

WHANGAREI HEADS SCHOOL

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2016

Ministry Number: 1128

School Address: Whangarei Heads Rd, RD4, Whangarei 0174

Postal Address: Whangarei Heads Rd, RD4, Whangarei 0174

School Phone: 94340844

School Email: office@whangareiheads.school.nz



1d Lady Ruby Drive
East Tamaki, Auckland 2013
Ph: 09 265 0854

WHANGAREI HEADS SCHOOL

Financial Statements - For the year ended 31 December 2016

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Whangarei Heads School

Statement of Responsibility

For the year ended 31 December 2016

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 2016 fairly reflects the financial position and operations of the school.

The School's 2016 financial statements are authorised for issue by the Board.

Annatto Leo Fowler
Full Name of Board Chairperson

Andrena Frances Narnish
Full Name of Principal


Signature of Board Chairperson


Signature of Principal

Date: 4/7/17

Date: 4/7/17

Whangarei Heads School
Statement of Comprehensive Revenue and Expense
For the year ended 31 December 2016

	Notes	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Revenue				
Government Grants	2	907,976	889,326	894,669
Locally Raised Funds	3	108,580	50,946	88,560
Interest Earned		1,609	1,000	2,143
		<u>1,018,165</u>	<u>941,272</u>	<u>985,372</u>
Expenses				
Locally Raised Funds	3	46,038	12,100	7,777
Learning Resources	4	603,830	590,958	627,074
Administration	5	76,068	73,097	61,903
Finance Costs		1,101	-	179
Property	6	278,678	263,719	249,998
Depreciation	7	21,767	21,000	20,713
Loss on Disposal of Property, Plant and Equipment		46	-	-
		<u>1,027,528</u>	<u>960,874</u>	<u>967,644</u>
Net Surplus / (Deficit)		(9,363)	(19,602)	17,728
Other Comprehensive Revenue and Expenses		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u>(9,363)</u>	<u>(19,602)</u>	<u>17,728</u>

The above Statement of Comprehensive Revenue and Expense should be read in conjunction with the accompanying notes.



Whangarei Heads School
Statement of Changes in Net Assets/Equity
For the year ended 31 December 2016

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Balance at 1 January	123,585	123,585	103,755
Total comprehensive revenue and expense for the year	(9,363)	(19,602)	17,728
Capital Contributions from the Ministry of Education			
Contribution - Furniture and Equipment Grant	3,705	-	2,102
Equity at 31 December	117,927	103,983	123,585
Retained Earnings	117,927	103,983	123,585
Equity at 31 December	117,927	103,983	123,585

The above Statement of Changes in Net Assets/Equity should be read in conjunction with the accompanying notes.



Whangarei Heads School
Statement of Financial Position
As at 31 December 2016

	Notes	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Current Assets				
Cash and Cash Equivalents	8	56,559	25,541	48,193
Accounts Receivable	9	25,194	50,695	50,695
GST Receivable		2,886	4,620	4,620
Prepayments		2,243	-	-
Inventories	10	850	1,468	1,468
		<u>87,732</u>	<u>82,324</u>	<u>104,976</u>
Current Liabilities				
Accounts Payable	12	43,150	71,392	71,392
Revenue Received in Advance	13	3,193	1,105	17,995
Provision for Cyclical Maintenance	14	16,263	-	-
Finance Lease Liability - Current Portion	15	3,167	2,602	2,602
Funds held for Capital Works Projects	16	(957)	-	(957)
		<u>64,816</u>	<u>75,099</u>	<u>91,032</u>
Working Capital Surplus/(Deficit)		22,916	7,225	13,944
Non-current Assets				
Property, Plant and Equipment	11	127,062	126,938	140,446
		<u>127,062</u>	<u>126,938</u>	<u>140,446</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	14	26,021	25,173	23,196
Finance Lease Liability	15	6,030	5,007	7,609
		<u>32,051</u>	<u>30,180</u>	<u>30,805</u>
Net Assets		<u>117,927</u>	<u>103,983</u>	<u>123,585</u>
Equity		<u>117,927</u>	<u>103,983</u>	<u>123,585</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.



Whangarei Heads School
Statement of Cash Flows
For the year ended 31 December 2016

	Notes	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Cash flows from Operating Activities				
Government Grants		200,642	189,087	199,202
Locally Raised Funds		95,602	35,488	96,716
Goods and Services Tax (net)		1,734	(620)	(4,260)
Payments to Employees		(130,151)	(90,998)	(145,573)
Payments to Suppliers		(154,229)	(128,354)	(122,825)
Interest Paid		(1,101)	-	(179)
Interest Received		1,607	1,000	2,128
Net cash from / (to) the Operating Activities		14,104	5,603	25,209
Cash flows from Investing Activities				
Proceeds from Sale of PPE (and Intangibles)		(46)	-	-
Purchase of PPE (and Intangibles)		(7,285)	(18,801)	(25,022)
Net cash from / (to) the Investing Activities		(7,331)	(18,801)	(25,022)
Cash flows from Financing Activities				
Furniture and Equipment Grant		3,705	-	2,102
Finance Lease Payments		(2,112)	7,609	10,211
Funds Administered on Behalf of Third Parties		-	-	24
Net cash from Financing Activities		1,593	7,609	12,337
Net increase/(decrease) in cash and cash equivalents		8,366	(5,589)	12,524
Cash and cash equivalents at the beginning of the year	8	48,193	31,130	35,669
Cash and cash equivalents at the end of the year	8	56,559	25,541	48,193

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 omitted.

The above Cash Flow Statement should be read in conjunction with the accompanying notes.



Whangarei Heads School

Notes to the Financial Statements

1 Statement of Accounting Policies

For the year ended 31 December 2016

a) Reporting Entity

Whangarei Heads School (the School) is a Crown entity as specified in the Crown Entities Act 2004 and a school as described in the Education Act 1989. 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 2016 to 31 December 2016 and in accordance with the requirements of the Public Finance Act 1989.

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 Act 1989 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.

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

The School reviews the details of lease agreements at the end of each reporting date. The School believes the classification of each lease as either operation or finance is appropriate and reflects the nature of the agreement in place. Finance leases are disclosed at note 15.

Recognition of grants

The School reviews the grants monies received at the end of each reporting period and whether any require a provision to carryforward 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.

Use of land and buildings grants are recorded as revenue in the period the School uses the land and buildings. 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.

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) Use of Land and Buildings Expense

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

Accounts Receivable represents items that the School has issued invoices for or accrued for, but has not received payment for at year end. Receivables are initially recorded at fair value and subsequently recorded at the amount the School realistically expects to receive. A receivable is considered uncollectable where there is objective evidence the School will not be able to collect all amounts due. The amount that is uncollectable (the provision for uncollectibility) is the difference between the amount due and the present value of the amounts expected to be collected.

i) Inventories

Inventories are consumable items held for sale and comprise 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.

After initial recognition bank term deposits are measured at amortised cost using the effective interest method less impairment.

The School has met the requirements under section 73 of the Education Act 1989 in relation to the acquisition of securities.



k) 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.

Property, plant and equipment acquired with individual values under \$1,000 are not capitalised, they are recognised as an expense in the Statement of Comprehensive Revenue and Expense.

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.

Leased Assets

Leases where the School assumes substantially all the risks and rewards of ownership are classified as finance leases. The assets acquired by way of finance lease are measured at an amount equal to the lower of their fair value and the present value of the minimum lease payments at inception of the lease, less accumulated depreciation and impairment losses. Leased assets and corresponding liability are recognised in the Statement of Financial Position and leased assets are depreciated over the period the School is expected to benefit from their use or over the term of the lease.

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 – Crown	40 years
Furniture and equipment	10 years
Information and communication technology	4 years
Leased assets held under a Finance Lease	3 years
Library resources	12.5% Diminishing value

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 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.



Long-term employee entitlements

Employee benefits that are due to be settled beyond 12 months after the end of the period in which the employee renders the related service, such as long service leave and retirement gratuities, have been calculated on an actuarial basis. The calculations are based on:

- likely future entitlements accruing to staff, based on years of service, years to entitlement, the likelihood that staff will reach the point of entitlement, and contractual entitlement information; and
- the present value of the estimated future cash flows

o) 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 for cyclical maintenance represents the obligation the Board has to the Ministry and is based on the Board's ten year property plan (10YPP).

p) Financial Assets and Liabilities

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 "loans and receivables" for accounting purposes in accordance with financial reporting standards.

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

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 at the start of the year.

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

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Operational grants	175,873	181,229	184,281
Teachers' salaries grants	492,832	493,083	493,083
Use of Land and Buildings grants	212,426	207,156	207,156
Other MoE Grants	26,845	7,858	10,149
	<u>907,976</u>	<u>889,326</u>	<u>894,669</u>

3 Locally Raised Funds

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

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Revenue			
Donations	34,530	7,000	42,459
Fundraising	51,839	36,446	-
Trading	7,477	7,500	2,185
Activities	14,734	-	43,916
	<u>108,580</u>	<u>50,946</u>	<u>88,560</u>
Expenses			
Activities	15,218	-	6,272
Trading	2,555	2,000	1,505
Fundraising (costs of raising funds)	28,265	10,100	-
	<u>46,038</u>	<u>12,100</u>	<u>7,777</u>
<i>Surplus for the year Locally raised funds</i>	<u>62,542</u>	<u>38,846</u>	<u>80,783</u>

4 Learning Resources

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Curricular	17,396	18,637	40,653
Equipment repairs	915	3,000	7,403
Information and communication technology	7,240	7,240	-
Extra-curricular activities	3,087	3,360	-
Library resources	3,316	400	3,277
Employee benefits - salaries	561,481	551,321	573,259
Staff development	10,395	7,000	2,482
	<u>603,830</u>	<u>590,958</u>	<u>627,074</u>

5 Administration

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Audit Fee	3,420	3,420	3,440
Board of Trustees Fees	4,215	4,455	3,535
Board of Trustees Expenses	3,299	1,964	537
Communication	3,810	4,300	1,748
Consumables	2,518	4,754	1,633
Legal Fees	6,000	-	-
Other	5,885	5,700	1,421
Employee Benefits - Salaries	40,229	42,150	43,111
Insurance	1,291	1,350	1,348
Service Providers, Contractors and Consultancy	5,401	5,004	5,130
	<u>76,068</u>	<u>73,097</u>	<u>61,903</u>



6 Property

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Caretaking and Cleaning Consumables	2,732	3,950	3,841
Consultancy and Contract Services	9,557	-	-
Cyclical Maintenance Provision	19,088	1,977	(10,833)
Grounds	4,174	5,000	8,428
Heat, Light and Water	7,738	10,300	10,416
Repairs and Maintenance	9,515	7,650	208,216
Use of Land and Buildings - Non Integrated	212,426	207,156	-
Employee Benefits - Salaries	13,448	27,686	29,930
	<u>278,678</u>	<u>263,719</u>	<u>249,998</u>

The use of land and buildings figure represents 8% of the school's total property value. This is used as a 'proxy' for the market rental of the property. 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 of Property, Plant and Equipment

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Buildings - School	-	-	-
Building Improvements - Crown	4,312	1,572	1,551
Furniture and Equipment	4,141	11,998	11,834
Information and Communication Technology	10,076	5,691	5,613
Leased Assets	2,597	747	737
Library Resources	641	992	978
	<u>21,767</u>	<u>21,000</u>	<u>20,713</u>

8 Cash and Cash Equivalents

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Bank Current Account	10,372	25,541	9,767
Bank Call Account	-	-	17,808
Short-term Bank Deposits	46,187	-	20,618
Net cash and cash equivalents and bank overdraft for Cash Flow Statement	<u>56,559</u>	<u>25,541</u>	<u>48,193</u>

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

9 Accounts Receivable

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Receivables	43	1,867	1,867
Interest Receivable	52	50	50
Teacher Salaries Grant Receivable	25,099	48,778	48,778
	<u>25,194</u>	<u>50,695</u>	<u>50,695</u>
Receivables from Exchange Transactions	95	1,917	1,917
Receivables from Non-Exchange Transactions	25,099	48,778	48,778
	<u>25,194</u>	<u>50,695</u>	<u>50,695</u>

10 Inventories

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Stationery	321	1,020	1,020
School Uniforms	529	448	448
	<u>850</u>	<u>1,468</u>	<u>1,468</u>



11 Property, Plant and Equipment

2016	Opening Balance (NBV) \$	Additions \$	Disposals \$	Realignment / Impairment \$	Depreciation \$	Total (NBV) \$
Building Improvements	43,479	-	-	43,243	(4,312)	82,410
Furniture and Equipment	62,967	9,044	-	(43,243)	(4,141)	24,627
Information and Communication Technology	16,844	-	(46)	-	(10,076)	6,722
Leased Assets	10,313	2,648	-	(1,550)	(2,597)	8,814
Library Resources	6,843	1,322	(3,035)	-	(641)	4,489
Balance at 31 December 2016	140,446	13,014	(3,081)	(1,550)	(21,767)	127,062

Accumulated Depreciation 2016	Cost or Valuation \$	Accumulated Depreciation \$	Net Book Value \$
Building Improvements	131,065	(48,655)	82,410
Furniture and Equipment	214,711	(190,084)	24,627
Information and Communication Technology	70,113	(63,391)	6,722
Leased Assets	12,148	(3,334)	8,814
Library Resources	13,287	(8,798)	4,489
Balance at 31 December 2016	441,324	(314,262)	127,062

The net carrying value of equipment held under a finance lease is \$8,814

2015	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
Building Improvements	45,030	-	-	-	(1,551)	43,479
Furniture and Equipment	60,836	13,965	-	-	(11,834)	62,967
Information and Communication Technology	22,457	-	-	-	(5,613)	16,844
Leased Assets	-	11,050	-	-	(737)	10,313
Library Resources	7,814	3,257	(12,941)	9,691	(978)	6,843
Balance at 31 December 2015	136,137	28,272	(12,941)	9,691	(20,713)	140,446

Accumulated Depreciation 2015	Cost or Valuation \$	Accumulated Depreciation \$	Net Book Value \$
Land	-	-	-
Buildings	-	-	-
Building Improvements	62,061	(18,582)	43,479
Furniture and Equipment	275,465	(212,498)	62,967
Information and Communication Technology	73,191	(56,347)	16,844
Leased Assets	11,050	(737)	10,313
Library Resources	21,496	(14,653)	6,843
Balance at 31 December 2015	443,263	(302,817)	140,446

The net carrying value of equipment held under a finance lease is \$10,313

12 Accounts Payable

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Operating creditors	9,594	16,582	3,720
Accruals	3,420	3,956	3,956
Banking staffing overuse	-	-	2,076
Employee Entitlements - salaries	25,122	48,778	58,234
Employee Entitlements - leave accrual	5,014	2,076	3,406
	43,150	71,392	71,392
Payables for Exchange Transactions	43,150	71,392	71,392
	43,150	71,392	71,392

The carrying value of payables approximates their fair value.



13 Revenue Received in Advance

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Grants in Advance - Ministry of Education	2,696	-	2,696
Other	497	1,105	15,299
	<u>3,193</u>	<u>1,105</u>	<u>17,995</u>

14 Provision for Cyclical Maintenance

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Provision at the Start of the Year	23,196	23,196	34,029
Increase to the Provision During the Year	19,088	1,977	(10,833)
Use of the Provision During the Year	-	-	-
Provision at the End of the Year	<u>42,284</u>	<u>25,173</u>	<u>23,196</u>
Cyclical Maintenance - Current	16,263	-	-
Cyclical Maintenance - Term	26,021	25,173	23,196
	<u>42,284</u>	<u>25,173</u>	<u>23,196</u>

15 Finance Lease Liability

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

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
No Later than One Year	3,167	2,602	2,602
Later than One Year and no Later than Five Years	6,030	5,007	7,609
	<u>9,197</u>	<u>7,609</u>	<u>10,211</u>

16 Funds Held for Capital Works Projects

	2016	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contribution/ (Write-off to R&M) \$	Closing Balances \$
Junior Classroom Roofing	<i>in progress</i>	(957)	-	-	-	(957)
Totals		<u>(957)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(957)</u>

Represented by:

Funds Held on Behalf of the Ministry of Education
Funds Due from the Ministry of Education

-
<u>957</u>
<u>(957)</u>

	2015	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contribution/ (Write-off to R&M) \$	Closing Balances \$
Junior Classroom Roofing	<i>in progress</i>	-	4,621	(5,578)	-	(957)
Totals		<u>-</u>	<u>4,621</u>	<u>(5,578)</u>	<u>-</u>	<u>(957)</u>



17 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.

18 Remuneration

Key management personnel compensation

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

	2016 Actual \$	2015 Actual \$
<i>Board Members</i>		
Remuneration	4,215	3,535
Full-time equivalent members	0.21	-
<i>Leadership Team</i>		
Remuneration	190,470	171,773
Full-time equivalent members	2	2
Total key management personnel remuneration	<u>194,685</u>	<u>175,308</u>
Total full-time equivalent personnel	<u>2.21</u>	<u>2.00</u>

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:

	2016 Actual \$000	2015 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	110-120	110-120
Benefits and Other Emoluments	-	-
Termination Benefits	-	-

Other Employees

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

Remuneration \$000	2016 FTE Number	2015 FTE Number
-	-	-
-	-	-

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



19 Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be trustees, committee member, 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:

	2016 Actual	2015 Actual
Total	6,000	-
Number of People	1	-

20 Contingencies

There are no contingent liabilities and no contingent assets as at 31 December 2016 (Contingent liabilities and assets at 31 December 2015: nil).

21 Commitments

(a) Capital Commitments

As at 31 December 2016 the Board has entered into no contract agreements for capital works as follows.

(Capital commitments at 31 December 2015: nil)

(b) Operating Commitments

As at 31 December 2016 the Board has entered into the following contracts:

(a) 2 Advaro operating leases for pupil laptop leases;

	2016 Actual \$	2015 Actual \$
No later than One Year	7,738	9,344
Later than One Year and No Later than Five Years	1,959	8,949
	<u>9,697</u>	<u>18,293</u>

22 Managing Capital

The School's capital is its equity and comprises capital contributions from the Ministry of Education for property, plant and equipment and accumulated surpluses and deficits. The School does not actively manage capital but "attempts" to ensure that income exceeds spending in most years. Although deficits can arise as planned in particular years, they are offset by planned surpluses in previous years or ensuing years.

23 Financial Instruments

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

Loans and receivables

	2016 Actual \$	2016 Budget (Unaudited) \$	2015 Actual \$
Cash and Cash Equivalents	56,559	25,541	48,193
Receivables	25,194	50,695	50,695
Investments - Term Deposits	-	-	-
Total Cash and Receivables	<u>81,753</u>	<u>76,236</u>	<u>98,888</u>

Financial liabilities measured at amortised cost

Payables	43,150	71,392	71,392
Borrowings - Loans	-	-	-
Finance Leases	9,197	7,609	10,211
Painting Contract Liability	-	-	-
Total Financial Liabilities Measured at Amortised Cost	<u>52,347</u>	<u>79,001</u>	<u>81,603</u>

24 Events After Balance Date

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

