

Bruce McLaren Intermediate School

Annual Report for the year ended 31 December 2021

Ministry Number:	1238
Principal:	Liz Wood
School Address:	61-69 Bruce McLaren Road, Auckland
School Postal Address:	61-69 Bruce McLaren Road, Auckland, 0612
School Phone:	09-8363175
School Email:	liz.wood@brucemclaren.school.nz
Service Provider:	Edtech Financial Services Ltd

Bruce McLaren Intermediate School

Members of the Board

Name	Position	How position on Board gained	Term expired/expires
Nicholas Powell	Presiding Member	Elected May 2019	Sep 2022
Liz Wood	Principal		
Roy Dumble	Parent Rep	Elected May 2019	Sep 2022
Carol Botica	Parent Rep	Elected May 2019	Sep 2022
Sarah Mason	Parent Rep	Elected May 2019	Sep 2022
Lara Williams	Parent Rep	Elected May 2019	Sep 2022
Helen Magasiva	Staff Rep	Elected June 2020	Sep 2022

Bruce McLaren Intermediate School

Annual Report

For the year ended 31 December 2021

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**Bruce McLaren Intermediate School
Statement of Responsibility**
For the year ended 31 December 2021

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

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

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

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

Nicholas Powell

Full Name of Presiding Member



Signature of Presiding Member

31-05-22

Date:

Liz Wood

Full Name of Principal



Signature of Principal

31-05-22

Date:

Bruce McLaren Intermediate 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	3,568,072	2,504,516	3,669,361
Locally Raised Funds	3	55,875	83,400	102,138
Interest Income		349	200	432
		<u>3,624,296</u>	<u>2,588,116</u>	<u>3,771,931</u>
Expenses				
Locally Raised Funds	3	21,922	84,975	46,271
Learning Resources	4	1,969,209	1,955,664	1,931,794
Administration	5	237,845	237,590	224,938
Finance		1,792	1,500	3,308
Property	6	1,076,854	244,700	1,382,263
Depreciation	10	79,388	80,000	78,593
Loss on Disposal of Property, Plant and Equipment		5,184	-	1,029
		<u>3,392,194</u>	<u>2,604,429</u>	<u>3,668,196</u>
Net Surplus / (Deficit) for the year		232,102	(16,313)	103,735
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u><u>232,102</u></u>	<u><u>(16,313)</u></u>	<u><u>103,735</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.

Bruce McLaren Intermediate School
Statement of Changes in Net Assets/Equity

For the year ended 31 December 2021

	2021	2021	2020
Notes	Actual \$	Budget (Unaudited) \$	Actual \$
Balance at 1 January	550,516	550,516	437,694
Total comprehensive revenue and expense for the year	232,102	(16,313)	103,735
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant	-	-	9,087
Equity at 31 December	782,618	534,203	550,516
Retained Earnings	782,618	534,203	550,516
Equity at 31 December	782,618	534,203	550,516

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.

Bruce McLaren Intermediate School
Statement of Financial Position

As at 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Assets				
Cash and Cash Equivalents	7	566,203	332,308	204,552
Accounts Receivable	8	128,785	129,000	176,568
GST Receivable		2,496	10,000	19,198
Prepayments		11,053	8,500	8,122
Inventories	9	561	500	561
		<u>709,098</u>	<u>480,308</u>	<u>409,001</u>
Current Liabilities				
Accounts Payable	11	176,516	161,000	155,361
Borrowings	12	-	-	-
Revenue Received in Advance	12	61,473	18,500	18,314
Provision for Cyclical Maintenance	13	46,750	155,167	55,167
Finance Lease Liability	14	9,280	9,000	11,902
Funds Held for Capital Works Projects	15	-	-	905
		<u>294,019</u>	<u>343,667</u>	<u>241,649</u>
Working Capital Surplus/(Deficit)		415,079	136,641	167,352
Non-current Assets				
Property, Plant and Equipment	10	487,742	453,233	507,233
		<u>487,742</u>	<u>453,233</u>	<u>507,233</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	13	115,164	50,671	112,671
Finance Lease Liability	14	5,039	5,000	11,398
		<u>120,203</u>	<u>55,671</u>	<u>124,069</u>
Net Assets		<u>782,618</u>	<u>534,203</u>	<u>550,516</u>
Equity		<u>782,618</u>	<u>534,203</u>	<u>550,516</u>

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

Bruce McLaren Intermediate School

Statement of Cash Flows

For the year ended 31 December 2021

	Note	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Cash flows from Operating Activities				
Government Grants		1,071,003	903,540	981,708
Locally Raised Funds		74,577	83,297	109,201
Goods and Services Tax (net)		16,702	9,198	4,547
Payments to Employees		(366,236)	(376,305)	(369,414)
Payments to Suppliers		(406,767)	(454,469)	(521,046)
Interest Paid		(1,792)	(1,500)	(3,308)
Interest Received		349	200	432
Net cash from/(to) Operating Activities		387,836	163,961	202,120
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment		(65,614)	(26,000)	(140,435)
Net cash from/(to) Investing Activities		(65,614)	(26,000)	(140,435)
Cash flows from Financing Activities				
Furniture and Equipment Grant		-	-	9,087
Finance Lease Payments		(8,448)	(9,300)	(8,380)
Funds Administered on Behalf of Third Parties		47,877	(905)	541
Net cash from/(to) Financing Activities		39,429	(10,205)	1,248
Net increase/(decrease) in cash and cash equivalents		361,651	127,756	62,933
Cash and cash equivalents at the beginning of the year	7	204,552	204,552	141,619
Cash and cash equivalents at the end of the year	7	566,203	332,308	204,552

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.

Bruce McLaren Intermediate School

Notes to the Financial Statements

For the year ended 31 December 2021

1. Statement of Accounting Policies

Reporting Entity

Bruce McLaren Intermediate 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 (the Board) is of the view that the School is a public benefit entity for financial reporting purposes.

Basis of Preparation

Reporting Period

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

Basis of Preparation

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

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

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

Measurement Base

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

Presentation Currency

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

Specific Accounting Policies

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

Critical Accounting Estimates And Assumptions

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

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

Cyclical maintenance

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

Useful lives of property, plant and equipment

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

Bruce McLaren Intermediate School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

Critical Judgements in applying accounting policies

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

Classification of leases

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

Recognition of grants

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

Revenue Recognition

Government Grants

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

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

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

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

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

Other Grants

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

Donations, Gifts and Bequests

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

Interest Revenue

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

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.

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.

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

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.

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.

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.

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.

Property, Plant and Equipment

Land and buildings owned by the Crown are excluded from these financial statements. The Board's use of the land and buildings as 'occupant' is based on a property occupancy document.

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

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

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

Finance Leases

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

Depreciation

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

The estimated useful lives of the assets are:

Board owned buildings	40 years
Furniture and equipment	5-10 years
Information and communication technology	4-5 years
Leased assets held under a Finance Lease	Term of lease
Library resources	12.5% Diminishing value

Bruce McLaren Intermediate School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

Impairment of property, plant, and equipment

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 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.

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.

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.

Long-term employee entitlements

Employee benefits that are not expected to be settled wholly before twelve months after the end of the reporting period in which the employee provides the related service, such as retirement and long service leave, have been calculated on an actuarial basis.

The calculations are based on the likely future entitlements accruing to employees, based on years of service, years to entitlement, the likelihood that employees will reach the point of entitlement, and contractual entitlement information, and the present value of the estimated future cash flows.

Revenue Received in Advance

Revenue received in advance relates to MOE grants and other revenue 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 this revenue received in advance, should the School be unable to provide the services to which they relate.

Bruce McLaren Intermediate School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

Provision for Cyclical Maintenance

The property from which the School operates is owned by the Crown, and is vested in the Ministry. The Ministry has gazetted a property occupancy document that sets out the Board's property maintenance responsibilities. The Board is responsible for maintaining the land, buildings and other facilities on the School site in a state of good order and repair.

Cyclical maintenance, which involves painting the interior and exterior of the School, makes up the most significant part of the Board's responsibilities outside day-to-day maintenance. The provision is a reasonable estimate, based on an up to date 10 Year Property Plan (10YPP) or another appropriate source of evidence.

Financial Instruments

The School's financial assets comprise cash and cash equivalents and accounts receivable. All of these financial assets are categorised as 'financial assets measured at amortised cost' 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.

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 Statement of Cash Flows.

Commitments and contingencies are disclosed exclusive of GST.

Budget Figures

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

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.

Bruce McLaren Intermediate School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

2 Government Grants

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
		\$	
Operational Grants	840,940	750,621	775,690
Teachers' Salaries Grants	1,690,850	1,650,800	1,649,969
Use of Land and Buildings Grants	830,106	-	1,077,110
Resource Teachers Learning and Behaviour Grants	1,000	5,000	9,847
Other MoE Grants	205,176	98,095	155,687
Other Government Grants	-	-	1,058
	3,568,072	2,504,516	3,669,361

The School has opted in to the donations scheme for this year. Total amount received was \$48,300. (2020 : not in the scheme)

3 Locally Raised Funds

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

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
		\$	
Revenue			
Donations & Bequests	3,278	-	6,503
Fees for Extra Curricular Activities	48,762	80,800	93,285
Trading	3,835	2,600	2,350
	55,875	83,400	102,138
Expenses			
Extra Curricular Activities Costs	17,435	80,475	42,252
Trading	4,487	4,500	4,019
	21,922	84,975	46,271
	33,953	(1,575)	55,867

Surplus/ (Deficit) for the year Locally Raised Funds

4 Learning Resources

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
		\$	
Curricular	60,886	76,900	55,593
Equipment Repairs	1,016	700	-
Information and Communication Technology	13,397	18,000	17,474
Library Resources	287	400	390
Employee Benefits - Salaries	1,877,275	1,848,164	1,846,663
Staff Development	16,348	11,500	11,674
	1,969,209	1,955,664	1,931,794

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

5 Administration

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Audit Fee	8,500	8,500	8,320
Board Fees	1,977	2,000	1,976
Board Expenses	4,607	7,000	6,830
Communication	4,540	4,850	4,619
Consumables	9,138	8,000	7,785
Operating Lease	-	5,000	5,796
Other	59,998	56,950	48,894
Employee Benefits - Salaries	129,401	128,290	123,271
Insurance	3,142	500	3,407
Service Providers, Contractors and Consultancy	16,542	16,500	14,040
	<u>237,845</u>	<u>237,590</u>	<u>224,938</u>

6 Property

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Caretaking and Cleaning Consumables	15,341	18,000	17,374
Consultancy and Contract Services	51,074	50,000	49,188
Cyclical Maintenance Expense	1,966	30,000	42,493
Grounds	5,884	13,500	12,730
Heat, Light and Water	29,575	30,100	29,077
Rates	123	100	114
Repairs and Maintenance	86,978	47,000	98,182
Use of Land and Buildings	830,106	-	1,077,110
Security	7,287	6,000	5,415
Employee Benefits - Salaries	48,520	50,000	50,580
	<u>1,076,854</u>	<u>244,700</u>	<u>1,382,263</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 Cash and Cash Equivalents

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Bank Accounts	566,203	332,308	204,552
Cash and cash equivalents for Statement of Cash Flows	<u>566,203</u>	<u>332,308</u>	<u>204,552</u>

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

Bruce McLaren Intermediate School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

8 Accounts Receivable

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Receivables	10,276	9,000	9,320
Receivables from the Ministry of Education	-	-	49,688
Provision for uncollectable debts	(9,953)	(10,000)	(10,473)
Teacher Salaries Grant Receivable	128,462	130,000	128,033
	<u>128,785</u>	<u>129,000</u>	<u>176,568</u>
Receivables from Exchange Transactions	323	(1,000)	(1,153)
Receivables from Non-Exchange Transactions	128,462	130,000	177,721
	<u>128,785</u>	<u>129,000</u>	<u>176,568</u>

9 Inventories

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
School Uniforms	561	500	561
	<u>561</u>	<u>500</u>	<u>561</u>

10 Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2021	\$	\$	\$	\$	\$	\$
Buildings	179,568	42,357	-	-	(7,842)	214,083
Furniture and Equipment	227,602	12,687	-	-	(32,800)	207,489
Information and Communication Technology	69,649	5,793	-	-	(27,905)	47,537
Leased Assets	22,954	3,744	(4,277)	-	(9,959)	12,462
Library Resources	7,460	500	(907)	-	(882)	6,171
Balance at 31 December 2021	<u>507,233</u>	<u>65,081</u>	<u>(5,184)</u>	<u>-</u>	<u>(79,388)</u>	<u>487,742</u>
	2021	2021	2021	2020	2020	2020
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Buildings	318,274	(104,191)	214,083	275,917	(96,349)	179,568
Furniture and Equipment	718,201	(510,712)	207,489	705,514	(477,912)	227,602
Information and Communication Technology	337,604	(290,067)	47,537	331,811	(262,162)	69,649
Leased Assets	34,455	(21,993)	12,462	59,840	(36,886)	22,954
Library Resources	36,639	(30,468)	6,171	41,140	(33,680)	7,460
Balance at 31 December	<u>1,445,173</u>	<u>(957,431)</u>	<u>487,742</u>	<u>1,414,222</u>	<u>(906,989)</u>	<u>507,233</u>

The net carrying value of equipment held under a finance lease is \$12,462 (2020: \$22,954).

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

11 Accounts Payable

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Creditors	35,793	20,000	15,927
Accruals	8,500	6,000	5,750
Employee Entitlements - Salaries	128,462	130,000	129,195
Employee Entitlements - Leave Accrual	3,761	5,000	4,489
	<u>176,516</u>	<u>161,000</u>	<u>155,361</u>
Payables for Exchange Transactions	176,516	161,000	155,361
	<u>176,516</u>	<u>161,000</u>	<u>155,361</u>

The carrying value of payables approximates their fair value.

12 Revenue Received in Advance

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Grants in Advance - Ministry of Education	38,845	16,000	15,864
Other Revenue in Advance	22,628	2,500	2,450
	<u>61,473</u>	<u>18,500</u>	<u>18,314</u>

13 Provision for Cyclical Maintenance

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Provision at the Start of the Year	167,838	167,838	149,745
Increase/(decrease) to the Provision During the Year	17,729	30,000	42,493
Use of the Provision During the Year	(23,653)	8,000	(24,400)
Provision at the End of the Year	<u>161,914</u>	<u>205,838</u>	<u>167,838</u>
Cyclical Maintenance - Current	46,750	155,167	55,167
Cyclical Maintenance - Term	115,164	50,671	112,671
	<u>161,914</u>	<u>205,838</u>	<u>167,838</u>

14 Finance Lease Liability

The school has entered into a number of finance lease agreements for ICT Equipment and photocopiers. Minimum lease payments payable (includes interest portion):

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
No Later than One Year	10,186	-	13,482
Later than One Year and no Later than Five Years	5,173	-	12,259
Future Finance Charges	(1,039)	-	(2,441)
	<u>14,319</u>	<u>-</u>	<u>23,300</u>
Represented by			
Finance lease liability - Current	9,280	9,000	11,902
Finance lease liability - Term	5,039	5,000	11,398
	<u>14,319</u>	<u>14,000</u>	<u>23,300</u>

Bruce McLaren Intermediate School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

15 Funds Held for Capital Works Projects

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

	2021	Opening Balances	Receipts from MoE	Payments	BOT Contribution/ (Write-off to R&M)	Closing Balances
		\$	\$	\$		\$
Concrete to Courtyard	<i>Completed</i>	927	-	927	-	-
SIP Landscaping	<i>Completed</i>	1,178	765	1,943	-	-
Door Replacement	<i>Completed</i>	(1,200)	1,200	-	-	-
Totals		905	1,965	2,870	-	-

Represented by:

Funds Held on Behalf of the Ministry of Education

Funds Due from the Ministry of Education

	2020	Opening Balances	Receipts from MoE	Payments	BOT Contribution/ (Write-off to R&M)	Closing Balances
		\$	\$	\$	\$	\$
Hall Floor	<i>completed</i>	(8,625)	-	-	(8,625)	-
ILE	<i>in progress</i>	8,989	10,869	19,858	-	-
Concrete to Grass	<i>in progress</i>	-	41,158	41,158	-	-
Front Entrance Gates	<i>in progress</i>	-	38,767	38,767	-	-
Concrete to Courtyard	<i>in progress</i>	-	30,899	29,972	-	927
SIP Landscaping	<i>in progress</i>	-	54,961	53,783	-	1,178
Door Replacement	<i>in progress</i>	-	13,500	14,700	-	(1,200)
Security Fence	<i>in progress</i>	-	39,087	39,087	-	-
Totals		364	229,241	237,325	(8,625)	905

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.

Bruce McLaren Intermediate School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

17 Remuneration

Key management personnel compensation

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

	2021 Actual \$	2020 Actual \$
<i>Board Members</i>		
Remuneration	1,977	1,976
<i>Leadership Team</i>		
Remuneration	361,172	450,283
Full-time equivalent members	3.00	4.00
Total key management personnel remuneration	363,149	452,259
Total full-time equivalent personnel	3.00	4.00

There are 6 members of the Board excluding the Principal. The Board had held 5 full meetings of the Board in the year. As well as these regular meetings, including preparation time, the Chair and other Board members have also been involved in ad hoc meetings to consider student welfare matters including stand downs, suspensions, and other disciplinary matters.

Principal

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	145-150	145-150
Benefits and Other Emoluments	0-5	0-5

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

Remuneration \$000	2021 FTE Number	2020 FTE Number
110-120	-	-
100-110	2	2
	2	2

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

18 Contingencies

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

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. Final calculations and potential impact on any specific individual will not be known until further detailed analysis and solutions have been completed.

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

19 Commitments

(a) Capital Commitments

As at 31 December 2021 the Board has entered into no contract agreements for capital works.

(Capital commitments as at 31 December 2020: nil)

(b) Operating Commitments

As at 31 December 2021 the Board has not entered into new contracts.

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

20 Financial Instruments

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

	2021	2021	2020
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Financial assets measured at amortised cost			
Cash and Cash Equivalents	566,203	332,308	204,552
Receivables	128,785	129,000	176,568
Total Financial assets measured at amortised cost	<u>694,988</u>	<u>461,308</u>	<u>381,120</u>
Financial liabilities measured at amortised cost			
Payables	176,516	161,000	155,361
Finance Leases	14,319	14,000	23,300
Total Financial Liabilities Measured at Amortised Cost	<u>190,835</u>	<u>175,000</u>	<u>178,661</u>

21 Events After Balance Date

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

22 Comparatives

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