

PORT AHURIRI SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

School Directory

Ministry Number: 2648

Principal: Glenn France

School Address: Lever Street, Ahuriri, Napier

School Postal Address: Lever Street, Ahuriri, Napier

School Phone: 06 835 7988

School Email: admin@portahuriri.school.nz

Members of the Board

Name	Position	How Position Gained	Term Expired/ Expires
Anna Madarasz-Smith	Presiding Member	Elected	2022
Glenn France	Principal ex Officio		
Nichola Nicholson	Parent Representative	Elected	2022
Simon Walker	Parent Representative	Elected	2022
Katie Ronganui	Parent Representative	Elected	2023
Sam Talbot	Parent Representative	Elected	2023
Jo Radley	Staff Representative	Elected	2022

Accountant / Service Provider: Eclipse Solutions 4 Schools Ltd

PORT AHURIRI SCHOOL

Annual Report - For the year ended 31 December 2021

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Port Ahuriri School

Statement of Responsibility

For the year ended 31 December 2021

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

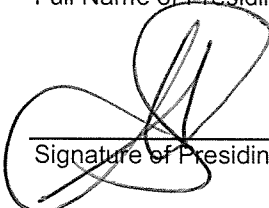
The management (including the principal and others as directed by the Board) accepts responsibility for establishing and maintaining a system of internal controls designed to provide reasonable assurance as to the integrity and reliability of the school's financial reporting.

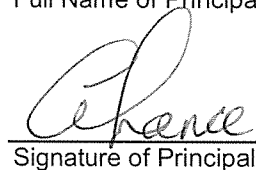
It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2021 fairly reflects the financial position and operations of the school.

The School's 2021 financial statements are authorised for issue by the Board.

ANNA MADARASZ-SUITH
Full Name of Presiding Member

Clem France
Full Name of Principal


Signature of Presiding Member


Signature of Principal

31/5/22.
Date:

26/5/22.
Date:

Port Ahuriri School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Revenue				
Government Grants	2	2,155,991	505,889	2,086,793
Locally Raised Funds	3	63,874	2,100	59,560
Interest Income		885	500	3,466
International Students	4	8,696	10,000	8,695
Other Revenue		-	-	8,140
		2,229,446	518,489	2,166,654
Expenses				
Locally Raised Funds	3	11,846	13,000	7,902
International Students	4	574	-	478
Learning Resources	5	1,690,200	206,600	1,553,500
Administration	6	102,975	86,517	97,971
Finance		3,363	2,500	3,513
Property	7	268,780	112,203	283,956
Depreciation	10	109,247	97,101	96,784
Loss on Disposal of Property, Plant and Equipment		7,204	-	17,085
Loss on Uncollectable Accounts Receivable		-	-	22
Amortisation of Intangible Assets	11	3,240	2,800	3,240
		2,197,429	520,721	2,064,451
Net Surplus / (Deficit) for the year		32,017	(2,232)	102,203
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		32,017	(2,232)	102,203

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

Port Ahuriri School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Equity at 1 January		1,251,197	1,251,197	1,067,800
Total comprehensive revenue and expense for the year		32,017	(2,232)	102,203
Capital Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		452	-	81,194
Equity at 31 December		1,283,666	1,248,965	1,251,197

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.

Port Ahuriri School

Statement of Financial Position

As at 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Assets				
Cash and Cash Equivalents	8	669,883	704,440	825,750
Accounts Receivable	9	172,354	101,532	180,397
GST Receivable		20,054	15,000	-
Prepayments		10,375	8,000	1,616
		872,666	828,972	1,007,763
Current Liabilities				
GST Payable		-	-	23,118
Accounts Payable	12	135,872	129,476	113,572
Revenue Received in Advance	13	-	-	8,696
Provision for Cyclical Maintenance	14	35,866	35,866	10,384
Finance Lease Liability	15	25,484	25,484	15,394
Funds Held for Capital Works Projects	16	63,747	60,000	161,120
Funds Held on Behalf of Kahui Ako Cluster	17	-	-	32,376
		260,969	250,826	364,660
Working Capital Surplus/(Deficit)		611,697	578,146	643,103
Non-current Assets				
Property, Plant and Equipment	10	693,150	692,000	615,014
Intangible Assets	11	1,720	1,720	4,960
		694,870	693,720	619,974
Non-current Liabilities				
Finance Lease Liability	15	22,901	22,901	11,880
		22,901	22,901	11,880
Net Assets		1,283,666	1,248,965	1,251,197
Equity		1,283,666	1,248,965	1,251,197

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

Port Ahuriri School

Statement of Cash Flows

For the year ended 31 December 2021

	Note	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Cash flows from Operating Activities				
Government Grants		577,300	569,045	540,055
Locally Raised Funds		61,384	1,970	85,939
International Students		-	1,304	17,391
Goods and Services Tax (net)		(43,172)	(38,118)	30,590
Payments to Employees		(225,674)	(222,656)	(263,237)
Payments to Suppliers		(159,412)	(144,823)	(197,678)
Interest Paid		(3,363)	(2,500)	(3,512)
Interest Received		885	500	3,973
Net cash from/(to) Operating Activities		207,948	164,722	213,521
Cash flows from Investing Activities				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		-	-	(17,085)
Purchase of Property Plant & Equipment (and Intangibles)		(213,407)	(241,302)	(51,833)
Purchase of Investments		-	-	100,000
Net cash from/(to) Investing Activities		(213,407)	(241,302)	31,082
Cash flows from Financing Activities				
Furniture and Equipment Grant		452	-	81,194
Finance Lease Payments		(21,111)	88,766	(14,356)
Funds Administered on Behalf of Third Parties		(129,749)	(133,496)	193,496
Net cash from/(to) Financing Activities		(150,408)	(44,730)	260,334
Net increase/(decrease) in cash and cash equivalents		(155,867)	(121,310)	504,937
Cash and cash equivalents at the beginning of the year	8	825,750	825,750	320,813
Cash and cash equivalents at the end of the year	8	669,883	704,440	825,750

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.

Port Ahuriri School

Notes to the Financial Statements

For the year ended 31 December 2021

1. Statement of Accounting Policies

a) Reporting Entity

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

b) Basis of Preparation

Reporting Period

The financial reports have been prepared for the period 1 January 2021 to 31 December 2021 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

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

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

The School qualifies for Tier 2 as the school is not publicly accountable and is not considered large as it falls below the 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 10.

Critical Judgements in applying accounting policies

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

Classification of leases

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

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. 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. 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

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) Finance Lease Payments

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

e) Cash and Cash Equivalents

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

f) Accounts Receivable

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

g) Property, Plant and Equipment

Land and buildings owned by the Crown are excluded from these financial statements. The Board's use of the land and buildings as 'occupant' is based on a property occupancy document.

Improvements to buildings owned by the Crown are recorded at cost, less accumulated depreciation and impairment losses.

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

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

Finance Leases

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

Depreciation

Property, plant and equipment except for library resources are depreciated over their estimated useful lives on a straight line basis. Library resources are depreciated on a 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 to Crown Owned Assets	5–50 years
Furniture and Equipment	10–15 years
Information and Communication Technology	3–5 years
Leased Assets held under a Finance Lease	3 years
Library Resources	12.5% Diminishing value

h) 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.

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.

i) 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.

j) 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.

k) 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.

l) Revenue Received in Advance

Revenue received in advance relates to fees received from international students 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.

m) 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 the School's control. These amounts are not recorded in the Statement of Revenue and Expense. The School holds sufficient funds to enable the funds to be used for their intended purpose.

n) 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 an up to date 10 Year Property Plan (10YPP) or another appropriate source of evidence.

o) Financial Instruments

The School's financial assets comprise cash and cash equivalents, accounts receivable, and investments. All of these financial assets, except for investments that are shares, are categorised as 'financial assets measured at amortised cost' for accounting purposes in accordance with financial reporting standards.

Investments that are shares are categorised as 'financial assets at fair value through other comprehensive revenue and expense' for accounting purposes in accordance with financial reporting standards.

The School's financial liabilities comprise accounts payable, borrowings, finance lease liability, and painting contract liability. All of these financial liabilities are categorised as 'financial liabilities measured at amortised cost' for accounting purposes in accordance with financial reporting standards.

p) 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.

q) Budget Figures

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

r) 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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Operational Grants	466,816	434,389	463,384
Teachers' Salaries Grants	1,464,790	20,000	1,396,562
Use of Land and Buildings Grants	128,595	-	171,980
Other MoE Grants	95,774	51,500	52,317
Other Government Grants	16	-	2,550
	<u>2,155,991</u>	<u>505,889</u>	<u>2,086,793</u>

The school has opted in to the donations scheme for this year. Total amount received was \$41,400.

3. Locally Raised Funds

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Revenue			
Donations & Bequests	400	-	1,566
Curriculum Related Activities - Purchase of Goods & Services	15,322	-	7,454
Fees for Extra Curricular Activities	7,832	-	3,943
Fundraising & Community Grants	-	-	4,294
Other Revenue	40,320	2,100	42,303
	<u>63,874</u>	<u>2,100</u>	<u>59,560</u>
Expenses			
Extra Curricular Activities Costs	11,490	13,000	6,363
Other Locally Raised Funds Expenditure	356	-	1,539
	<u>11,846</u>	<u>13,000</u>	<u>7,902</u>
<i>Surplus/ (Deficit) for the year Locally Raised Funds</i>	<u>52,028</u>	<u>(10,900)</u>	<u>51,658</u>

4. International Student Revenue and Expenses

	2021 Actual Number 1	2021 Budget (Unaudited) Number 2	2020 Actual Number 2
International Student Roll			
	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Revenue			
International Student Fees	8,696	10,000	8,695
Expenses			
Other Expenses	574	-	478
	<u>574</u>	<u>-</u>	<u>478</u>
<i>Surplus/ (Deficit) for the year International Students</i>	<u>8,122</u>	<u>10,000</u>	<u>8,217</u>

5. Learning Resources

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Curricular	49,444	42,900	35,157
Equipment Repairs	25,167	3,000	2,223
Information and Communication Technology	10,992	7,500	9,074
Library Resources	499	800	641
Employee Benefits - Salaries	1,594,396	148,000	1,488,405
Staff Development	9,702	4,400	18,000
	<u>1,690,200</u>	<u>206,600</u>	<u>1,553,500</u>

6. Administration

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Audit Fee	4,320	5,750	5,590
Board Fees	4,090	3,500	2,100
Board Expenses	2,373	1,550	2,757
Communication	2,648	2,500	2,964
Consumables	19,555	15,200	17,539
Other	4,254	4,400	10,714
Employee Benefits - Salaries	51,091	43,000	43,356
Insurance	6,574	2,547	4,931
Service Providers, Contractors and Consultancy	8,070	8,070	8,020
	<u>102,975</u>	<u>86,517</u>	<u>97,971</u>

7. Property

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Caretaking and Cleaning Consumables	8,015	9,000	10,769
Consultancy and Contract Services	29,124	24,000	23,148
Cyclical Maintenance Provision	25,774	2,053	(1,798)
Grounds	9,199	12,100	11,685
Heat, Light and Water	15,310	10,300	17,371
Rates	895	750	928
Repairs and Maintenance	4,706	800	519
Use of Land and Buildings	128,595	-	171,980
Security	1,139	1,200	2,056
Employee Benefits - Salaries	46,023	52,000	47,298
	<u>268,780</u>	<u>112,203</u>	<u>283,956</u>

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

8. Cash and Cash Equivalents

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Bank Accounts	669,883	704,440	825,750
Cash and cash equivalents for Statement of Cash Flows	669,883	704,440	825,750

Of the \$669,883 Cash and Cash Equivalents, \$63,747 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 2022 on Crown owned school buildings.

9. Accounts Receivable

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Receivables	10,360	8,000	7,870
Banking Staffing Underuse	68,462	-	83,156
Teacher Salaries Grant Receivable	93,532	93,532	89,371
	172,354	101,532	180,397
Receivables from Exchange Transactions	10,360	8,000	7,870
Receivables from Non-Exchange Transactions	161,994	93,532	172,527
	172,354	101,532	180,397

10. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2021						
Building Improvements	134,261	-	-	-	(6,038)	128,223
Furniture and Equipment	429,271	147,363	(7,090)	-	(77,260)	492,284
Information and Communication Technology	1,163	3,310	-	-	(1,126)	3,347
Leased Assets	25,851	43,913	(113)	-	(22,039)	47,612
Library Resources	24,468	-	-	-	(2,784)	21,684
Balance at 31 December 2021	615,014	194,586	(7,203)	-	(109,247)	693,150

	2021	2021	2021	2020	2020	2020
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Building Improvements	216,333	(88,110)	128,223	253,127	(118,866)	134,261
Furniture and Equipment	783,563	(291,279)	492,284	858,267	(428,996)	429,271
Information and Communication Technology	25,573	(22,226)	3,347	25,132	(23,969)	1,163
Leased Assets	86,475	(38,864)	47,611	67,655	(41,804)	25,851
Library Resources	128,321	(106,636)	21,685	128,321	(103,853)	24,468
Balance at 31 December	1,240,265	(547,115)	693,150	1,332,502	(717,488)	615,014

11. Intangible Assets

The School's Intangible Assets are made up of acquired computer software.

	Acquired software	Internally generated software	Total \$
Cost			
Balance at 1 January 2020	12,720	-	12,720
Additions	-	-	-
Disposals	-	-	-
Balance at 31 December 2020 / 1 January 2021	12,720	-	12,720
Additions	-	-	-
Disposals	-	-	-
Balance at 31 December 2021	12,720	-	12,720
Accumulated Amortisation and impairment losses			
Balance at 1 January 2020	4,520	-	4,520
Amortisation expense	3,240	-	3,240
Disposals	-	-	-
Impairment losses	-	-	-
Balance at 31 December 2020 / 1 January 2021	7,760	-	7,760
Amortisation expense	3,240	-	3,240
Disposals	-	-	-
Impairment losses	-	-	-
Balance at 31 December 2021	11,000	-	11,000
Carrying amounts			
At 1 January 2020	8,200	-	8,200
At 31 December 2020 / 1 January 2021	4,960	-	4,960
At 31 December 2021	1,720	-	1,720

Restrictions

There are no restrictions over the title of the school's intangible assets, nor are any intangible assets pledged as security for liabilities.

Capital commitments

The amount of contractual commitments for the acquisition of intangible assets is \$nil (2020: \$nil)

12. Accounts Payable

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Creditors	31,374	25,000	13,011
Accruals	4,320	5,000	5,590
Employee Entitlements - Salaries	94,476	94,476	90,491
Employee Entitlements - Leave Accrual	5,702	5,000	4,480
	<u>135,872</u>	<u>129,476</u>	<u>113,572</u>
Payables for Exchange Transactions	135,872	129,476	113,572
	<u>135,872</u>	<u>129,476</u>	<u>113,572</u>

The carrying value of payables approximates their fair value.

13. Revenue Received in Advance

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
International Student Fees in Advance	-	-	8,696
	<u>-</u>	<u>-</u>	<u>8,696</u>

14. Provision for Cyclical Maintenance

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Provision at the Start of the Year	10,384	10,384	12,182
Increase/ (decrease) to the Provision During the Year	25,774	25,774	(1,798)
Use of the Provision During the Year	(292)	(292)	-
Provision at the End of the Year	<u>35,866</u>	<u>35,866</u>	<u>10,384</u>
Cyclical Maintenance - Current	35,866	35,866	10,384
	<u>35,866</u>	<u>35,866</u>	<u>10,384</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:

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
No Later than One Year	25,837	25,837	17,059
Later than One Year and no Later than Five Years	25,752	25,752	12,336
Future Finance Charges	(3,204)	(3,204)	(2,121)
	<u>48,385</u>	<u>48,385</u>	<u>27,274</u>
Represented by			
Finance lease liability - Current	25,484	25,484	15,394
Finance lease liability - Term	22,901	22,901	11,880
	<u>48,385</u>	<u>48,385</u>	<u>27,274</u>

16. Funds Held for Capital Works Projects

During the year the School received and applied funding from the Ministry of Education for the following capital works projects.

	2021	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
Replacement of Sheds with New Shed		161,120	-	97,373	-	63,747
Totals		<u>161,120</u>	<u>-</u>	<u>97,373</u>	<u>-</u>	<u>63,747</u>

Represented by:

Funds Held on Behalf of the Ministry of Education	63,747
Funds Due from the Ministry of Education	-
	<u>63,747</u>

	2020	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
Replacement of Sheds with New Shed		-	167,541	(6,421)	-	161,120
Totals		<u>-</u>	<u>167,541</u>	<u>(6,421)</u>	<u>-</u>	<u>161,120</u>

17. Funds Held on Behalf of Kahui Ako Cluster

Port Ahuriri School is the lead school and holds funds on behalf of the cluster, a group of schools funded by the Ministry.

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Funds Held at Beginning of the Year	32,376	-	-
Funds Received from MoE	-	-	32,376
Total Funds Received	-	-	32,376
Funds Spent on Behalf of the Cluster	32,376	-	-
Distribution of Funds			
Funds Held at Year End	-	-	32,376

18. Related Party Transactions

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

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

19. Remuneration

Key Management Personnel Compensation

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

	2021 Actual \$	2020 Actual \$
<i>Board Members</i>		
Remuneration	4,090	2,100
<i>Leadership Team</i>		
Remuneration	266,754	261,640
Full-time equivalent members	2	2
Total Key Management Personnel Remuneration	270,844	263,740

There are six members of the Board excluding the Principal. The Board had held twelve full meetings of the Board in the year. As well as these regular meetings, including preparation time, the Chair 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:

	2021 Actual \$000	2020 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	160 - 170	160 - 170
Benefits and Other Emoluments	3 - 4	3 - 4
Termination Benefits	-	-

Other Employees

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

Remuneration \$000	2021 FTE Number	2020 FTE Number
100 - 110	1	-
	2	0

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

20. 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:

	2021 Actual \$0	2020 Actual \$0
Total	-	-
Number of People	-	-

21. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2021 (Contingent liabilities and assets at 31 December 2020: nil).

Holidays Act Compliance – schools payroll

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

The Ministry'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 2021, a contingent liability for the school may exist.

22. Commitments

(a) Capital Commitments

As at 31 December 2021 the Board did not have any Capital Commitments.

(Capital Commitments at 31 December 2020: nil)

(b) Operating Commitments

As at 31 December 2021 the Board did not have any Operating Commitments.

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

	2021 Actual	2021 Budget (Unaudited)	2020 Actual
	\$	\$	\$
Cash and Cash Equivalents	669,883	704,440	825,750
Receivables	172,354	101,532	180,397
Total Financial Assets Measured at Amortised Cost	842,237	805,972	1,006,147

Financial Liabilities Measured at Amortised Cost

Payables	135,872	129,476	113,572
Finance Leases	48,385	48,385	27,274
Total Financial Liabilities Measured at Amortised Cost	184,257	177,861	140,846

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.

26. COVID 19 Pandemic on going implications

Impact of Covid-19

During 2021 the country moved between alert levels. During February and March 2021 Auckland was placed into alert levels 3 and 2 and other parts of the country moved into alert level 2.

Towards the end of June 2021, the Wellington region was placed into alert level 2 for one week.

Towards the end of August 2021, the entire country moved to alert level 4, with a move to alert level 3 and 2 for everyone outside the Auckland region three weeks later. While Auckland has remained in alert level 3 for a prolonged period of time the Northland and Waikato regions have also returned to alert level 3 restrictions during this period.

Impact on operations

Schools have been required to continue adapting to remote and online learning practices when physical attendance is unable to occur in alert level 4 and 3. Schools continue to receive funding from the Te Tāhuhu o te Mātauranga | Ministry of Education, even while closed.

However, the ongoing interruptions resulting from the moves in alert levels have impacted schools in various ways which potentially will negatively affect the operations and services of the school. We describe below the possible effects on the school that we have identified, resulting from the ongoing impacts of the COVID-19 alert level changes.

Reduction in locally raised funds

Under alert levels 4,3, and 2 the school's ability to undertake fund raising events in the community and/ or collect donations or other contributions from parents, may have been compromised. Costs already incurred arranging future events may not be recoverable.

Port Ahuriri School

Kiwisport Report

For the year ended 31 December 2021

During the year the Board was the recipient of additional Government funding for specific purposes:

Kiwisport is a Government funded initiative to support students' participation in organised sport. In 2021 the school received total Kiwisport funding of \$2,566 (excluding GST). The funding was spent on sports fees and equipment.

The number of students participating in organised sport continues to be at excellent levels.