

CLIFTON SCHOOL (BULLS)

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

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Ministry Number: 2349

CLIFTON SCHOOL (BULLS)

Financial Statements - For the year ended 31 December 2017

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Clifton School (Bulls)

Statement of Responsibility

For the year ended 31 December 2017

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 2017 fairly reflects the financial position and operations of the school.

The School's 2017 financial statements are authorised for issue by the Board.

Michael Sitates

Full Name of Board Chairperson



Signature of Board Chairperson

24/5/18

Date:

Adrian Burn

Full Name of Principal



Signature of Principal

24/5/2018

Date:

Clifton School (Bulls)

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2017

	Notes	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Revenue				
Government Grants	2	1,342,261	1,040,571	1,187,870
Locally Raised Funds	8	49,191	4,690	70,252
Interest Earned		5,267	5,000	6,953
		<u>1,396,719</u>	<u>1,050,461</u>	<u>1,264,085</u>
Expenses				
Locally Raised Funds	3	21,737	-	15,379
Learning Resources	4	952,026	736,480	855,656
Administration	5	74,612	74,020	76,839
Finance Costs		994	-	142
Property	6	240,493	217,641	296,162
Depreciation	7	37,462	22,000	34,096
Loss on Disposal of Property, Plant and Equipment		1,460	-	414
		<u>1,328,673</u>	<u>1,050,141</u>	<u>1,278,676</u>
Net Surplus / (Deficit)		68,046	320	(14,593)
Other Comprehensive Revenue and Expenses		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u>68,046</u>	<u>320</u>	<u>(14,593)</u>

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



Clifton School (Buffs)

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2017

	Actual 2017 \$	Budget (Unaudited) 2017 \$	Actual 2016 \$
Balance at 1 January	<u>285,244</u>	<u>285,244</u>	<u>299,837</u>
Total comprehensive revenue and expense for the year	66,046	320	(14,593)
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant	4,980	-	-
Equity at 31 December	<u>356,270</u>	<u>285,564</u>	<u>285,244</u>
Retained Earnings	356,270	285,564	285,244
Equity at 31 December	<u>356,270</u>	<u>285,564</u>	<u>285,244</u>

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



Clifton School (Bulls)
Statement of Financial Position
As at 31 December 2017

	Notes	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Current Assets				
Cash and Cash Equivalents	8	88,618	49,563	62,599
Accounts Receivable	9	65,913	69,643	49,561
GST Receivable		-	8,579	11,376
Prepayments		975	942	801
Inventories	10	3,591	290	1,491
Investments	11	160,000	100,000	170,000
		<u>279,097</u>	<u>229,217</u>	<u>295,828</u>
Current Liabilities				
GST Payable		309	-	-
Accounts Payable	13	60,412	70,335	61,119
Revenue Received in Advance	14	2,403	11,351	1,810
Provision for Cyclical Maintenance	15	-	-	88,446
Finance Lease Liability - Current Portion	16	5,872	-	2,433
		<u>68,996</u>	<u>81,886</u>	<u>153,808</u>
Working Capital Surplus/(Deficit)		210,101	147,531	142,020
Non-current Assets				
Property, Plant and Equipment	12	171,062	172,237	167,717
		<u>171,062</u>	<u>172,237</u>	<u>167,717</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	15	11,933	34,204	19,500
Finance Lease Liability	16	10,960	-	4,893
		<u>22,893</u>	<u>34,204</u>	<u>24,493</u>
Net Assets		<u>358,270</u>	<u>285,564</u>	<u>285,244</u>
Equity		<u>368,270</u>	<u>285,564</u>	<u>285,244</u>

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



Clifton School (Bulls)
Statement of Cash Flows
For the year ended 31 December 2017

		2017	2017	2016
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Cash flows from Operating Activities				
Government Grants		361,140	277,000	306,901
Locally Raised Funds		50,835	4,890	69,212
Goods and Services Tax (net)		11,865	-	(2,797)
Payments to Employees		(177,246)	(125,500)	(154,597)
Payments to Suppliers		(146,401)	(210,850)	(173,589)
Cyclical Maintenance Payments in the year		(94,081)	-	(6,260)
Interest Paid		(984)	-	(142)
Interest Received		5,924	5,000	3,809
Net cash from / (to) the Operating Activities		11,852	(49,480)	43,347
Cash flows from Investing Activities				
Purchase of PPE (and Intangibles)		(28,165)	(20,500)	(16,648)
Proceeds from Sale of Investments		20,000	70,000	-
Net cash from / (to) the Investing Activities		(8,166)	49,500	(16,648)
Cash flows from Financing Activities				
Furniture and Equipment Grant		4,860	-	2,459
Finance Lease Payments		(2,647)	-	(374)
Net cash from Financing Activities		2,333	-	2,085
Net increase/(decrease) in cash and cash equivalents		0,019	40	28,784
Cash and cash equivalents at the beginning of the year	B	62,699	49,523	33,815
Cash and cash equivalents at the end of the year	B	68,618	49,563	62,699

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



Clifton School (Bulls)

Notes to the Financial Statements

1. Statement of Accounting Policies

For the year ended 31 December 2017

a) Reporting Entity

Clifton School (Bulls) (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 2017 to 31 December 2017 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.

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:

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 16.

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 for periods exceeding 90 days are classified as investments and 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.

Investments that are shares are categorised as "available for sale" for accounting purposes in accordance with financial reporting standards. Share investments are recognised initially by the School at fair value plus transaction costs. At balance date the School has assessed whether there is any evidence that an investment is impaired. Any impairment, gains or losses are recognised in the Statement of Comprehensive Revenue and Expense.

After initial recognition any investments categorised as available for sale are measured at their fair value without any deduction for transaction costs the school may incur on sale or other disposal.

The School has met the requirements under section 28 of schedule 6 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 \$500 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 are depreciated over their estimated useful lives on a straight line basis. Depreciation of all assets is reported in the Statement of Comprehensive Revenue and Expense.

The estimated useful lives of the assets are:

Buildings	10 years
Building Improvements	10-50 years
Furniture and Equipment	5-10 years
Information and Communication	5-10 years
Library Resources	8-10 years

Leased assets are depreciated over the life of the lease.

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 licences with individual values under \$1,000 are not capitalised, they 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, annual leave earned but not yet taken at balance date.

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

p) 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 international students, should the School be unable to provide the services to which they relate.

q) Funds Held In Trust

Funds are held in trust where they have been received by the School for a specified purpose, or are being held on behalf of a third party and these transactions are not recorded in the Statement of Revenue and Expense. The School holds sufficient funds to enable the funds to be used for their intended purpose at any time.

r) 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 school control. These amounts are not recorded in the Statement of Revenue and Expense. The School holds sufficient funds to enable the funds to be used for their intended purpose.

s) 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).



t) 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.

Investments that are shares are categorised as "available for sale" 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.

u) Borrowings

Borrowings are recognised at the amount borrowed. 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 the balance date.

v) 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.

w) Budget Figures

The budget figures are extracted from the School budget that was approved by the Board at the start of the year.

x) 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

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Operational grants	278,590	245,000	249,352
Teachers' salaries grants	765,908	622,830	673,671
Use of Land and Buildings grants	214,724	140,841	199,060
Resource teachers learning and behaviour grants	4,253	-	548
Other MoE Grants	76,223	32,000	65,248
Other government grants	4,663	-	-
	1,342,261	1,040,571	1,187,870

3. Locally Raised Funds

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

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Revenue			
Donations	15,825	3,000	23,138
Fundraising	9,010	-	6,843
Trading	7,660	-	14,963
Activities	16,706	1,890	25,318
	49,191	4,890	70,262
Expenses			
Activities	5,025	-	1,222
Trading	10,506	-	12,117
Fundraising (costs of raising funds)	6,204	-	2,040
	21,737	-	15,379
	27,454	4,890	54,883

Surplus for the year Locally raised funds

4. Learning Resources

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Curricular	27,949	19,000	40,523
Extra-curricular activities	6,011	-	18,765
Library resources	137	300	162
Employee benefits - salaries	892,649	892,830	772,259
Staff development	16,306	12,760	17,109
Text Books	2,909	5,500	-
Curriculum - Other	5,679	8,000	3,656
ICT Maintenance	1,385	3,000	3,192
	952,025	736,480	855,656

5. Administration

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Audit Fee	4,915	4,870	4,840
Board of Trustees Fees	3,480	4,100	4,015
Board of Trustees Expenses	1,233	1,000	1,924
Communication	2,742	2,100	2,481
Consumables	10,800	11,900	11,729
Operating Lease	3,106	2,500	3,723
Other	13,701	14,050	13,115
Employee Benefits - Salaries	27,530	27,600	27,579
Insurance	-	-	1,223
Service Providers, Contractors and Consultancy	7,005	6,000	6,210
	74,512	74,020	76,839



6. Property

	2017	2017	2016
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Caretaking and Cleaning Consumables	6,964	9,500	7,290
Cyclical Maintenance Expense	(32,981)	18,000	33,613
Grounds	5,847	7,000	8,398
Heat, Light and Water	7,528	6,000	8,033
Rates	3,475	4,000	4,753
Repairs and Maintenance	10,389	4,500	6,062
Use of Land and Buildings	214,724	140,641	199,050
Employee Benefits - Salaries	24,649	28,000	28,953
	<u>240,493</u>	<u>217,641</u>	<u>296,152</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

	2017	2017	2016
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Buildings	461	291	451
Building Improvements	3,188	1,684	2,610
Furniture and Equipment	15,325	10,158	15,743
Information and Communication Technology	14,478	7,482	11,596
Leased Assets	3,819	377	584
Library Resources	191	2,008	3,112
	<u>37,462</u>	<u>22,000</u>	<u>34,096</u>

B. Cash and Cash Equivalents

	2017	2017	2016
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Cash on Hand	189	189	189
Westpac -0606-0178602-00	23,629	2,526	15,662
FOTS New A/c 0178602-02	9,062	7,311	7,311
Maint A/c 0178602-26	13,463	18,516	18,516
Online Saver - Hall A/c 0178602-25	7,078	5,842	5,842
Holding Account 27	15,197	15,179	15,179
	<u>68,618</u>	<u>49,583</u>	<u>62,599</u>

Cash equivalents and bank overdraft for Cash Flow Statement

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

9. Accounts Receivable

	2017	2017	2016
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Receivables	2,195	6,201	4,558
Receivables from the Ministry of Education	1,978	6,667	4,865
Interest Receivable	1,687	2,697	2,344
Teacher Salaries Grant Receivable	50,055	54,278	37,784
	<u>55,913</u>	<u>69,843</u>	<u>49,561</u>
Receivables from Exchange Transactions	5,858	8,898	6,902
Receivables from Non-Exchange Transactions	50,055	60,945	42,659
	<u>55,913</u>	<u>69,843</u>	<u>49,561</u>



10. Inventories

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Stationery Trading Account	603	280	421
Uniforms Trading Account	2,988	-	1,070
	<u>3,591</u>	<u>280</u>	<u>1,491</u>

11. Investments

The School's investment activities are classified as follows:

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Current Asset			
Short-term Bank Deposits	150,000	100,000	170,000

12. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2017						
Buildings	1,957	-	-	-	(451)	1,506
Building Improvements	41,696	557	-	-	(3,188)	38,965
Furniture and Equipment	89,681	10,085	(581)	-	(15,325)	83,860
Information and Communication Tech	46,229	17,824	(879)	-	(14,478)	48,696
Leased Assets	7,258	13,078	-	-	(3,819)	16,517
Library Resources	996	703	-	-	(191)	1,508
Balance at 31 December 2017	<u>167,717</u>	<u>42,247</u>	<u>(1,460)</u>	<u>-</u>	<u>(37,452)</u>	<u>171,052</u>

	Cost or Valuation \$	Accumulated Depreciation \$	Net Book Value \$
2017			
Buildings	57,965	(56,449)	1,506
Building Improvements	88,630	(29,674)	38,965
Furniture and Equipment	214,414	(150,554)	63,860
Information and Communication	128,840	(80,144)	48,696
Leased Assets	20,920	(4,403)	16,517
Library Resources	47,757	(46,249)	1,508
Balance at 31 December 2017	<u>538,525</u>	<u>(387,473)</u>	<u>171,052</u>

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2016						
Buildings	2,408	-	-	-	(451)	1,957
Building Improvements	32,976	11,230	-	-	(2,610)	41,596
Furniture and Equipment	82,172	3,666	(414)	-	(15,743)	69,681
Information and Communication Tech	58,294	1,531	-	-	(11,596)	46,229
Leased Assets	-	7,842	-	-	(584)	7,258
Library Resources	3,837	221	-	-	(3,112)	896
Balance at 31 December 2016	<u>177,737</u>	<u>24,490</u>	<u>(414)</u>	<u>-</u>	<u>(34,096)</u>	<u>167,717</u>

12. Property, Plant and Equipment - continued

2016	Cost or Valuation \$	Accumulated Depreciation \$	Net Book Value \$
Buildings	57,955	(55,990)	1,957
Building Improvements	70,486	(28,890)	41,696
Furniture and Equipment	233,788	(164,107)	69,681
Information and Communication	116,292	(70,063)	46,229
Leased Assets	7,842	(694)	7,258
Library Resources	47,054	(46,058)	996
Balance at 31 December 2016	539,417	(365,700)	167,717

13. Accounts Payable

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Operating creditors	3,991	11,117	17,862
Accruals	4,915	4,840	4,840
Employee Entitlements - salaries	50,055	54,278	37,794
Employee Entitlements - leave accrual	1,451	100	623
	60,412	70,335	61,119
Payables for Exchange Transactions	60,412	70,335	61,119
Payables for Non-exchange Transactions - Taxes Payable (PAYE and Rates)	-	-	-
Payables for Non-exchange Transactions - Other	-	-	-
	60,412	70,335	61,119

The carrying value of payables approximates their fair value.

14. Revenue Received in Advance

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Duddingh Trust Grant	-	9,307	-
Student Credits	2,403	2,044	1,810
	2,403	11,351	1,810

15. Provision for Cyclical Maintenance

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Provision at the Start of the Year	108,046	108,046	79,683
Increase/(decrease) to the Provision During the Year	(2,022)	16,000	12,981
Adjustment to the Provision	-	-	20,632
Use of the Provision During the Year	(94,091)	(91,842)	(5,250)
Provision at the End of the Year	11,933	34,204	108,046
Cyclical Maintenance - Current	-	-	88,446
Cyclical Maintenance - Term	11,933	34,204	19,600
	11,933	34,204	108,046



16. Finance Lease Liability

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

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
No Later than One Year	7,158	-	2,433
Later than One Year and no Later than Five Years	13,496	-	4,893
Future finance charges	-	-	-
	<u>20,652</u>	<u>-</u>	<u>7,326</u>

17. 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:

	2017	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contribution/ (Write-off to R&M)	Closing Balances \$
Special Needs Modifications	<i>completed</i>	-	44,332	44,332	-	-
Totals		<u>-</u>	<u>44,332</u>	<u>44,332</u>	<u>-</u>	<u>-</u>

Represented by:

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

	2016	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contribution/ (Write-off to R&M)	Closing Balances \$
Student Toilets - Hot Water	<i>completed</i>	-	6,306	6,306	-	-
Totals		<u>-</u>	<u>6,306</u>	<u>6,306</u>	<u>-</u>	<u>-</u>

18. 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.

19. Remuneration

Key management personnel compensation

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

	2017 Actual \$	2016 Actual \$
<i>Board Members</i>		
Remuneration	3,490	4,015
Full-time equivalent members	0.21	0.16
<i>Leadership Team</i>		
Remuneration	129,240	120,584
Full-time equivalent members	1.00	1.00
Total key management personnel remuneration	132,720	124,599
Total full-time equivalent personnel	1.21	1.15

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:

	2017 Actual \$000	2016 Actual \$000
Salaries and Other Short-Term Employee Benefits:		
Salary and Other Payments	120 - 130	120 - 130
Benefits and Other Emoluments	3 - 4	3 - 4
Termination Benefits	-	-

Other Employees

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

Remuneration \$000	2017 FTE Number	2016 FTE Number
100 - 110	-	-
	0.00	0.00

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

20. 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:

	2017 Actual	2016 Actual
Total Number of People	-	-

21. Contingencies

There are no contingent liabilities and no contingent assets as at 31 December 2017 (Contingent liabilities and assets at 31 December 2016: nil).



22. Commitments

(a) Capital Commitments

There are no capital commitments as at 31 December 2017 (Capital commitments at 31 December 2016: \$91,610).

(b) Operating Commitments

As at 31 December 2017 the Board has entered into the following contracts:

(a) operating lease of laptops:

	2017 Actual \$	2016 Actual \$
No later than One Year	360	2,294
Later than One Year and No Later than Five Years	1,290	423
Later than Five Years	-	-
	<u>1,650</u>	<u>2,717</u>

23. 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.

24. Financial Instruments

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

Loans and receivables

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Cash and Cash Equivalents	68,618	49,563	62,599
Receivables	55,913	69,843	49,661
Investments - Term Deposits	150,000	100,000	170,000
Total Loans and Receivables	<u>274,531</u>	<u>219,406</u>	<u>282,160</u>

Financial liabilities measured at amortised cost

Payables	80,412	70,335	61,119
Finance Leases	16,822	-	7,326
Total Financial Liabilities Measured at Amortised Cost	<u>97,234</u>	<u>70,335</u>	<u>68,445</u>

25. Events After Balance Date

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

