

MIRAMAR CHRISTIAN SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

School Directory

Ministry Number: 4119
Principal: Kaye Gillies
School Address: 41 Camperdown Road, Miramar, Wellington
School Postal Address: 41 Camperdown Road, Miramar, Wellington
School Phone: 04-9398558
School Email: office@christian.school.nz

Members of the Board of Trustees

Name	Position	How Position Gained	Term Expired/ Expires
<i>Current members of the board (as at date of this report):</i>			
Andrew Green	Chairperson	Elected by School Community / Appointed by Board	Jun 2022
Kim Coates	Proprietor's Rep	Appointed by Proprietor	Jun 2022
Kaye Gillies	Principal	Ex Officio	Jun 2022
Betsy Anderson	Staff Rep	Elected by Teachers	Jun 2022
Otto Azucena	Parent Rep	Elected by School Community	Jun 2022
Wilma Reinders	Secretary	Appointed by Board	n/a
<i>Board members who ceased during/end of 2021:</i>			
Seth Fraser	Parent Rep	Elected by School Community	Sep 2021
Charney Oluboyede	Parent Rep	Elected by School Community	Dec 2021

MIRAMAR CHRISTIAN SCHOOL

Annual Report - For the year ended 31 December 2021

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Miramar Christian School

Statement of Responsibility

For the year ended 31 December 2021

The Board of Trustees 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.

Andrew Logan Green
Full Name of Board Chairperson

Mrs Kaye Denise Gillies
Full Name of Principal

A Green
Signature of Board Chairperson

Kaye Gillies
Signature of Principal

Date: 2/06/2022

Date: 2/06/2022

Miramar Christian 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	398,341	372,383	425,228
Locally Raised Funds	3	15,744	23,682	19,959
Use of Proprietor's Land and Buildings		217,500	348,000	348,000
Interest income		276	1,000	974
Other Revenue		-	-	-
		<u>631,861</u>	<u>745,065</u>	<u>794,161</u>
Expenses				
Locally Raised Funds	3	9,620	12,566	4,509
Learning Resources	4	302,330	314,563	370,818
Administration	5	56,428	63,581	52,847
Property	6	245,865	376,439	372,421
Depreciation	7	7,454	7,329	8,398
Loss on Disposal of Property, Plant and Equipment		-	-	-
Loss on Uncollectable Accounts Receivable		-	-	155
Amortisation of Intangible Assets	13	69	69	485
		<u>621,766</u>	<u>774,547</u>	<u>809,633</u>
Net Surplus / (Deficit) for the year		10,095	(29,482)	(15,472)
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u><u>10,095</u></u>	<u><u>(29,482)</u></u>	<u><u>(15,472)</u></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.

Miramar Christian School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Balance at 1 January		91,206	91,206	105,724
Total comprehensive revenue and expense for the year		10,095	(29,482)	(15,472)
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant		1,002	-	954
Equity at 31 December	19	102,303	61,724	91,206
Retained Earnings		102,303	61,724	91,206
Reserves		-	-	-
Equity at 31 December		102,303	61,724	91,206

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.

Miramar Christian School
Statement of Financial Position
As at 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Assets				
Cash and Cash Equivalents	8	96,780	53,982	36,428
Accounts Receivable	9	20,737	18,032	21,716
Inventories	10	3,990	4,415	4,085
Investments	11	-	-	51,644
		<u>121,507</u>	<u>76,429</u>	<u>113,873</u>
Current Liabilities				
GST Payable		5,131	5,588	11,289
Accounts Payable	14	29,898	24,177	28,171
Revenue Received in Advance	15	-	-	5,465
		<u>35,029</u>	<u>29,765</u>	<u>44,925</u>
Working Capital Surplus/(Deficit)		86,478	46,664	68,948
Non-current Assets				
Property, Plant and Equipment	12	15,824	15,060	22,189
Intangible Assets	13	-	-	69
		<u>15,824</u>	<u>15,060</u>	<u>22,258</u>
Net Assets		<u>102,303</u>	<u>61,724</u>	<u>91,206</u>
Equity	20	<u>102,303</u>	<u>61,724</u>	<u>91,206</u>

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

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

		2021	2020
	Note	Actual \$	Actual \$
Cash flows from Operating Activities			
Government Grants		143,302	171,288
Locally Raised Funds		20,163	15,175
Goods and Services Tax (net)		(6,158)	5,702
Payments to Employees		(82,272)	(139,785)
Payments to Suppliers		(66,515)	(50,346)
Interest Received		276	974
Net cash from/(to) Operating Activities		8,796	3,008
Cash flows from Investing Activities			
Purchase of Property Plant & Equipment (and Intangibles)		(1,089)	(1,890)
Purchase of Investments		51,644	(51,644)
Net cash from/(to) Investing Activities		50,555	(53,534)
Cash flows from Financing Activities			
Furniture and Equipment Grant		1,002	954
Net cash from/(to) Financing Activities		1,002	954
Net increase/(decrease) in cash and cash equivalents		60,352	(49,572)
Cash and cash equivalents at the beginning of the year	8	36,428	86,000
Cash and cash equivalents at the end of the year	8	96,780	36,428

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.

Miramar Christian School

Notes to the Financial Statements

For the year ended 31 December 2021

1. Statement of Accounting Policies

a) Reporting Entity

Miramar Christian 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 of Trustees (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.

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 12.

Critical Judgements in applying accounting policies

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

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 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.

Grants for the use of land and buildings are also 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 Proprietor. Use of land and building grants are recorded as income in the period the school uses the land and building.

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) Use of Land and Buildings Expense

The property from which the School operates is owned by the Proprietor. 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 expense that is offset by a non-cash grant from the Ministry.

e) 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.

f) 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.

g) 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.

h) 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.

i) 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.

j) 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.

k) Property, Plant and Equipment

Land and buildings owned by the Proprietor 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:

Furniture and equipment	5–12 years
Information and communication technology	5 years
Library resources	12.5% Diminishing value

l) 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.

Computer software that the school receives from the Ministry of Education is normally acquired through a non-exchange transaction and is not of a material amount. Its fair value can be assessed at time of acquisition if no other methods lead to a fair value determination. Computer software purchased directly from suppliers at market rates are considered exchange transactions and the fair value is the amount paid for the software.

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.

m) 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.

n) 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.

o) Employee Entitlements

Short-term employee entitlements

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

p) Revenue Received in Advance

Revenue received in advance relates to fees received from [international, hostel students and grants received] (delete as appropriate) 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.

q) 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.

r) Budget Figures

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

s) 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	101,799	92,565	100,620
Teachers' Salaries Grants	249,574	249,574	259,405
Resource Teachers Learning and Behaviour Grants	-	3,200	2,689
Other MoE Grants	46,968	27,044	62,514
	<u>398,341</u>	<u>372,383</u>	<u>425,228</u>

The school has opted in to the donations scheme for this year. Total amount received, included in Operation Grants above, was \$5,097.96.

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	10,228	14,800	14,536
Activities	-	-	-
Trading	1,953	1,972	1,926
Fundraising	857	3,360	1,597
Other Revenue	2,706	3,550	1,900
	<u>15,744</u>	<u>23,682</u>	<u>19,959</u>
Expenses			
Activities	7,813	7,284	1,728
Trading	1,183	1,972	1,378
Fundraising (Costs of Raising Funds)	624	2,360	360
Other Locally Raised Funds Expenditure	-	950	1,043
	<u>9,620</u>	<u>12,566</u>	<u>4,509</u>
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	<u>6,124</u>	<u>11,116</u>	<u>15,450</u>

3. International Student Revenue and Expenses

	2021 Actual Number	2021 Budget Number	2020 Actual Number
International Student Roll	0	3 x 2 weeks	0

4. Learning Resources

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Curricular	3,463	6,546	3,527
Information and Communication Technology	785	850	785
Library Resources	366	220	123
Employee Benefits - Salaries	294,430	302,950	363,808
Staff Development	3,286	3,997	2,575
	<u>302,330</u>	<u>314,563</u>	<u>370,818</u>

5. Administration

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Audit Fee	5,895	5,500	5,500
Board of Trustees Fees	1,100	990	990
Board of Trustees Expenses	57	200	179
Communication	1,882	2,330	1,906
Consumables	3,899	6,165	3,788
Other	3,322	7,026	2,203
Employee Benefits - Salaries	35,706	36,501	33,732
Insurance	301	292	319
Service Providers, Contractors and Consultancy	4,266	4,577	4,230
	<u>56,428</u>	<u>63,581</u>	<u>52,847</u>

6. Property

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Caretaking and Cleaning Consumables	3,117	3,499	2,833
Consultancy and Contract Services	16,732	15,500	13,661
Grounds	37	252	-
Heat, Light and Water	2,884	4,200	3,172
Repairs and Maintenance	3,885	3,400	3,105
Use of Land and Buildings	217,500	348,000	348,000
Employee Benefits - Salaries	1,710	1,588	1,650
	<u>245,865</u>	<u>376,439</u>	<u>372,421</u>

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. Depreciation

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Furniture and Equipment	5,349	5,339	5,872
Information and Communication Technology	1,820	1,704	2,200
Library Resources	285	286	326
	7,454	7,329	8,398

8. Cash and Cash Equivalents

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Cash on Hand	44	44	44
Bank Current Account	45,043	9,101	1,844
Bank Call Account	51,693	20	20
Short-term Bank Deposits (under 3 months)	-	44,817	34,520
Cash and cash equivalents for Statement of Cash Flows	96,780	53,982	36,428

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

9. Accounts Receivable

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Receivables	306	-	4,725
Teacher Salaries Grant Receivable	20,431	18,032	16,991
	20,737	18,032	21,716
Receivables from Exchange Transactions	306	-	4,725
Receivables from Non-Exchange Transactions	20,431	18,032	16,991
	20,737	18,032	21,716

10. Inventories

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
School Uniforms	3,990	4,415	4,085
	3,990	4,415	4,085

11. Investments

The School's investment activities are classified as follows:

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Asset			
Short-term Bank Deposits (3 months to 1 year)	-	-	51,644
Total Investments	<u>-</u>	<u>-</u>	<u>51,644</u>

12. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2021						
Furniture and Equipment	15,712	1,091	-	-	(5,349)	11,454
Information and Communication Technology	4,194	-	-	-	(1,821)	2,373
Library Resources	2,283	-	-	-	(286)	1,997
Balance at 31 December 2021	<u>22,189</u>	<u>1,091</u>	<u>-</u>	<u>-</u>	<u>(7,456)</u>	<u>15,824</u>

	2021 Cost or Valuation \$	2021 Accum'd Depreciation \$	2021 Net Book Value \$	2020 Cost or Valuation \$	2020 Accum'd Depreciation \$	2020 Net Book Value \$
Furniture and Equipment	163,905	(152,451)	11,454	162,814	(147,102)	15,712
Information and Communication Technology	44,321	(41,948)	2,373	44,039	(39,845)	4,194
Library Resources	30,335	(28,338)	1,997	30,335	(28,052)	2,283
Balance at 31 December	<u>238,561</u>	<u>(222,737)</u>	<u>15,824</u>	<u>237,188</u>	<u>(214,999)</u>	<u>22,189</u>

13. Intangible Assets

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

	Acquired software	Internally generated software	Total \$
Cost			
Balance at 1 January 2020	2,775	-	2,775
Additions	-	-	-
Disposals	-	-	-
Balance at 31 December 2020 / 1 January 2021	2,775	-	2,775
Additions	-	-	-
Disposals	-	-	-
Balance at 31 December 2021	2,775	-	2,775
Accumulated Amortisation and impairment losses			
Balance at 1 January 2020	2,706	-	2,706
Amortisation expense	-	-	-
Disposals	-	-	-
Impairment losses	-	-	-
Balance at 31 December 2020 / 1 January 2021	2,706	-	2,706
Amortisation expense	-	-	-
Disposals	-	-	-
Impairment losses	-	-	-
Balance at 31 December 2021	2,706	-	2,775
Carrying amounts			
At 1 January 2020	69	-	69
At 31 December 2020 / 1 January 2021	69	-	69
At 31 December 2021	69	-	-

Restrictions

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

Capital commitments

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

14. Accounts Payable

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Operating Creditors	9,467	6,145	11,180
Employee Entitlements - Salaries	20,431	18,032	16,991
	<u>29,898</u>	<u>24,177</u>	<u>28,171</u>
Payables for Exchange Transactions	29,898	24,177	28,171
	<u>29,898</u>	<u>24,177</u>	<u>28,171</u>

The carrying value of payables approximates their fair value.

15. Revenue Received in Advance

	2021	2021	2020
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Grants in Advance - Ministry of Education	-	-	5,465
	-	-	5,465

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.

The Proprietor of the School (Peniel Charitable Trust) is a related party of the Board because the proprietor appoints representatives to the Board, giving the proprietor significant influence over the Board. Any services or contributions between the Board and Proprietor have been disclosed appropriately, if the proprietor collects fund on behalf of the school (or vice versa) the amounts are disclosed.

The Proprietor provides land and buildings free of charge for use by the Board as noted in Note 1(c). The estimated value of this use during the current period is included in the Statement of Comprehensive Revenue and Expense as 'Use of Land and Buildings'. The proprietor also maintains the buildings and therefore the school does not have a cyclical maintenance provision.

Under an agency agreement, the School may collect funds on behalf of the Proprietor. These generally only consist of attendance dues paid incorrectly to the school. The amounts collected are generally less than \$1,000 per annum. These do not represent revenue in the financial statements of the school. Any balance not transferred at the year end would be treated as a liability. The total funds held by the school on behalf of the proprietor are nil. In addition the school has entered into an agreement with the Proprietor for the provision of marketing services at no cost to the school.

17. Remuneration

Key management personnel compensation

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

	2021 Actual \$	2020 Actual \$
<i>Board Members</i>		
Remuneration	1,100	990
Full-time equivalent members	0.55	0.55

Leadership Team

Remuneration	107,500	108,833
Full-time equivalent members	1.0	1.0
Total key management personnel remuneration	108,600	109,823
Total full-time equivalent personnel	1.55	1.55

The full time equivalent for Board members has been determined based on attendance at Board meetings, Committee meetings and for other obligations of the Board, such as stand downs and suspensions, plus the estimated time for Board members to prepare for meetings.

Principal

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	90-100	90-100
Benefits and Other Emoluments	2-3	2-3
Termination Benefits	-	-

Other Employees

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

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

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

18. Contingencies

Holidays Act Compliance – schools payroll

The Ministry of Education performs payroll processing and payments on behalf of school boards of trustees, 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. The current phase of this review is to design potential solutions for any compliance breaches discovered in the initial phase of the Programme. 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 2020, a contingent liability for the school may exist.

19. Commitments

(a) Capital Commitments

As at 31 December 2021 the Board has not entered into any contract agreements for capital works of material value.

(Capital commitments at 31 December 2020: \$Nil)

(b) Operating Commitments

As at 31 December 2021 the Board has not entered into any contract agreements for operating commitments of material value.

20. 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	96,780	53,982	36,428
Receivables	20,737	18,032	21,716
Investments - Term Deposits	-	-	51,644
Total Financial assets measured at amortised cost	<u>117,517</u>	<u>72,014</u>	<u>109,788</u>

Financial liabilities measured at amortised cost

Payables	29,898	24,177	28,171
Total Financial Liabilities Measured at Amortised Cost	<u>29,898</u>	<u>24,177</u>	<u>28,171</u>

21. Events After Balance Date

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