

PILLANS POINT SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

School Directory

Ministry Number:	1894
Principal:	Jacqui-Ellen Price
School Address:	101 Maxwells Road, Pillans Point, Tauranga
School Postal Address:	As above
School Phone:	07 576 9407
School Email:	office@pillanspoint.school.nz

Members of the Board

Name	Position	How Position Gained	Term Expired/Expires
Martyn Mayston	Presiding Member	Elected	Sep-25
Scott Hamilton	Presiding Member	Elected	Sep-22
Jacqui-Ellen Price	Principal ex Officio		
Graeme Lind	Principal ex Officio		Jul-22
Matt Simeon	Principal ex Officio		Feb-22
Monique Brooks	Parent Representative	Elected	Sep-25
Liam Geraghty	Parent Representative	Elected	Sep-25
Clay Fulcher	Parent Representative	Elected	Sep-25
Lucy Sheppard	Parent Representative	Elected	Sep-25
Rachel Arthur	Parent Representative	Elected	Sep-25
Katie Pritchard	Staff Representative	By-elected	Sep-25
Penny Askin	Staff Representative	Elected	Dec-22
Anthony (Gus) Bishell	Parent Representative	Elected	Sep-22
Martyn Mayston	Parent Representative	Co-opted	Sep-22
Mikael Carter	Staff Representative	Elected	May-22
Catherine Flowerday	Parent Representative	Elected	Apr-22
Shannon Hannah	Parent Representative	Elected	Apr-22
Monique Brooks	Parent Representative	Co-opted	Sep-22
Liam Geraghty	Parent Representative	Co-opted	Sep-22

Auditor: William Buck Tauranga

PILLANS POINT SCHOOL

Annual Report - For the year ended 31 December 2022

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Kiwisport

Good Employer Statement

Pillans Point School

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.

Martyn Mayston

Full Name of Presiding Member



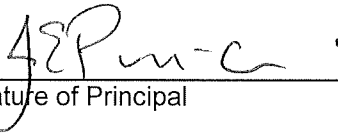
Signature of Presiding Member

17/11/2023

Date:

Jacqui-Ellen Price

Full Name of Principal



Signature of Principal

17/11/23

Date:

Pillans Point School

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	4,467,267	4,276,800	4,336,402
Locally Raised Funds	3	372,949	412,800	396,630
Interest Income		6,612	6,000	2,586
Total Revenue		4,846,828	4,695,600	4,735,618
Expenses				
Locally Raised Funds	3	292,967	225,758	248,734
Learning Resources	4	3,359,969	3,231,600	3,568,846
Administration	5	339,159	293,000	326,364
Finance		6,209	9,000	2,805
Property	6	994,159	949,100	685,603
Loss on Disposal of Property, Plant and Equipment		598	-	-
		4,993,061	4,708,458	4,832,352
Net Surplus / (Deficit) for the year		(146,233)	(12,858)	(96,734)
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		(146,233)	(12,858)	(96,734)

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

Pillans Point School

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		923,731	916,591	1,020,465
Total comprehensive revenue and expense for the year		(146,233)	(12,858)	(96,734)
Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		11,421	-	-
Equity at 31 December		788,919	903,733	923,731
Accumulated comprehensive revenue and expense		788,919	903,733	923,731
Reserves		-	-	-
Equity at 31 December		788,919	903,733	923,731

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.

Pillans Point School

Statement of Financial Position

As at 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Current Assets				
Cash and Cash Equivalents	7	427,872	162,266	162,266
Accounts Receivable	8	276,929	223,972	223,972
GST Receivable		2,849	20,710	20,708
Prepayments		37,096	30,680	30,680
Inventories	9	32,935	27,120	27,120
Investments	10	201,154	200,252	200,252
Funds Receivable for Capital Works Projects	18	39,786	58,018	58,018
		1,018,621	723,018	723,016
Current Liabilities				
Accounts Payable	12	377,109	294,764	294,764
Borrowings	13	10,923	10,923	10,923
Revenue Received in Advance	14	191,520	86,417	86,417
Provision for Cyclical Maintenance	15	444	-	-
Finance Lease Liability	16	37,702	13,001	13,001
Funds held in Trust	17	135,525	57,556	57,555
Funds held for Capital Works Projects	18	81,928	2,840	2,840
		835,151	465,501	465,500
Working Capital Surplus/(Deficit)		183,470	257,517	257,516
Non-current Assets				
Property, Plant and Equipment	11	737,584	749,012	749,011
		737,584	749,012	749,011
Non-current Liabilities				
Borrowings	13	5,461	16,385	16,385
Provision for Cyclical Maintenance	15	67,378	75,410	55,410
Finance Lease Liability	16	59,296	11,001	11,001
		132,135	102,796	82,796
Net Assets		788,919	903,733	923,731
Equity		788,919	903,733	923,731

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

Pillans Point School

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		1,010,238	716,321	959,060
Locally Raised Funds		263,817	297,800	324,610
International Students		225,680	115,000	59,305
Goods and Services Tax (net)		17,857	-	(80,777)
Payments to Employees		(645,885)	(449,500)	(747,224)
Payments to Suppliers		(704,315)	(640,445)	(599,780)
Interest Paid		(6,209)	(9,000)	(2,805)
Interest Received		5,788	6,000	3,413
Net cash from/(to) Operating Activities		166,971	36,176	(84,198)
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(38,688)	(36,177)	(42,503)
Purchase of Investments		(902)	-	-
Proceeds from Sale of Investments		-	-	81,094
Net cash from/(to) Investing Activities		(39,590)	(36,177)	38,591
Cash flows from Financing Activities				
Furniture and Equipment Grant		11,421	-	-
Finance Lease Payments		(37,562)	-	(21,048)
Repayment of Loans		(10,924)	-	(11,839)
Funds Administered on Behalf of Third Parties		175,290	1	(273,384)
Net cash from/(to) Financing Activities		138,225	1	(306,271)
Net increase/(decrease) in cash and cash equivalents		265,606	-	(351,878)
Cash and cash equivalents at the beginning of the year	7	162,266	162,266	514,144
Cash and cash equivalents at the end of the year	7	427,872	162,266	162,266

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.

Pillans Point School

Notes to the Financial Statements

For the year ended 31 December 2022

1. Statement of Accounting Policies

a) Reporting Entity

Pillans Point 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 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 15.

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 16. Future operating lease commitments are disclosed in note 22b.

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	10–75 years
Board Owned Buildings	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

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.

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

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

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 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 Revenue and Expense.

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

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.

t) 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.

u) 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.

v) Budget Figures

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

w) 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 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Government Grants - Ministry of Education	1,010,238	820,200	956,268
Teachers' Salaries Grants	2,747,901	2,749,600	2,906,509
Use of Land and Buildings Grants	709,128	707,000	473,625
	<u>4,467,267</u>	<u>4,276,800</u>	<u>4,336,402</u>

3. Locally Raised Funds

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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Revenue			
Donations & Bequests	32,994	33,000	36,168
Fees for Extra Curricular Activities	81,370	84,100	78,683
Trading	63,177	61,000	56,631
Fundraising & Community Grants	51,160	50,000	39,769
Other Revenue	27,394	69,700	38,993
International Student Fees	116,854	115,000	146,386
	<u>372,949</u>	<u>412,800</u>	<u>396,630</u>
Expenses			
Extra Curricular Activities Costs	38,988	55,908	50,153
Trading	80,405	53,000	57,631
Fundraising and Community Grant Costs	34,772	8,500	8,617
Other Locally Raised Funds Expenditure	1,518	1,500	689
International Student - Student Recruitment	33,289	20,250	23,042
International Student - Employee Benefit - Salaries	94,889	78,000	103,198
International Student - Other Expenses	9,106	8,600	5,404
	<u>292,967</u>	<u>225,758</u>	<u>248,734</u>
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	<u>79,982</u>	<u>187,042</u>	<u>147,896</u>

During the year the School hosted 14 International students (2021:14)

During the year ended December 2022 the International Student Manager travelled to South Korea at a cost of \$9,016 for the purpose of recruiting new students for the school. The travel was funded from the net surplus from international student fees revenue.

4. Learning Resources

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Curricular	70,628	70,300	71,237
Information and Communication Technology	44,021	20,000	20,466
Library Resources	1,040	3,000	2,184
Employee Benefits - Salaries	3,073,672	2,928,700	3,285,642
Staff Development	10,531	25,000	28,930
Depreciation	160,077	184,600	160,387
	<u>3,359,969</u>	<u>3,231,600</u>	<u>3,568,846</u>

5. Administration

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Audit Fee	7,151	5,400	6,624
Board Fees	3,225	3,000	1,650
Board Expenses	10,917	4,000	828
Communication	12,443	16,500	16,281
Consumables	10,266	10,000	11,574
Legal Fees	14,882	-	5,655
Other	73,739	80,300	82,234
Employee Benefits - Salaries	176,104	132,400	172,611
Insurance	13,516	17,000	14,627
Service Providers, Contractors and Consultancy	16,916	24,400	14,280
	339,159	293,000	326,364

6. Property

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Caretaking and Cleaning Consumables	10,400	6,000	8,699
Consultancy and Contract Services	91,622	64,000	78,900
Cyclical Maintenance Provision	15,762	20,000	(20,685)
Grounds	18,542	14,400	19,049
Heat, Light and Water	40,707	35,000	36,592
Rates	20,933	19,000	18,585
Repairs and Maintenance	15,658	21,000	3,191
Use of Land and Buildings	709,128	707,000	473,625
Security	6,987	2,700	6,238
Employee Benefits - Salaries	64,420	60,000	61,409
	994,159	949,100	685,603

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 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Bank Accounts	427,872	162,266	162,266
Cash and cash equivalents for Statement of Cash Flows	427,872	162,266	162,266

Of the \$427,872 Cash and Cash Equivalents, \$81,928 is held by the School on behalf of the Ministry of Education. These funds have been provided by 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 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Receivables	19,682	31,127	31,127
Interest Receivable	1,350	526	526
Teacher Salaries Grant Receivable	255,897	192,319	192,319
	<u>276,929</u>	<u>223,972</u>	<u>223,972</u>
Receivables from Exchange Transactions	21,032	31,653	31,653
Receivables from Non-Exchange Transactions	255,897	192,319	192,319
	<u>276,929</u>	<u>223,972</u>	<u>223,972</u>

9. Inventories

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
School Uniforms	32,935	27,120	27,120
	<u>32,935</u>	<u>27,120</u>	<u>27,120</u>

10. Investments

The School's investment activities are classified as follows:

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Current Asset			
Short-term Bank Deposits	201,154	200,252	200,252
Total Investments	<u>201,154</u>	<u>200,252</u>	<u>200,252</u>

11. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2022	\$	\$	\$	\$	\$	\$
Buildings	104,915	-	-	-	(10,794)	94,120
Furniture and Equipment	524,809	26,705	-	-	(73,196)	478,318
Information and Communication Technology	60,619	7,257	-	-	(32,656)	35,220
Motor Vehicles	22,133	-	-	-	(9,253)	12,881
Textbooks	-	-	-	-	-	-
Leased Assets	14,476	110,560	(598)	-	(31,421)	93,017
Library Resources	22,059	4,726	-	-	(2,757)	24,028
Balance at 31 December 2022	<u>749,011</u>	<u>149,248</u>	<u>(598)</u>	<u>-</u>	<u>(160,077)</u>	<u>737,584</u>

The net carrying value of equipment held under a finance lease is \$93,017 (2021: \$14,476)

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.

	2022	2022	2022	2021	2021	2021
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Buildings	341,937	(247,817)	94,120	341,937	(237,022)	104,915
Furniture and Equipment	996,289	(517,971)	478,318	969,584	(444,775)	524,809
Information and Communication Technology	419,035	(383,815)	35,220	416,019	(355,400)	60,619
Motor Vehicles	45,153	(32,272)	12,881	45,153	(23,019)	22,133
Textbooks	-	-	-	-	-	-
Leased Assets	127,947	(34,930)	93,017	87,185	(72,709)	14,476
Library Resources	133,267	(109,239)	24,028	128,541	(106,482)	22,059
Balance at 31 December	2,063,628	(1,326,044)	737,584	1,988,419	(1,239,407)	749,011

12. Accounts Payable

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Creditors	82,387	80,563	80,563
Accruals	8,977	7,333	7,333
Banking Staffing Overuse	-	-	-
Employee Entitlements - Salaries	267,004	194,878	194,878
Employee Entitlements - Leave Accrual	18,741	11,990	11,990
	<u>377,109</u>	<u>294,764</u>	<u>294,764</u>
Payables for Exchange Transactions	<u>377,109</u>	<u>294,764</u>	<u>294,764</u>
	<u>377,109</u>	<u>294,764</u>	<u>294,764</u>

The carrying value of payables approximates their fair value.

13. Borrowings

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Loans due in one year	10,923	10,923	10,923
Loans due after one year	5,461	16,385	16,385
	<u>16,384</u>	<u>27,308</u>	<u>27,308</u>

The school has borrowings at 31 December 2022 of \$16,384 (31 December 2021: \$27,308). This is made up singularly by a loan from EECA for the purpose of upgrading all lighting to LED. The loan is unsecured, interest free and the loan is payable in equal quarterly instalments of \$2,731.

14. Revenue Received in Advance

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
International Student Fees in Advance	189,783	80,957	80,957
Other revenue in Advance	1,737	5,460	5,460
	<u>191,520</u>	<u>86,417</u>	<u>86,417</u>

15. Provision for Cyclical Maintenance

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Provision at the Start of the Year	55,410	55,410	102,583
Increase to the Provision During the Year	15,762	20,000	(20,685)
Use of the Provision During the Year	(3,350)	-	(26,488)
Provision at the End of the Year	<u>67,822</u>	<u>75,410</u>	<u>55,410</u>
Cyclical Maintenance - Current	444	-	-
Cyclical Maintenance - Non current	67,378	75,410	55,410
	<u>67,822</u>	<u>75,410</u>	<u>55,410</u>

The schools cyclical maintenance schedule details annual painting to be undertaken, the costs associated to this annual work will vary dependent on the requirements during the year. This plan is based on a recent quote received from a painter.

16. 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	43,910	14,581	14,581
Later than One Year and no Later than Five Years	64,112	11,872	11,872
Future Finance Charges	(11,024)	(2,451)	(2,451)
	<u>96,998</u>	<u>24,002</u>	<u>24,002</u>
Represented by			
Finance lease liability - Current	37,702	13,001	13,001
Finance lease liability - Non current	59,296	11,001	11,001
	<u>96,998</u>	<u>24,002</u>	<u>24,002</u>

17. Funds held in Trust

	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Funds Held in Trust on Behalf of Third Parties - School	12,218	57,556	6,382
Funds Held in Trust on Behalf of Third Parties - WBBOPPA	123,307	-	51,174
Funds Held in Trust on Behalf of Third Parties - Non-Current	-	-	-
	<u>135,525</u>	<u>57,556</u>	<u>57,556</u>

These funds relate to arrangements where the school is acting as an agent. These amounts are not revenue or expense of the school and therefore are not included in the Statement of Comprehensive Revenue and Expense.

18. 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 Contributions	Closing Balances
		\$	\$	\$	\$	\$
Universal Bathroom	<i>completed</i>	(35,238)	35,823	(585)	-	0
SIP - Caretakers Shed	<i>completed</i>	2,840	-	(8,280)	-	(5,440)
SIP - 221750 Courts	<i>completed</i>	(11,732)	-	(750)	-	(12,482)
SIP 225768 Rms 16/17/6/Lib	<i>completed</i>	(11,048)	-	(10,816)	-	(21,864)
Fantail Works	<i>in progress</i>	-	94,024	(12,097)	-	81,928
Totals		(55,178)	129,847	(32,527)	-	42,142

Represented by:

Funds Held on Behalf of the Ministry of Education	81,928
Funds Receivable from the Ministry of Education	(39,786)
	<u>42,142</u>

	2021	Opening Balances	Receipts from MoE	Payments	Board Contributions	Closing Balances
		\$	\$	\$	\$	\$
SIP - LSC Offices	<i>completed</i>	2,393	9,777	(12,170)	-	-
Universal Bathroom	<i>in progress</i>	201,509	-	(236,748)	-	(35,238)
SIP - Admin Refurb	<i>completed</i>	7,072	6,858	(13,930)	-	-
SIP - Caretakers Shed	<i>in progress</i>	(4,303)	97,638	(90,495)	-	2,840
SIP - 221750 Courts	<i>in progress</i>	-	103,500	(115,232)	-	(11,732)
SIP 225768 Rms 16/17/6/Lib	<i>in progress</i>	-	69,125	(80,173)	-	(11,048)
Fantail Works						-
Totals		206,671	286,898	(548,747)	-	(55,178)

Represented by:

Funds Held on Behalf of the Ministry of Education	2,840
Funds Receivable from the Ministry of Education	(58,018)
	<u>(55,178)</u>

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	3,225	1,650
<i>Leadership Team</i>		
Remuneration	875,041	698,387
Full-time equivalent members	8	6
Total key management personnel remuneration	878,266	700,037

There are 8 members of the Board excluding the Principal. The Board had held 9 full meetings of the Board in the year. The Board also has Finance (1) and Property (1) that meet quarterly and monthly 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	20-30	160-180
Benefits and Other Emoluments	0-1	6-10
Termination Benefits	-	-

Principal 2

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	50-60	-
Benefits and Other Emoluments	-	-
Termination Benefits	-	-

Principal 3

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	70-80	-
Benefits and Other Emoluments	2-3	-
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	4.00	5.00
110-120	0.00	

4.00	5.00
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The disclosure for 'Other Employees' does not include remuneration of the Principal.

21. 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.

22. Commitments

(a) Capital Commitments

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

(a) \$1,200,000 contract for Fantail / Tirairaka block upgrade as agent for the Ministry of Education. This project is fully funded by the Ministry and \$94,024 has been received of which \$12,097 has been spent on the project to balance date. This project is pending approval by the Ministry.

b) \$109,189 contract for Caretakers Shed project, which is fully funded by the Ministry of Education. \$96,866 has been received and \$102,306 has been spent on the project to balance date; and

c) \$90,123 contract for Rooms 16/17/6 and Library, which is fully funded by the Ministry of Education - School Investment Package program. \$69,125 has been received and \$90,989 has been spent on the project to balance date; and

d) \$116,553 contract for Courts, which is fully funded by the Ministry of Education - School Investment Package program. \$103,500 has been received and \$115,982 has been spent on the project to balance date.

(Capital commitments at 31 December 2021: \$592,675)

(b) Operating Commitments

As at 31 December 2022 the Board has not entered operating contractual commitments.

(a) Operating Commitments as at 31 December;

No later than One Year
Later than One Year and No Later than Five Years
Later than Five Years

2022 Actual \$	2021 Actual \$
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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

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Cash and Cash Equivalents	427,872	162,266	162,266
Receivables	276,929	223,972	223,972
Investments - Term Deposits	201,154	200,252	200,252
Total Financial assets measured at amortised cost	<u>905,955</u>	<u>586,490</u>	<u>586,490</u>

Financial liabilities measured at amortised cost

Payables	377,109	294,764	294,764
Borrowings - Loans	16,384	27,308	27,308
Finance Leases	96,998	24,002	24,002
Total Financial Liabilities Measured at Amortised Cost	<u>490,491</u>	<u>346,074</u>	<u>346,074</u>

24. Events After Balance Date

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

25. Comparatives

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

26. Breach of Law - Statutory Reporting

The Board of Trustees did not comply with section 135(1) of the Education and Training Act 2020 which requires the Board to provide its unaudited financial statements to the Auditor-General by 31 March 2023.

Pillans Point School

Kiwisport Statement

For the year ended 31 December 2022

Kiwisport is a Government funding initiative to support student participation in organized sport. In 2022 Pillans Point School received \$7,886.26 excl GST.

The funding was used to contribute to the cost of employing a Sports Coordinator. The goal of this position is to support and encourage as many children as possible to participate in school sports. This is done by:

- Attending assemblies within the school, creating newsletters and updating social media to promote sports
- Liaising with parents regarding coaching, managing and umpiring
- Make regular contact with coaches and managers during the season
- Attending external meetings for the different sporting codes
- Make our students aware of external sporting opportunities

Good Employer Statement

For the year ended 31 December 2022

Pillans Point School met our obligations to provide good and safe working conditions by following our health and safety policies. We provide equal employment opportunities to our employees by promoting professional development training and conducting performance review in accordance with our Equal Employment Opportunities Policy. We practise impartial selection of suitably qualified persons for appointment through our independent selection committee that is delegated by the Board.