

MOANATAIARI SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

School Directory

Ministry Number:	1829
Principal:	David Brock
School Address:	101 Kuranui Street, Moanataiari
School Postal Address:	101 Kuranui Street, Thames, 3500
School Phone:	07 868 6504
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Accountant / Service Provider:

Education  Services.
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MOANATAIARI SCHOOL

Annual Report - For the year ended 31 December 2021

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Moanataiari School

Statement of Responsibility

For the year ended 31 December 2021

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

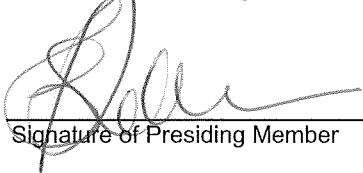
The management (including the principal and others as directed by the Board) accepts responsibility for establishing and maintaining a system of internal controls designed to provide reasonable assurance as to the integrity and reliability of the school's financial reporting.

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

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

Lisa Donaldson

Full Name of Presiding Member



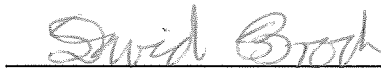
Signature of Presiding Member

25/08/2022

Date:

David Peter Brock

Full Name of Principal



Signature of Principal

15.08.2022

Date:

Moanataiari School
Statement of Comprehensive Revenue and Expense
For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Revenue				
Government Grants	2	1,465,307	1,680,392	1,698,707
Locally Raised Funds	3	95,538	60,600	63,312
Interest Income		672	-	2,257
		<u>1,561,517</u>	<u>1,740,992</u>	<u>1,764,276</u>
Expenses				
Locally Raised Funds	3	53,030	7,500	11,603
Learning Resources	4	1,157,332	1,212,745	1,198,564
Administration	5	151,720	126,011	148,814
Finance		457	410	590
Property	6	301,660	365,131	356,538
Depreciation	10	67,317	66,484	67,232
Loss on Disposal of Property, Plant and Equipment		-	-	1,395
		<u>1,731,516</u>	<u>1,778,281</u>	<u>1,784,736</u>
Net Surplus / (Deficit) for the year		(169,999)	(37,289)	(20,460)
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u>(169,999)</u>	<u>(37,289)</u>	<u>(20,460)</u>

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

Moanataiari School
Statement of Changes in Net Assets/Equity
For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Equity at 1 January		567,572	541,376	588,032
Total comprehensive revenue and expense for the year		(169,999)	(37,289)	(20,460)
Capital Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		5,441	-	-
Equity at 31 December		403,014	504,087	567,572
Retained Earnings		403,014	504,087	567,572
Equity at 31 December		403,014	504,087	567,572

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.

Moanataiari School Statement of Financial Position

As at 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Assets				
Cash and Cash Equivalents	7	74,402	157,529	36,172
Accounts Receivable	8	61,253	67,691	62,361
GST Receivable		25,682	12,292	4,528
Prepayments		7,224	5,561	9,856
Investments	9	79,639	77,128	79,155
Funds owed for Capital Works Projects	15	-	-	18,900
		248,200	320,201	210,972
Current Liabilities				
Accounts Payable	11	72,113	87,261	85,036
Revenue Received in Advance	12	30,000	40,778	-
Provision for Cyclical Maintenance	13	2,571	2,400	2,500
Finance Lease Liability	14	5,174	5,358	5,583
Funds held for Capital Works Projects	15	127,938	-	-
		237,796	135,797	93,119
Working Capital Surplus/(Deficit)		10,404	184,404	117,853
Non-current Assets				
Property, Plant and Equipment	10	417,602	342,160	467,953
		417,602	342,160	467,953
Non-current Liabilities				
Provision for Cyclical Maintenance	13	21,500	14,108	11,606
Finance Lease Liability	14	3,492	8,369	6,628
		24,992	22,477	18,234
Net Assets		403,014	504,087	567,572
Equity		403,014	504,087	567,572

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

Moanataiari School
Statement of Cash Flows
For the year ended 31 December 2021

		2021	2021	2020
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
		\$	\$	\$
Cash flows from Operating Activities				
Government Grants		372,942	422,537	476,235
Locally Raised Funds		125,899	56,994	21,583
Goods and Services Tax (net)		(21,154)	-	7,764
Payments to Employees		(361,398)	(281,742)	(346,302)
Payments to Suppliers		(212,405)	(165,474)	(146,207)
Interest Paid		(457)	(410)	(590)
Interest Received		672	-	2,257
Net cash from/(to) Operating Activities		(95,901)	31,905	14,740
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(14,118)	-	(75,493)
Purchase of Investments		(483)	-	(2,027)
Net cash from/(to) Investing Activities		(14,601)	-	(77,520)
Cash flows from Financing Activities				
Furniture and Equipment Grant		5,441	-	-
Finance Lease Payments		(3,547)	(3,339)	(3,680)
Funds Administered on Behalf of Third Parties		146,838	-	(26,331)
Net cash from/(to) Financing Activities		148,732	(3,339)	(30,011)
Net increase/(decrease) in cash and cash equivalents		38,230	28,566	(92,791)
Cash and cash equivalents at the beginning of the year	7	36,172	128,963	128,963
Cash and cash equivalents at the end of the year	7	74,402	157,529	36,172

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.

Moanataiari School

Notes to the Financial Statements

For the year ended 31 December 2021

1. Statement of Accounting Policies

a) Reporting Entity

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

b) Basis of Preparation

Reporting Period

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

Basis of Preparation

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

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

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

Measurement Base

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

Presentation Currency

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

Specific Accounting Policies

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

Critical Accounting Estimates And Assumptions

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

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

Cyclical maintenance

A school recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's long term maintenance plan which is prepared as part of its 10 Year Property Planning process. During the year, the Board assesses the reasonableness of its 10 Year Property Plan on which the provision is based. Cyclical maintenance is disclosed at note 13.

Useful lives of property, plant and equipment

The School reviews the estimated useful lives of property, plant and equipment at the end of each reporting date. The School believes that the estimated useful lives of the property, plant and equipment as disclosed in the significant accounting policies are appropriate to the nature of the property, plant and equipment at reporting date. Property, plant and equipment is disclosed at note 10.

Critical Judgements in applying accounting policies

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

Classification of leases

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

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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

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

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

Other Grants

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

Donations, Gifts and Bequests

Donations, gifts and bequests are recorded as revenue when their receipt is formally acknowledged by the School.

Interest Revenue

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

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

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

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

Finance Leases

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

Depreciation

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

The estimated useful lives of the assets are:

Building Improvements	18-40 years
Furniture and Equipment	5-15 years
Information and Communication Technology	5 years
Motor Vehicles	5 years
Library Resources	8 years DV
Leased assets held under a Finance Lease	Term of Lease

k) Intangible Assets

Software costs

Computer software acquired by the School are capitalised on the basis of the costs incurred to acquire and bring to use the specific software. Costs associated with subsequent maintenance or licensing of software are recognised as an expense in the Statement of Comprehensive Revenue and Expense when incurred.

The carrying value of software is amortised on a straight line basis over its useful life. The useful life of software is estimated as three years. The amortisation charge for each period and any impairment loss is recorded in the Statement of Comprehensive Revenue and Expense.

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. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable service amount. The recoverable service amount is the higher of an asset's fair value less costs to sell and value in use.

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

If an asset's carrying amount exceeds its recoverable service amount, the asset is regarded as impaired and the carrying amount is written down to the recoverable amount. The total impairment loss is recognised in the surplus or deficit.

The reversal of an impairment loss is recognised in the surplus or deficit.

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 twelve 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.

o) Revenue Received in Advance

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

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

p) Funds Held in Trust

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

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. The cluster of schools operate activities outside of the School's control. These amounts are not recorded in the Statement of Comprehensive Revenue and Expenses. 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 an up to date 10 Year Property Plan (10YPP) or another appropriate source of evidence.

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 categorised as 'financial assets measured at amortised cost' for accounting purposes in accordance with financial reporting standards.

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

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

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.

Borrowings include but are not limited to bank overdrafts, operating leases, finance leases, painting contracts and term loans.

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Operational Grants	343,872	384,353	374,428
Teachers' Salaries Grants	835,534	993,960	949,794
Use of Land and Buildings Grants	216,219	263,895	270,995
Other MoE Grants	69,682	38,184	103,490
	<u>1,465,307</u>	<u>1,680,392</u>	<u>1,698,707</u>

The school has opted in to the donations scheme for this year. Total amount received was \$26,850.

3. Locally Raised Funds

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Revenue			
Donations & Bequests	3,371	200	9,340
Fees for Extra Curricular Activities	67,564	14,400	3,192
Fundraising & Community Grants	24,603	46,000	50,780
	<u>95,538</u>	<u>60,600</u>	<u>63,312</u>
Expenses			
Extra Curricular Activities Costs	52,974	7,500	4,121
Fundraising & Community Grant Costs	56	-	7,482
	<u>53,030</u>	<u>7,500</u>	<u>11,603</u>
<i>Surplus for the year Locally raised funds</i>	<u>42,508</u>	<u>53,100</u>	<u>51,709</u>

4. Learning Resources

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Curricular	60,841	34,106	22,620
Library Resources	76	200	160
Employee Benefits - Salaries	1,090,673	1,167,339	1,166,534
Staff Development	5,742	11,100	9,250
	<u>1,157,332</u>	<u>1,212,745</u>	<u>1,198,564</u>

5. Administration

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Audit Fee	4,850	4,100	4,104
Board Fees	3,830	6,500	4,505
Board Expenses	4,012	5,460	4,044
Communication	7,513	5,270	4,871
Consumables	12,955	10,500	10,817
Other	11,594	11,350	19,611
Employee Benefits - Salaries	88,809	63,061	85,768
Insurance	6,244	6,770	6,054
Service Providers, Contractors and Consultancy	11,913	13,000	9,040
	151,720	126,011	148,814

6. Property

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Caretaking and Cleaning Consumables	5,937	6,680	6,328
Cyclical Maintenance Provision	9,965	4,754	4,256
Grounds	6,110	17,850	4,581
Heat, Light and Water	7,215	6,400	5,558
Rates	4,880	5,000	4,937
Repairs and Maintenance	5,562	14,600	13,913
Use of Land and Buildings	216,219	263,895	270,995
Security	360	650	384
Employee Benefits - Salaries	45,412	45,302	45,586
	301,660	365,131	356,538

In 2021, the Ministry of Education revised the notional rent rate from 8% to 5% to align it with the Government Capital Charge rate. This is considered to be a reasonable proxy for the market rental yield on the value of land and buildings used by schools. Accordingly in 2021, 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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Bank Accounts	74,402	157,529	10,653
Short-term Bank Deposits	-	-	25,519
Cash and cash equivalents for Statement of Cash Flows	74,402	157,529	36,172

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

Of the \$74,402 Cash and Cash Equivalents and \$79,639 of Investments \$134,705 is held by the School on behalf of the Ministry of Education. These funds have been provided for the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2022 on Crown owned school buildings.

8. Accounts Receivable

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Receivables	590	-	951
Receivables from the Ministry of Education	665	-	-
Banking Staffing Underuse	400	-	-
Teacher Salaries Grant Receivable	59,598	67,691	61,410
	61,253	67,691	62,361
Receivables from Exchange Transactions	1,255	-	951
Receivables from Non-Exchange Transactions	59,998	67,691	61,410
	61,253	67,691	62,361

9. Investments

The School's investment activities are classified as follows:

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Asset			
Short-term Bank Deposits	79,639	77,128	79,155
Total Investments	79,639	77,128	79,155

10. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2021	\$	\$	\$	\$	\$	\$
Building Improvements	303,398	2,129	-	-	(19,748)	285,779
Furniture and Equipment	99,476	8,924	-	-	(23,511)	84,888
Information and Communication Technolog	56,447	3,712	-	-	(20,219)	39,941
Leased Assets	5,505	2,201	-	-	(3,448)	4,258
Library Resources	3,127	-	-	-	(391)	2,736
Balance at 31 December 2021	467,953	16,966	-	-	(67,317)	417,602

The net carrying value of equipment held under a finance lease is \$4,258 (2020: \$5,505)

	2021	2021	2021	2020	2020	2020
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Building Improvements	397,124	(111,345)	285,779	394,995	(91,597)	303,398
Furniture and Equipment	293,702	(208,814)	84,888	285,968	(186,492)	99,476
Information and Communication Technolog	162,500	(122,559)	39,941	158,788	(102,341)	56,447
Motor Vehicles	5,332	(5,332)	-	5,332	(5,332)	-
Leased Assets	9,525	(5,267)	4,258	11,815	(6,310)	5,505
Library Resources	34,305	(31,569)	2,736	34,305	(31,178)	3,127
Balance at 31 December	902,488	(484,886)	417,602	891,203	(423,250)	467,953

11. Accounts Payable

	2021	2021	2020
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Creditors	4,407	8,086	10,547
Accruals	3,350	2,800	2,604
Banking Staffing Overuse	-	6,637	6,637
Employee Entitlements - Salaries	59,598	67,691	61,410
Employee Entitlements - Leave Accrual	4,758	2,047	3,838
	72,113	87,261	85,036
Payables for Exchange Transactions	72,113	87,261	85,036
Payables for Non-exchange Transactions - Taxes Payable (PAYE and Rates)	-	-	-
Payables for Non-exchange Transactions - Other	-	-	-
	72,113	87,261	85,036

The carrying value of payables approximates their fair value.

12. Revenue Received in Advance

	2021	2021 Budget	2020
	Actual	(Unaudited)	Actual
	\$	\$	\$
Income in Advance	30,000	40,778	-
	30,000	40,778	-

13. Provision for Cyclical Maintenance

	2021	2021 Budget	2020
	Actual	(Unaudited)	Actual
	\$	\$	\$
Provision at the Start of the Year	14,106	11,754	9,850
Increase to the Provision During the Year	6,000	4,754	4,654
Adjustment to the Provision	3,965	-	(398)
Provision at the End of the Year	24,071	16,508	14,106
Cyclical Maintenance - Current	2,571	2,400	2,500
Cyclical Maintenance - Term	21,500	14,108	11,606
	24,071	16,508	14,106

14. Finance Lease Liability

The School has entered into a number of finance lease agreements for computers and other ICT equipment. Minimum lease payments payable:

	2021	2021 Budget	2020
	Actual	(Unaudited)	Actual
	\$	\$	\$
No Later than One Year	5,492	5,358	5,993
Later than One Year and no Later than Five Years	3,630	8,369	6,815
Future finance charges	(456)	-	(597)
	8,666	13,727	12,211
Represented by			
Finance lease liability - Current	5,174	5,358	5,583
Finance lease liability - Term	3,492	8,369	6,628
	8,666	13,727	12,211

15. Funds Held (Owed) for Capital Works Projects

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

2021	Project No.	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions	Closing Balances \$
Drainage Upgrade	226687	(18,900)	159,299	(139,088)	-	1,311
SIP - Shade project	226210	-	123,493	(4,290)	-	119,203
MOE - LSC Room	220431	-	69,188	(75,955)	-	(6,767)
Irrigation System	221267	-	15,992	(1,801)	-	14,191
B C F Roofing Replacement	228137	-	217,048	(217,048)	-	-
Totals		(18,900)	585,020	(438,182)	-	127,938

Represented by:

Funds Held on Behalf of the Ministry of Education	134,705
Funds Due from the Ministry of Education	(6,767)
	<u>127,938</u>

2020	Project No.	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions	Closing Balances \$
MOE - New Roofing Upgrade	completed	(13,902)	-	13,902	-	-
MOE - Electrical/Lighting Upgrade	completed	7,032	-	(7,032)	-	-
MOE - Wall Covering	completed	14,301	-	(14,301)	-	-
Drainage Upgrade	226687	-	-	(18,900)	-	(18,900)
Totals		7,431	-	(26,331)	-	(18,900)

16. 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.

17. Remuneration

Key management personnel compensation

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

	2021 Actual \$	2020 Actual \$
<i>Board Members</i>		
Remuneration	3,830	4,505
<i>Leadership Team</i>		
Remuneration	339,964	335,029
Full-time equivalent members	3.00	3.00
Total key management personnel remuneration	343,794	339,534

There are 7 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 members) and Property (1 members) that met 0 and 0 times respectively. As well as these regular meetings, including preparation time, the Presiding Member and other Board members have also been involved in ad hoc meetings to consider student welfare matters including stand downs, suspensions, and other disciplinary matters.

Principal 1

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

	2021 Actual \$000	2020 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	130 - 140	140 - 150
Benefits and Other Emoluments	4 - 5	4 - 5
Termination Benefits	-	-

Other Employees

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

	2021 FTE Number	2020 FTE Number
Remuneration \$000 100 - 110	1.00	-
	1.00	0.00

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

18. Compensation and Other Benefits Upon Leaving

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

	2021 Actual	2020 Actual
Total	-	-
Number of People	-	-

19. Contingencies

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

Holidays Act Compliance – schools payroll

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

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

To the extent that any obligation cannot reasonably be quantified at 31 December 2021, a contingent liability for the school may exist.

20. Commitments

(a) Capital Commitments

As at 31 December 2021 the Board has entered into contract agreements for capital works as follows:

\$220,975 contract for the Drainage Upgrade as agent for the Ministry of Education. This project is fully funded by the Ministry and \$159,299 has been received of which \$157,988 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$139,066 contract for the SIP - Shade project as agent for the Ministry of Education. This project is fully funded by the Ministry and \$123,493 has been received of which \$4,290 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$85,413 contract for the MOE - LSC Room as agent for the Ministry of Education. This project is fully funded by the Ministry and \$69,188 has been received of which \$75,955 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$1,544 contract for the Irrigation System as agent for the Ministry of Education. This project is fully funded by the Ministry and \$15,992 has been received of which \$1,801 has been spent on the project to balance date. This project has been approved by the Ministry.

\$254,850 contract for the B C F Roofing replacement as agent for the Ministry of Education. This project is fully funded by the Ministry and \$213,343 has been received of which \$213,343 has been spent on the project to balance date. This project has been approved by the Ministry.

(Capital commitments as at 31 December 2020: (Nil))

(b) Operating Commitments

There are no operating commitments as at 31 December 2021 (Operating commitments at 31 December 2020: nil).

21. Financial Instruments

The carrying amount of financial assets and liabilities in each of the financial instrument categories are as follows:

Financial assets measured at amortised cost

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Cash and Cash Equivalents	74,402	157,529	36,172
Receivables	61,253	67,691	62,361
Investments - Term Deposits	79,639	77,128	79,155
Total Financial assets measured at amortised cost	215,294	302,348	177,688

Financial liabilities measured at amortised cost

Payables	72,113	87,261	85,036
Finance Leases	8,666	13,727	12,211
Total Financial Liabilities Measured at Amortised Cost	80,779	100,988	97,247

22. Events After Balance Date

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

23. Comparatives

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

24. COVID 19 Pandemic on going implications

Impact of Covid-19

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

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

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

Impact on operations

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

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

Increased Remote learning additional costs

Under alert levels 4 and 3 ensuring that students have the ability to undertake remote or distance learning often incurs additional costs in the supply of materials and devices to students to enable alternative methods of curriculum delivery.

Moanataiari School

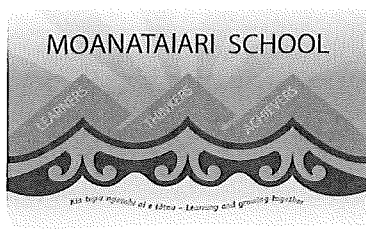
Members of the Board

Name	Position	How Position Gained	Term Expired/ Expires
Siobhan Flanigan	Presiding Member	Elected	Sep 2022
Lisa Dsouza	Parent Representative	Elected	Sep 2022
Jaspreet Kaur	Parent Representative	Elected	Sep 2022
Ross Ashby	Parent Representative	Elected	Sep 2022
Wayne Howes	Staff Representative	Elected	Sep 2022

Moanataiari School

Kiwisport

Kiwisport is a Government funding initiative to support students' participation in organised sport. In 2021, the school received total Kiwisport funding of \$2,175 (excluding GST). The funding was spent on sporting endeavours.



Moanataiari Primary School

Kuranui Street, Thames
Ph (07) 8686504

Principal: David Brock

Email: office@moana.school.nz

15 August 2022

Darren Wright
William Buck Audit (NZ) Limited
PO Box 106 090
AUCKLAND 1143

REPRESENTATION LETTER FOR THE YEAR ENDED 31 DECEMBER 2021

This representation letter is provided in connection with your audit, carried out on behalf of the Auditor-General, of the financial statements of **Moanataiari School** (the School) for the year ended 31 December 2021 for the purpose of expressing an independent opinion about whether the financial statements:

- present fairly, in all material respects:
 - the financial position as at 31 December 2021; and
 - the financial performance and cash flows for the year then ended; and
- comply with generally accepted accounting practice in New Zealand in accordance with PBE Accounting Standards (PBE IPSAS) Reduced Disclosure Regime.

We understand that your audit was carried out in accordance with the Auditing Standards issued by the Auditor-General, which incorporate the International Standards on Auditing (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board.

General representations

To the best of our knowledge and belief:

- the resources, activities, and entities under our control have been operating effectively and efficiently;
- we have complied with our statutory obligations including laws, regulations and contractual requirements;
- we have carried out our decisions and actions with due regard to minimising waste;
- we have met Parliament's and the public's expectations of appropriate standards of behaviour in the public sector (that is, we have carried out our decisions and actions with due regard to probity); and
- any decisions or actions have been taken with due regard to financial prudence.

We also acknowledge that we have responsibility for designing, implementing, and maintaining internal control (to the extent that is reasonably practical given the size of the School) to prevent and detect fraud or error, and which enables the preparation of the financial statements that are free from material misstatement whether due to fraud or error (a requirement of paragraph NZ40.1(a) in ISA (NZ) 240).

Representations for the financial statements

We confirm that all transactions have been recorded in the accounting records and are reflected in the financial statements, and that, to the best of our knowledge and belief, having made such enquiries as we considered necessary for the purpose of appropriately informing ourselves:

- we have fulfilled our responsibilities for preparing and presenting the financial statements as required by section 87 of the Education Act 1989 and, in particular, that the financial statements:
 - present fairly, in all material respects:
 - the financial position as at 31 December 2021; and
 - the financial performance and cash flows for the year then ended; and
 - comply with generally accepted accounting practice in New Zealand in accordance with PBE Accounting Standards (PBE IPSAS) Reduced Disclosure Regime.
- we believe the methods, significant assumptions, and data used in making and supporting the accounting estimates and the related disclosures in the financial statements are appropriate to achieve recognition, measurement or disclosure that is in accordance with the applicable financial reporting framework;
- we have appropriately accounted for and disclosed the related party relationships and transactions in the financial statements;
- we have adjusted or disclosed all events subsequent to the date of the financial statements that require adjustment or disclosure; and
- we believe the effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial statements as a whole. A list of the uncorrected misstatements is attached to this representation letter;
- we have disclosed all known actual or possible litigation and claims whose effects should be considered when preparing the financial statements. Where applicable, such litigation and claims have been accounted for and disclosed in accordance with PBE Accounting Standards (PBE IPSAS) Reduced Disclosure Regime.

Representations about the provision of information

We confirm that, to the best of our knowledge and belief, having made such enquiries as we considered necessary for the purpose of appropriately informing ourselves:

- we have provided you with:
 - all information, such as records and documentation, and other matters that are relevant to preparing and presenting the financial statements; and
 - unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence;
- we have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud;
- we have disclosed to you all information in relation to fraud or suspected fraud that we are aware of and that affects the entity and involves:
 - management;
 - employees who have significant roles in internal control; or
 - others where the fraud could have a material effect on the financial statements;
- we have disclosed to you all information in relation to allegations of fraud, or suspected fraud, affecting the entity's financial statements communicated by employees, former employees, analysts, regulators, or others;

- we have disclosed to you all known instances of non-compliance or suspected non-compliance with laws and regulations whose effects should be considered when preparing financial statements;
- we have disclosed the identity of the related parties, all of their relationships, and all of their transactions of which we are aware; and
- we have provided you with all the other documents ("other information") which will accompany the financial statements which are consistent with the financial statements, and the other information does not contain any material misstatements.

Going concern basis of accounting

We confirm that, to the best of our knowledge and belief, the School has adequate resources to continue operations at its current level for the foreseeable future. For this reason, the Board continues to adopt the going concern basis of accounting in preparing the financial statements for the year ended 31 December 2021. We have reached this conclusion after making enquiries and having regard to circumstances that we consider likely to affect the School during the period of one year from today's date, and to circumstances that we know will occur after that date which could affect the validity of the going concern basis of accounting.

We consider that the financial statements adequately disclose the circumstances, and any uncertainties, that we can reasonably be expected to be aware of concerning the adoption of the going concern basis of accounting by the School.


Publication of the financial statements and related audit report on a website

We confirm that we are responsible for the electronic presentation of the audited financial statements, and:

- that the electronic version of the audited financial statements and the related audit report presented on the website are the same as the final signed version of the audited financial statements and audit report.
- that the audited and unaudited information on the website has been clearly differentiated and we understand the risk of potential misrepresentation without appropriate controls.
- that we have assessed the security controls over audited financial information and the related audit report and are satisfied that procedures are adequate to ensure the integrity of the information provided.
- that the full financial statements have been provided on the website.

The representations in this letter are made at your request, and to supplement information obtained by you from the records of the School and to confirm information given to you orally.

Yours faithfully



Presiding Member



Principal

