

ORMISTON SENIOR COLLEGE

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

School Directory

Ministry Number: 564

Principal: Timothy Botting

School Address: 275 Ormiston Road Flat Bush Auckland

School Postal Address: 275 Ormiston Road Flat Bush Auckland

School Phone: 09 551 2430

School Email: izimer@ormiston.school.nz

Members of the Board

Name	Position	How Position Gained	Term Expired/ Expires
Sibylle Townsend	Presiding Member	Elected	2026
Timothy Botting	Principal	Officio	
John Bassano	Parent Representative	Elected	2026
Krish Naidu	Parent Representative	Elected	2026
David Pang	Parent Representative	Elected	2026
Faizal Mohammed	Parent Representative	Seconded Trustee	
Leanne Seniloli	Parent Representative	Seconded Trustee	
Jenny Hong	Student Representative	Elected	2024
Michelle Harvey	Staff Representative	Elected	2026

Accountant / Service Provider:

ORMISTON SENIOR COLLEGE

Annual Report - For the year ended 31 December 2022

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Ormiston Senior College

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 financial statements are authorised for issue by the Board.

Leanne Senifoli
Full Name of Presiding Member (Acting)

[Signature]
Signature of Presiding Member

25 September 2023

Date:

Tim Botting
Full Name of Principal

[Signature]
Signature of Principal

25/09/2023

Date:

UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

Ormiston Senior College

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Revenue				
Government Grants	2	11,149,411	10,088,371	9,712,880
Locally Raised Funds	3	669,669	874,172	844,656
Interest Income		98,564	45,000	40,185
Total Revenue		11,917,644	11,007,543	10,597,721
Expenses				
Locally Raised Funds	3	337,148	431,756	332,277
Learning Resources	4	7,244,830	6,221,497	6,373,739
Administration	5	421,635	424,035	365,650
Finance		17,813	25,000	23,057
Property	6	3,471,142	4,097,205	3,082,181
Donation Expenses		341,387	-	-
Loss on Disposal of Property, Plant and Equipment		2,692	-	1,463
		11,836,647	11,199,493	10,178,367
Net Surplus / (Deficit) for the year		80,997	(191,950)	419,354
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		80,997	(191,950)	419,354

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

Ormiston Senior College

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Equity at 1 January		4,592,815	4,592,815	4,135,692
Total comprehensive revenue and expense for the year		80,997	(191,950)	419,354
Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		-	-	37,769
Cyclical Maintenance Adjustment		398,226	-	-
Equity at 31 December		5,072,038	4,400,865	4,592,815
Accumulated comprehensive revenue and expense		5,072,038	4,400,865	4,592,815
Reserves		-	-	-
Equity at 31 December		5,072,038	4,400,865	4,592,815

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.

Ormiston Senior College

Statement of Financial Position

As at 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Current Assets				
Cash and Cash Equivalents	7	108,034	633,316	651,499
Accounts Receivable	8	595,220	570,000	480,316
GST Receivable		7,668	-	63,321
Prepayments		4,763	-	14,985
Inventories	9	1,009	500	533
Investments	10	5,000,000	3,800,000	3,800,000
Funds Receivable for Capital Works Projects	17	40,528	-	179,490
		5,757,222	5,003,816	5,190,144
Current Liabilities				
Accounts Payable	12	675,339	517,000	493,054
Revenue Received in Advance	13	302,177	60,000	58,227
Provision for Cyclical Maintenance	14	30,791	-	-
Finance Lease Liability	15	76,680	85,000	85,443
Funds held in Trust	16	68,958	67,000	67,009
Funds held for Capital Works Projects	17	20,648	-	-
Funds held on behalf of Kiwi Park Cluster	18	92,333	3,000	2,820
		1,266,926	732,000	706,553
Working Capital Surplus/(Deficit)		4,490,296	4,271,816	4,483,591
Non-current Assets				
Property, Plant and Equipment	11	800,723	850,473	760,429
		800,723	850,473	760,429
Non-current Liabilities				
Provision for Cyclical Maintenance	14	128,059	640,424	569,467
Finance Lease Liability	15	90,922	81,000	81,738
		218,981	721,424	651,205
Net Assets		5,072,038	4,400,865	4,592,815
Equity		5,072,038	4,400,865	4,592,815

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

Ormiston Senior College

Statement of Cash Flows

For the year ended 31 December 2022

	Note	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Cash flows from Operating Activities				
Government Grants		2,542,296	2,188,371	2,009,696
Locally Raised Funds		443,338	675,546	482,256
International Students		413,724	162,303	151,747
Goods and Services Tax (net)		55,655	63,322	(70,856)
Payments to Employees		(1,408,184)	(1,422,813)	4,678,352
Cyclical Maintenance Adjustment		(1,076,732)	(1,532,271)	(6,944,618)
Interest Paid		(17,813)	(25,000)	(23,057)
Interest Received		68,280	39,206	62,145
Net cash from/(to) Operating Activities		1,020,564	148,664	345,665
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(195,731)	(333,029)	(175,233)
Purchase of Investments		(1,200,000)	-	253,334
Net cash from/(to) Investing Activities		(1,395,731)	(333,029)	78,101
Cash flows from Financing Activities				
Furniture and Equipment Grant		-	-	37,769
Finance Lease Payments		(77,981)	(13,478)	(70,622)
Funds Administered on Behalf of Third Parties		(90,317)	179,660	(285,886)
Net cash from/(to) Financing Activities		(168,298)	166,182	(318,739)
Net increase/(decrease) in cash and cash equivalents		(543,465)	(18,183)	105,027
Cash and cash equivalents at the beginning of the year	7	651,499	651,499	546,472
Cash and cash equivalents at the end of the year	7	108,034	633,316	651,499

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.

Ormiston Senior College

Notes to the Financial Statements

For the year ended 31 December 2022

1. Statement of Accounting Policies

a) Reporting Entity

Ormiston Senior College (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.

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 X. Future operating lease commitments are disclosed in note 23b.

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) 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 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.

g) 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.

h) 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.

i) 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	10–75 years
Furniture and equipment	10–15 years
Information and communication technology	4–5 years
Motor vehicles	5 years
Textbooks	3 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value
Uniform	3 years
Artwork	NIL

j) 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.

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

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

Non cash generating assets

Property, plant, and equipment and intangible assets held at cost that have a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. 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 [details of the valuer's approach to determining market value (i.e. what valuation techniques have been employed, comparison to recent market transaction etc.)].

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.

l) Accounts Payable

Accounts Payable represents liabilities for goods and services provided to the School prior to the end of the financial year which are unpaid. Accounts Payable are recorded at the amount of cash required to settle those liabilities. The amounts are unsecured and are usually paid within 30 days of recognition.

m) Employee Entitlements

Short-term employee entitlements

Employee 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.

n) 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.

o) Funds Held In Trust

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

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

p) 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 Revenue and Expense.

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

q) 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 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 Revenue and Expense. The School holds sufficient funds to enable the funds to be used for their intended purpose.

r) 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 school 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.

s) 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.

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

t) 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.

u) Budget Figures

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

u) 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	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Government Grants - Ministry of Education	1,818,637	1,786,722	1,602,025
Teachers' Salaries Grants	5,816,324	4,500,000	5,174,271
Use of Land and Buildings Grants	2,840,716	3,400,000	2,500,302
Other Government Grants	673,734	401,649	436,282
	<u>11,149,411</u>	<u>10,088,371</u>	<u>9,712,880</u>

The school has not opted in to the donations scheme for this year.

3. Locally Raised Funds

Adjustment

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

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
Revenue	\$	\$	\$
Donations & Bequests	56,122	63,319	47,659
Curriculum related Activities - Purchase of goods and services	185,420	305,431	176,361
Fees for Extra Curricular Activities	258,353	344,892	265,293
Trading	-	-	1,256
International Student Fees	169,774	160,530	354,087
	<u>669,669</u>	<u>874,172</u>	<u>844,656</u>
Expenses			
Extra Curricular Activities Costs	156,867	278,185	112,254
International Student - Employee Benefit - Salaries	180,281	153,571	166,923
International Student - Other Expenses	-	-	53,100
	<u>337,148</u>	<u>431,756</u>	<u>332,277</u>
Surplus/ (Deficit) for the year Locally raised funds	<u>332,521</u>	<u>442,416</u>	<u>512,379</u>

4. Learning Resources

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Curricular	338,907	478,705	237,052
Information and Communication Technology	80,550	157,000	131,003
Library Resources	5,085	7,527	3,488
Employee Benefits - Salaries	6,565,661	5,269,741	5,739,505
Staff Development	23,480	52,700	20,050
Depreciation	231,147	255,824	242,641
	<u>7,244,830</u>	<u>6,221,497</u>	<u>6,373,739</u>

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5. Administration

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Audit Fee	6,959	7,000	7,011
Board Fees	5,355	5,700	5,170
Board Expenses	30,195	25,200	21,879
Communication	2,707	5,000	5,734
Consumables	9,753	12,500	12,214
Other	22,143	31,100	18,192
Employee Benefits - Salaries	333,200	319,626	283,010
Insurance	11,323	17,909	12,440
	<u>421,635</u>	<u>424,035</u>	<u>365,650</u>

6. Property

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Caretaking and Cleaning Consumables	146,828	165,600	118,426
Cyclical Maintenance Provision	17,739	70,957	70,956
Grounds	30,375	44,050	27,661
Heat, Light and Water	114,869	111,137	86,853
Repairs and Maintenance	150,501	142,094	136,268
Use of Land and Buildings	2,840,716	3,400,000	2,500,302
Security	16,142	13,375	11,019
Employee Benefits - Salaries	153,972	149,992	130,696
	<u>3,471,142</u>	<u>4,097,205</u>	<u>3,082,181</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.

7. Cash and Cash Equivalents

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Bank Accounts	28,650	553,216	583,969
Short-term Bank Deposits	79,384	80,000	67,425
Cash at Hand	-	100	105
Cash and cash equivalents for Statement of Cash Flows	<u>108,034</u>	<u>633,316</u>	<u>651,499</u>

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

8. Accounts Receivable

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Receivables	68,461	50,000	11,904
Interest Receivable	44,490	20,000	14,206
Banking Staffing Underuse	-	-	49,925
Teacher Salaries Grant Receivable	482,269	500,000	404,281
	<u>595,220</u>	<u>570,000</u>	<u>480,316</u>
Receivables from Exchange Transactions	112,951	70,000	26,110
Receivables from Non-Exchange Transactions	482,269	500,000	454,206
	<u>595,220</u>	<u>570,000</u>	<u>480,316</u>

9. Inventories

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
School Uniforms	1,009	500	533
	<u>1,009</u>	<u>500</u>	<u>533</u>

10. Investments

The School's investment activities are classified as follows:

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Current Asset			
Short-term Bank Deposits	5,000,000	3,800,000	3,800,000
	<u>5,000,000</u>	<u>3,800,000</u>	<u>3,800,000</u>

11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2022	\$	\$	\$	\$	\$	\$
Building Improvements	20,445	-	-	-	(2,990)	17,455
Uniforms	4,313	30,622	-	-	(4,453)	30,482
Furniture and Equipment	395,146	73,309	-	-	(86,905)	381,550
Information and Communication Technology	49,873	79,485	-	-	(40,952)	88,406
Motor Vehicles	330	-	-	-	(330)	-
Textbooks	71,733	4,911	-	-	(5,365)	71,279
Leased Assets	152,365	78,403	-	-	(82,145)	148,623
Artwork	6,880	-	-	-	-	6,880
Library Resources	59,344	7,402	(2,691)	-	(8,007)	56,048
Balance at 31 December 2022	760,429	274,132	(2,691)	-	(231,147)	800,723

	2022 Cost or Valuation	2022 Accumulated Depreciation	2022 Net Book Value	2021 Cost or Valuation	2021 Accumulated Depreciation	2021 Net Book Value
	\$	\$	\$	\$	\$	\$
Building Improvements	31,830	(14,375)	17,455	31,830	(11,385)	20,445
Uniforms	79,230	(48,748)	30,482	48,578	(44,265)	4,313
Furniture and Equipment	1,682,279	(1,300,729)	381,550	1,611,798	(1,216,652)	395,146
Information and Communication Technology	838,929	(750,523)	88,406	762,191	(712,318)	49,873
Motor Vehicles	71,033	(71,033)	-	71,034	(70,704)	330
Textbooks	131,517	(60,238)	71,279	126,607	(54,874)	71,733
Leased Assets	491,105	(342,482)	148,623	412,703	(260,338)	152,365
Artwork	6,880	-	6,880	6,880	-	6,880
Library Resources	141,035	(84,987)	56,048	141,511	(82,167)	59,344
Balance at 31 December	3,473,838	(2,673,115)	800,723	3,213,132	(2,452,703)	760,429

12. Accounts Payable

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Creditors	158,895	70,000	62,798
Accruals	14,303	15,000	14,709
Banking Staffing Overuse	-	-	-
Employee Entitlements - Salaries	482,269	420,000	404,281
Employee Entitlements - Leave Accrual	19,872	12,000	11,266
	<u>675,339</u>	<u>517,000</u>	<u>493,054</u>
Payables for Exchange Transactions	675,339	517,000	493,054
	<u>675,339</u>	<u>517,000</u>	<u>493,054</u>

The carrying value of payables approximates their fair value.

13. Revenue Received in Advance

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
International Student Fees in Advance	302,177	60,000	58,227
	<u>302,177</u>	<u>60,000</u>	<u>58,227</u>

14. Provision for Cyclical Maintenance

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Provision at the Start of the Year	569,467	569,467	513,038
Increase to the Provision During the Year	23,109	70,957	70,956
Use of the Provision During the Year	(35,500)	-	(14,527)
Other Adjustments	(398,226)	-	-
Provision at the End of the Year	<u>158,850</u>	<u>640,424</u>	<u>569,467</u>
Cyclical Maintenance - Current	30,791	-	-
Cyclical Maintenance - Non current	128,059	640,424	569,467
	<u>158,850</u>	<u>640,424</u>	<u>569,467</u>

Per the cyclical maintenance schedule the school is next expected to undertake painting works during 2023. This plan is based on the schools 5 year cyclical maintenance painting plan.

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	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
No Later than One Year	76,680	108,000	108,443
Later than One Year and no Later than Five Years	106,045	80,000	79,942
Later than Five Years	(15,123)	(22,000)	(21,204)
Future Finance Charges			
	<u>167,602</u>	<u>166,000</u>	<u>167,181</u>
Represented by			
Finance lease liability - Current	76,680	85,000	85,443
Finance lease liability - Non current	90,922	81,000	81,738
	<u>167,602</u>	<u>166,000</u>	<u>167,181</u>

16. Funds held in Trust

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Funds Held in Trust on Behalf of Third Parties - Current	68,958	67,000	67,009
	<u>68,958</u>	<u>67,000</u>	<u>67,009</u>

17. Funds Held for Capital Works Projects

During the year the School received and applied funding from the Ministry of Education for the following capital works projects. The amount of cash held on behalf of the Ministry for capital works project is included under cash and cash equivalents in note 7.

	2022	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributio ns \$	Closing Balances \$
Canopy Structure Project		(179,490)	54,292	(256,717)	341,387	(40,528)
5YA Heat Pump		-	13,000	(4,352)	-	8,648
5YA Window Leak		-	12,000	-	-	12,000
Totals		<u>(179,490)</u>	<u>79,292</u>	<u>(261,069)</u>	<u>341,387</u>	<u>(19,880)</u>

Represented by:

Funds Held on Behalf of the Ministry of Education	20,648
Funds Receivable from the Ministry of Education	(40,528)

	2021	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributio ns \$	Closing Balances \$
Canopy Structure Project		31,665	320,881	(532,036)	-	(179,490)
Totals		<u>31,665</u>	<u>320,881</u>	<u>(532,036)</u>	<u>-</u>	<u>(179,490)</u>

Represented by:

Funds Held on Behalf of the Ministry of Education	-
Funds Receivable from the Ministry of Education	(179,490)

18. Funds Held on Behalf of Cluster / Transport Network

Ormiston Senior College is the lead school and holds funds on behalf of the cluster, a group of schools funded by the Ministry.

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Funds Held at Beginning of the Year	2,820	2,820	65,425
Funds Received from Cluster Members	109,802	180	27,301
Total funds received	109,802	180	27,301
Funds Spent on Behalf of the Cluster	20,289	-	89,906
Funds remaining	89,513	180	(62,605)
Distribution of Funds			
Funds Held at Year End	92,333	3,000	2,820

19. 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.

20. 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 \$
<i>Board Members</i>		
Remuneration	5,355	5,170
<i>Leadership Team</i>		
Remuneration	788,499	760,015
Full-time equivalent members	7	7
Total key management personnel remuneration	793,854	765,185

There are 9 members of the Board excluding the Principal. The Board had held 11 full meetings of the Board in the year. The Board also has Finance 4 members that meet monthly. 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	180 - 190	180 - 190
Benefits and Other Emoluments	6 - 7	6 - 7
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	8.00
120 - 130	2.00	2.00
	10.00	10.00

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

21. 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	-	-

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22. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2022 (Contingent liabilities and assets at 31 December 2021: 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 2022, a contingent liability for the school may exist.

23. Commitments

(a) Capital Commitments

As at 31 December 2022 the Board has not entered into contract agreements for capital works.

(Capital commitments at 31 December 2021: Nil)

(b) Operating Commitments

As at 31 December 2022 the Board has entered into the following contracts:

(a) operating lease of a EFTPOS Machine;

	2022 Actual \$	2021 Actual \$
No later than One Year	4,000	9,000
Later than One Year and No Later than Five Years	-	4,000
	<u>4,000</u>	<u>13,000</u>

24. 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	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Cash and Cash Equivalents	108,034	633,316	651,499
Receivables	595,220	570,000	480,316
Investments - Term Deposits	5,000,000	3,800,000	3,800,000
Total Financial assets measured at amortised cost	<u>5,703,254</u>	<u>5,003,316</u>	<u>4,931,815</u>

Financial liabilities measured at amortised cost

Payables	675,339	517,000	493,054
Finance Leases	167,602	166,000	167,181
Total Financial Liabilities Measured at Amortised Cost	<u>842,941</u>	<u>683,000</u>	<u>660,235</u>

25. Events After Balance Date

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

26. Comparatives

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