actual	Actual	Budget (Unaudited)	Actual
	\$	\$	\$	\$	\$	\$
Receivables	2,705	5,836	-	3,285	5,836	-
Receivables from the Ministry of Education	45,133	-	28,962	45,133	-	28,962
Banking Staffing Underuse	-	-	40,900	-	-	40,900
Interest Receivable	-	4,826	-	-	4,826	-
Teacher Salaries Grant Receivable	498,676	470,878	463,102	498,676	470,878	463,102
	546,514	481,540	532,964	547,094	481,540	532,964
Receivables from Exchange Transactions	2,705	10,662	28,962	2,705	10,662	28,962
Receivables from Non-Exchange Transactions	543,809	470,878	504,002	543,809	470,878	504,002
	546,514	481,540	532,964	546,514	481,540	532,964

9. Inventories

	2022	School 2022 Budget	2021	2022	Group 2022	2021
	Actual	(Unaudited)	Actual	Actual	Budget (Unaudited)	Actual
	\$	\$	\$	\$	\$	\$
Uniforms	60,778	36,281	50,651	60,778	36,281	50,651
Stationery	3,612	-	2,183	3,612	-	2,183
	64,390	36,281	52,834	64,390	36,281	52,834

10. Investments

The School's investment activities are classified as follows:

	2022	School 2022 Budget	2021	2022	Group 2022	2021
	Actual \$	(Unaudited) \$	Actual \$	Actual \$	Budget (Unaudited) \$	Actual \$
Current Asset						
Short-term Bank Deposits	2,042,562	1,000,000	2,322,871	2,042,562	1,000,000	2,322,871
Total Investments	2,042,562	1,000,000	2,322,871	2,042,562	1,000,000	2,322,871

11. Property, Plant and Equipment

GROUP

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
	\$	\$	\$	\$	\$	\$
2022						
Land	577,988	-	-	-	-	577,988
Building Improvements	3,308,462	353,301	-	-	107,406	3,554,357
Furniture and Equipment	1,050,372	457,863	-	-	238,204	1,270,031
Information and Communication Technology	250,372	196,793	-	-	101,285	345,880
Motor Vehicles	52,294	10,261	-	-	16,395	46,160
Leased Assets	125,190	293,368	829	-	82,470	335,259
Library Resources	59,436	13,626	1,518	-	9,105	62,439
Balance at 31 December 2022	5,424,114	1,325,212	(2,347)	-	(554,865)	6,192,114

GROUP

	2022	2022	2022	2021	2021	2021
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Land	577,988	-	577,988	577,988	-	577,988
Building Improvements	4,944,228	(1,389,871)	3,554,357	4,590,927	1,282,465	3,308,462
Furniture and Equipment	3,867,974	(2,597,943)	1,270,031	3,410,112	2,359,740	1,050,372
Information and Communication Technology	1,626,121	(1,280,241)	345,880	1,522,491	1,272,119	250,372
Motor Vehicles	140,425	(94,265)	46,160	130,164	77,870	52,294
Textbooks	129,361	(129,361)	-	129,361	129,361	-
Leased Assets	414,354	(79,095)	335,259	516,462	391,272	125,190
Library Resources	216,883	(154,444)	62,439	232,553	173,117	59,436
Balance at 31 December	11,917,334	(5,725,220)	6,192,114	11,110,058	(5,685,944)	5,424,114

SCHOOL

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
	\$	\$	\$	\$	\$	\$
2022						
Building Improvements	2,174,519	142,885	-	-	(74,110)	2,243,294
Furniture and Equipment	769,698	317,692	-	-	(161,879)	925,511
Information and Communication Technology	250,372	196,793	-	-	(101,285)	345,880
Leased Assets	125,190	293,368	(829)	-	(82,470)	335,259
Library Resources	59,436	13,626	(1,518)	-	(9,105)	62,439
Balance at 31 December 2022	3,379,215	964,364	(2,347)	-	(428,849)	3,912,383

SCHOOL

	2022	2022	2022	2021	2021	2021
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Land	-	-	-	-	-	-
Buildings	-	-	-	-	-	-
Building Improvements	3,227,434	(984,140)	2,243,294	3,084,549	(910,030)	2,174,519
Furniture and Equipment	2,915,617	(1,990,106)	925,511	2,597,926	(1,828,228)	769,698
Information and Communication Technology	1,626,121	(1,280,241)	345,880	1,522,491	(1,272,119)	250,372
Motor Vehicles	39,400	(39,400)	-	39,400	(39,400)	-
Textbooks	129,361	(129,361)	-	129,361	(129,361)	-
Leased Assets	414,354	(79,095)	335,259	516,462	(391,272)	125,190
Library Resources	216,883	(154,444)	62,439	232,553	(173,117)	59,436
Balance at 31 December	8,569,170	(4,656,787)	3,912,383	8,122,742	(4,743,527)	3,379,215

The net carrying value of equipment held under a finance lease is \$125,190 (2021: \$414,354)

Restrictions

There are no restrictions over the title of the school's property, plant and equipment, nor are any property, plant and equipment pledged as security for liabilities.

12. Accounts Payable

	2022	School 2022 Budget	2021	2022	Group 2022	2021
	Actual	(Unaudited)	Actual	Actual	Budget (Unaudited)	Actual
	\$	\$	\$	\$	\$	\$
Creditors	404,808	129,085	321,297	416,629	129,085	323,986
Accruals	6,705	10,911	7,586	6,705	10,911	7,586
Employee Entitlements - Salaries	498,676	470,878	463,102	498,676	470,878	463,102
Employee Entitlements - Leave Accrual	50,452	26,684	33,473	50,452	26,684	33,473
	<u>960,641</u>	<u>637,558</u>	<u>825,458</u>	<u>972,462</u>	<u>637,558</u>	<u>828,147</u>
Payables for Exchange Transactions	960,640	637,558	825,458	960,640	637,558	825,458
Payables for Non-exchange Transactions - Taxes Payable (PAYE a	-	-	-	-	-	-
Payables for Non-exchange Transactions - Other	-	-	-	-	-	-
	<u>960,640</u>	<u>637,558</u>	<u>825,458</u>	<u>960,640</u>	<u>637,558</u>	<u>825,458</u>

The carrying value of payables approximates their fair value.

13. Revenue Received in Advance

	2022	School 2022 Budget	2021	2022	Group 2022	2021
	Actual	(Unaudited)	Actual	Actual	Budget (Unaudited)	Actual
	\$	\$	\$	\$	\$	\$
Income in Advance	112,680	-	8,860	112,680	-	8,860
International Students 2023	405,635	307,709	58,098	405,635	307,709	58,098
Bus - Local Scheme Multiserve	-	-	8,274	-	-	8,274
International Pocket Money	-	-	240	-	-	240
International Trust Money	1,149	-	202	1,149	-	202
Int'l Students Trust Funds	-	-	1,696	-	-	1,696
Int'l Stud Trust Money (97000)	-	-	6,298	-	-	6,298
Int'l Students Income In Adv (9800)	-	-	(350)	-	-	(350)
NZ Lottery Grant	-	-	-	-	-	60,930
	<u>519,464</u>	<u>307,709</u>	<u>83,318</u>	<u>519,464</u>	<u>307,709</u>	<u>144,248</u>

14. Provision for Cyclical Maintenance

	2022	School 2022 Budget	2021	2022	Group 2022	2021
	Actual	(Unaudited)	Actual	Actual	Budget (Unaudited)	Actual
	\$	\$	\$	\$	\$	\$
Provision at the Start of the Year	334,146	135,750	224,456	334,146	135,750	224,456
Increase to the Provision During the Year	61,341	32,488	63,706	61,341	32,488	63,706
Use of the Provision During the Year	(15,522)	-	(8,240)	(15,522)	-	(8,240)
Other Adjustments	(52,894)	-	54,224	(52,894)	-	54,224
Provision at the End of the Year	<u>327,071</u>	<u>168,238</u>	<u>334,146</u>	<u>327,071</u>	<u>168,238</u>	<u>334,146</u>
Cyclical Maintenance - Current	61,000	85,032	84,445	61,000	85,032	84,445
Cyclical Maintenance - Non current	266,071	83,206	249,701	266,071	83,206	249,701
	<u>327,071</u>	<u>168,238</u>	<u>334,146</u>	<u>327,071</u>	<u>168,238</u>	<u>334,146</u>

Per the cyclical maintenance schedule the school is next expected to undertake painting works during 2023. This plan is based on the schools 10 Year Property plan / painting quotes.

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:

	2022 Actual	School 2022 Budget (Unaudited)	2021 Actual	2022 Actual	Group 2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$	\$	\$	\$
No Later than One Year	100,485	104,225	78,693	129,225	104,225	88,747
Later than One Year and no Later than Five Years	239,776	62,197	63,762	239,776	62,197	92,518
Future Finance Charges	(5,007)	-	(10,468)	(5,007)	-	(10,468)
	<u>335,254</u>	<u>166,422</u>	<u>131,987</u>	<u>363,994</u>	<u>166,422</u>	<u>170,797</u>
Represented by						
Finance lease liability - Current	96,773	104,225	72,290	125,513	104,225	82,344
Finance lease liability - Non current	238,481	62,197	59,697	238,481	62,197	88,453
	<u>335,254</u>	<u>166,422</u>	<u>131,987</u>	<u>363,994</u>	<u>166,422</u>	<u>170,797</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. The amount of cash held on behalf of the Ministry for capital works projects is included under cash and cash equivalents in note 7.

	2022	Project No.	Opening Balances	Receipts from MoE	Payments	Board Contributions	Closing Balances
			\$	\$	\$		\$
Canopies	221873		109,738	-	(105,177)	-	4,561
S Block Upgrade	215540		(3,850)	-	3,850	-	-
A2,B,C,D Refurbishment	215441		(42,000)	-	(11,837)	-	(53,837)
SIP: Playground	221876		1,152	-	(1,152)	-	-
A,A2,B,C,D,G,S,RCD Upgrade	215536		39,140	-	(43,852)	-	(4,712)
ABCDGS: Electrical Upgrade	215536		(26,913)	-	26,913	-	-
B,C Blocks Classroom Upgrade	238188		-	816,251	(634,077)	-	182,174
5YA Turf - Rata	-		-	-	(19,361)	-	(19,361)
Boiler Replacement	229877		-	231,927	-	-	231,927
Totals			<u>77,267</u>	<u>1,048,178</u>	<u>(784,693)</u>	<u>-</u>	<u>340,752</u>
Represented by:							
Funds Held on Behalf of the Ministry of Education							418,662
Funds Receivable from the Ministry of Education							(77,910)

	2021	Project No.	Opening Balances	Receipts from MoE	Payments	Board Contributions	Closing Balances
			\$	\$	\$		\$
Canopies	221873		215,683	-	(105,945)	-	109,738
S Block Upgrade	215540		195,314	-	(199,164)	-	(3,850)
A2,B,C,D Refurbishment	215441		(19,440)	186,261	(208,821)	-	(42,000)
SIP: Playground	221876		(10,361)	9,861	1,652	-	1,152
SIP: Heat Pumps A Block	221872		(4,399)	4,399	-	-	-
A,A2,B,C,D,G,S,RCD Upgrade	215536		-	49,824	(10,684)	-	39,140
Hard Court Reinstatement	-		-	100,000	(100,000)	-	-
ABCDGS: Electrical Upgrade	215536		-	-	(26,913)	-	(26,913)
Totals			<u>376,797</u>	<u>350,345</u>	<u>(649,875)</u>	<u>-</u>	<u>77,267</u>
Represented by:							
Funds Held on Behalf of the Ministry of Education							150,030
Funds Receivable from the Ministry of Education							(72,763)

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 conditions 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 Board members, Principal, Deputy Principals and Heads of Departments.

	2022 Actual \$	2021 Actual \$
Board Members		
Remuneration	4,400	5,020
Leadership Team		
Remuneration	566,315	538,985
Full-time equivalent members	4.37	4.00
Total key management personnel remuneration	570,715	544,005

There are 6 members of the Board excluding the Principal. The Board had held 8 full meetings of the Board in the year. The Board also has Finance (2 members) and Property (6 members) that met 8 and 8 times respectively. As well as these regular meetings, including preparation time, the Presiding Member and other Board members have also been involved in ad hoc meetings to consider student welfare matters including stand downs, suspensions, and other disciplinary matters.

Principal 1

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

	2022 Actual \$000	2021 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	170 - 180	170 - 180
Benefits and Other Emoluments	5 - 6	5 - 6
Termination Benefits	-	-

Other Employees

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

Remuneration \$000	2022 FTE Number	2021 FTE Number
100 - 110	8.00	9.00
110 - 120	3.00	-
120 - 130	1.00	3.00
	12.00	12.00

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 board members, committee members, or employees during the financial year in relation to that cessation and number of persons to whom all or part of that total was payable was as follows:

	2022 Actual	2021 Actual
Total	-	-
Number of People	-	-

20. Contingencies

There are no contingent liabilities and no contingent assets (except as noted below) as at 31 December 2022 (Contingent liabilities and assets at 31 December

The Ministry of Education provided additional funding for both the Support Staff in Schools' Collective Agreement (CA) Settlement and the Teacher Aide Pay Equity Settlement. The School has not been notified of the final wash up calculation relating to 31 December 2022. The final calculations impact on the financial statements is unable to be determined at the date of reporting.

Holidays Act Compliance – schools payroll

The Ministry of Education performs payroll processing and payments on behalf of boards, through payroll service provider Education Payroll Limited.

The Ministry's review of the schools sector payroll to ensure compliance with the Holidays Act 2003 is ongoing. Final calculations and potential impact on any specific individual will not be known until further detailed analysis and solutions have been completed.

To the extent that any obligation cannot reasonably be quantified at 31 December 2022 a contingent liability for the school may exist.

21. Commitments

(a) Capital Commitments

As at 31 December 2022 the Board has entered into contract agreements for capital works as follows:

\$219,600 contract for the Canopies as agent for the Ministry of Education. This project is fully funded by the Ministry and \$265,201 has been received of which \$260,640 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$189,055 contract for the A2,B,C,D Refurbishment as agent for the Ministry of Education. This project is fully funded by the Ministry and \$186,261 has been received of which \$240,098 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$56,107 contract for the A,A2,B,C,D,G,S,RCD Upgrade as agent for the Ministry of Education. This project is fully funded by the Ministry and \$49,824 has been received of which \$54,536 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$912,123 contract for the B,C Blocks Classroom Upgrade as agent for the Ministry of Education. This project is fully funded by the Ministry and \$810,034 has been received of which \$634,077 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$0 contract for the 5YA Turf - Rata as agent for the Ministry of Education. This project is fully funded by the Ministry and \$0 has been received of which \$19,361 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$0 contract for the Boiler Replacement as agent for the Ministry of Education. This project is fully funded by the Ministry and \$231,927 has been received of which \$0 has been spent on the project to balance date. This project has been approved by the Ministry.

Capital commitments as at 31 December 2021:

\$219,600 contract for the Canopies as agent for the Ministry of Education. This project is fully funded by the Ministry and \$265,201 has been received of which \$155,463 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$304,501 contract for the S Block Upgrade as agent for the Ministry of Education. This project is fully funded by the Ministry and \$270,000 has been received of which \$273,850 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$840,774 contract for the A2,B,C,D Refurbishment as agent for the Ministry of Education. This project is fully funded by the Ministry and \$186,261 has been received of which \$228,261 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$102,700 contract for the SIP: Playground as agent for the Ministry of Education. This project is fully funded by the Ministry and \$99,861 has been received of which \$98,709 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$56,107 contract for the A,A2,B,C,D,G,S,RCD Upgrade as agent for the Ministry of Education. This project is fully funded by the Ministry and \$49,824 has been received of which \$10,684 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$56,107 contract for the ABCDGS: Electrical Upgrade as agent for the Ministry of Education. This project is fully funded by the Ministry and \$0 has been received of which \$26,913 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 2022 (Operating commitments at 31 December 2021: nil).

22. 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

	2022	School 2022 Budget	2021	2022	Group 2022	2021
	Actual \$	(Unaudited) \$	Actual \$	Actual \$	Budget (Unaudited) \$	Actual \$
Cash and Cash Equivalents	881,258	37,558	228,323	980,380	37,558	502,013
Receivables	546,514	481,540	532,964	546,514	481,540	532,964
Investments - Term Deposits	2,042,562	1,000,000	2,322,871	2,042,562	1,000,000	2,322,871
Total Financial assets measured at amortised cost	3,470,334	1,519,098	3,084,158	3,569,456	1,519,098	3,357,848

Financial liabilities measured at amortised cost

Payables	960,641	637,558	825,458	972,462	637,558	828,147
Borrowings - Loans	-	-	-	-	-	-
Finance Leases	335,254	166,422	131,987	363,994	166,422	170,797
Total Financial Liabilities Measured at Amortised Cost	1,295,895	803,980	957,445	1,336,456	803,980	998,944

23. Events After Balance Date

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

24. Comparatives

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



Tel: +64 07 571 6280
E: tauranga@bdo.co.nz
www.bdo.nz

BDO TAURANGA
Level 1, 525 Cameron Road,
Tauranga 3110
PO Box 15660, Tauranga 3144
New Zealand

INDEPENDENT AUDITOR'S REPORT

TO THE READERS OF TAURANGA INTERMEDIATE'S FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

The Auditor-General is the auditor of Tauranga Intermediate (the School). The Auditor-General has appointed me, Donna Taylor, using the staff and resources of BDO Tauranga, to carry out the audit of the financial statements of the School on his behalf.

Opinion

We have audited the financial statements of the School on pages 2 to 19, that comprise the statement of financial position as at 31 December 2022, the statement of comprehensive revenue and expense, statement of changes in net assets/equity and statement of cash flows for the year ended on that date, and the notes to the financial statements that include accounting policies and other explanatory information.

In our opinion the financial statements of the School:

- present fairly, in all material respects:
 - its financial position as at 31 December 2022; and
 - its financial performance and cash flows for the year then ended; and
- comply with generally accepted accounting practice in New Zealand in accordance with Public Sector Benefit Entity Standards Reduced Disclosure Regime as applicable to entities that qualify as Tier 2.

Our audit was completed on 2 June 2023. This is the date at which our opinion is expressed.

The basis for our opinion is explained below. In addition, we outline the responsibilities of the Board and our responsibilities relating to the financial statements, we comment on other information, and we explain our independence.

Basis for our opinion

We carried out our audit in accordance with the Auditor-General's Auditing Standards, which incorporate the Professional and Ethical Standards and the International Standards on Auditing (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board. Our responsibilities under those standards are further described in the Responsibilities of the auditor section of our report.

We have fulfilled our responsibilities in accordance with the Auditor-General's Auditing Standards.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Board for the financial statements

The Board is responsible on behalf of the School for preparing financial statements that are fairly presented and that comply with generally accepted accounting practice in New Zealand. The Board of Trustees is responsible for such internal control as it determines is necessary to enable it to prepare financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board is responsible on behalf of the School for assessing the School's ability to continue as a going concern.

PARTNERS: Fraser Lellman CA Janine Hellyer CA Paul Manning CA Donna Taylor CA Linda Finlay CA Michael Lim CA

BDO New Zealand Ltd, a New Zealand limited company, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms. BDO New Zealand is a national association of independent member firms which operate as separate legal entities.

The Board is also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless there is an intention to close or merge the School, or there is no realistic alternative but to do so.

The Board's responsibilities, in terms of the requirements of the Education and Training Act 2020, arise from section 87 of the Education Act 1989.

Responsibilities of the auditor for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit carried out in accordance with the Auditor-General's Auditing Standards will always detect a material misstatement when it exists. Misstatements are differences or omissions of amounts or disclosures, and can arise from fraud or error. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of readers taken on the basis of these financial statements.

For the budget information reported in the financial statements, our procedures were limited to checking that the information agreed to the School's approved budget.

We did not evaluate the security and controls over the electronic publication of the financial statements.

As part of an audit in accordance with the Auditor-General's Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. Also:

- We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- We obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control.
- We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board.
- We conclude on the appropriateness of the use of the going concern basis of accounting by the Board and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the School to cease to continue as a going concern.
- We evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We assess the risk of material misstatement arising from the Novopay payroll system, which may still contain errors. As a result, we carried out procedures to minimise the risk of material errors arising from the system that, in our judgement, would likely influence readers' overall understanding of the financial statements.

We communicate with the Board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Our responsibilities arise from the Public Audit Act 2001.

Other information

The Board is responsible for the other information. The other information comprises the Analysis of Variance, Board of Trustees Listing, Kiwisport Report and Good Employer Statement, but does not include the financial statements, and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information. In doing so, we consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on our work, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Independence

We are independent of the School in accordance with the independence requirements of the Auditor-General's Auditing Standards, which incorporate the independence requirements of Professional and Ethical Standard 1: *International Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board.

Other than the audit, we have no relationship with or interests in the School.



Donna Taylor
BDO Tauranga
On behalf of the Auditor-General
Tauranga, New Zealand