



SOUTHLAND
ADVENTIST CHRISTIAN SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

School Directory

Ministry Number: 4112

Principal: Joshua Taylor

School Address: 21 Durham Street, Waikiwi, Invercargill

School Postal Address: PO Box 5007, Waikiwi, Invercargill, 9843

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OUTHLAND ADVENTIST CHRISTIAN SCHOOL

Annual Report - For the year ended 31 December 2022

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Southland Adventist Christian School

Statement of Responsibility

For the year ended 31 December 2022

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 2022 fairly reflects the financial position and operations of the School.

The School's 2022 financial statements are authorised for issue by the Board.

A. OWEN SAUNDERS
Full Name of Presiding Member

Joshua Taylor
Full Name of Principal


Signature of Presiding Member


Signature of Principal

13/12/23
Date:

13/12/2023
Date:

Southland Adventist Christian School

Members of the Board

For the year ended 31 December 2022

Name	Position	How Position Gained	Term Expired/ Expires
Owen Saunders	Presiding Member	Elected	Sep 2025
Joshua Taylor	Principal	ex Officio	
Reece McLean	Parent Representative	Elected	Sep 2025
Liz Bocchino	Staff Representative	Elected	Sep 2025
Ross Gibbs	Proprietors Representative	Appointed	
Jane Salesa	Parent Representative	Elected	Sep 2025
Lua Sekone	Parent Representative	Elected	Sep 2025
Tulaga Aiolupotea	Proprietors Representative	Appointed	
Nicky Rademeyer	Proprietors Representative	Appointed	
Sharon Robbie	Parent Representative	Elected	Sep 2022
Russell Kells	Parent Representative	Elected	Sep 2022



Southland Adventist Christian School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2022

		2022	2022	2021
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Revenue				
Government Grants	2	699,227	576,053	651,007
Locally Raised Funds	3	32,335	31,240	32,363
Use of Proprietor's Land and Buildings		155,000	120,000	155,000
Interest Income		792	100	78
		<u>887,354</u>	<u>727,393</u>	<u>838,448</u>
Expenses				
Locally Raised Funds	3	43,458	36,050	33,897
Learning Resources	4	558,116	461,034	536,788
Administration	5	70,569	63,100	60,885
Finance		293	-	422
Property	6	208,634	165,200	189,082
Loss on Disposal of Property, Plant and Equipment		2,067	-	378
		<u>883,137</u>	<u>725,384</u>	<u>821,452</u>
Net Surplus / (Deficit) for the year		4,217	2,009	16,996
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u>4,217</u>	<u>2,009</u>	<u>16,996</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.



Southland Adventist Christian School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2022

Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Equity at 1 January	203,633	203,633	176,289
Total comprehensive revenue and expense for the year	4,217	2,009	16,996
Contributions from the Ministry of Education			
Contribution - Furniture and Equipment Grant	3,594	-	2,609
Contribution - Te Mana Tuhono	-	-	7,739
Equity at 31 December	211,444	205,642	203,633
Accumulated comprehensive revenue and expense	211,444	205,642	203,633
Equity at 31 December	211,444	205,642	203,633

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.



Southland Adventist Christian School

Statement of Financial Position

As at 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Current Assets				
Cash and Cash Equivalents	7	89,961	115,292	88,283
Accounts Receivable	8	41,402	36,915	36,915
Prepayments		6,575	5,599	5,599
		<u>137,938</u>	<u>157,806</u>	<u>130,797</u>
Current Liabilities				
GST Payable		6,938	3,691	3,691
Accounts Payable	10	57,924	51,787	51,787
Revenue Received in Advance	11	850	1,179	1,179
Finance Lease Liability	13	1,572	2,150	2,150
		<u>67,284</u>	<u>58,807</u>	<u>58,807</u>
Working Capital Surplus/(Deficit)		<u>70,654</u>	<u>98,999</u>	<u>71,990</u>
Non-current Assets				
Property, Plant and Equipment	9	147,215	116,603	134,603
		<u>147,215</u>	<u>116,603</u>	<u>134,603</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	12	4,898	9,304	2,304
Finance Lease Liability	13	1,527	656	656
		<u>6,425</u>	<u>9,960</u>	<u>2,960</u>
Net Assets		<u>211,444</u>	<u>205,642</u>	<u>203,633</u>
Equity		<u>211,444</u>	<u>205,642</u>	<u>203,633</u>

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



Southland Adventist Christian School

Statement of Cash Flows

For the year ended 31 December 2022

		2022	2022	2021
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
		\$	\$	\$
Cash flows from Operating Activities				
Government Grants		244,090	197,640	212,536
Locally Raised Funds		32,499	31,240	31,864
Goods and Services Tax (net)		3,247	-	(7,581)
Payments to Employees		(97,307)	(86,571)	(76,466)
Payments to Suppliers		(135,512)	(115,400)	(121,483)
Interest Received		788	100	78
Net cash from/(to) Operating Activities		47,805	27,009	38,948
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(48,415)	-	(57,734)
Net cash from/(to) Investing Activities		(48,415)	-	(57,734)
Cash flows from Financing Activities				
Furniture and Equipment Grant		3,594	-	2,609
Finance Lease Payments		(1,306)	-	(6,849)
Net cash from/(to) Financing Activities		2,288	-	(4,240)
Net increase/(decrease) in cash and cash equivalents		1,678	27,009	(23,026)
Cash and cash equivalents at the beginning of the year	7	88,283	88,283	111,309
Cash and cash equivalents at the end of the year	7	89,961	115,292	88,283

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.



Southland Adventist Christian School

Notes to the Financial Statements

For the year ended 31 December 2022

1. Statement of Accounting Policies

1.1. Reporting Entity

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

1.2. Basis of Preparation

Reporting Period

The financial reports have been prepared for the period 1 January 2022 to 31 December 2022 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 whole 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 Proprietor's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's best estimate of the cost of painting the school and when the school is required to be painted, based on an assessment of the school's condition. During the year, the Board assesses the reasonableness of its painting maintenance plan on which the provision is based. Cyclical maintenance is disclosed at note 12.

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 9.



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. A lease is classified as a finance lease if it transfers substantially all risks and rewards incidental to ownership of an underlying asset to the lessee. In contrast, an operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset to the lessee. 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. Finance lease liability disclosures are contained in note 13. Future operating lease commitments are disclosed in note 18b.

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.

1.3. 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 to which they relate. The grants are not received in cash by the School and are paid directly to teachers by the Ministry of Education.

Other Ministry Grants for directly funded programmes are recorded as revenue when the School has the rights to the funding in the period to which they relate. The grants are not received in cash by the School and are paid directly by the Ministry of Education.

The property from which the School operates is owned by the Proprietor. Grants for the use of land and buildings are also not received in cash by the school however they equate to the deemed expense for using the land and buildings. This expense is based on an assumed market rental yield on the 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 where conditions exist

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 recognised as revenue as the conditions are fulfilled.

Donations, Gifts and Bequests

Donations, gifts and bequests are recognised as an asset and revenue when the right to receive funding or the asset has been established unless there is an obligation to return funds if conditions are not met. If conditions are not met funding is recognised as revenue in advance and recognised as revenue when conditions are satisfied.

Interest Revenue

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

1.4. 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.

1.5. 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.

1.6. 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.



1.7. Accounts Receivable

Short-term receivables are recorded at the amount due, less an allowance for expected credit losses (uncollectable debts). The school's 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.

1.8. Property, Plant and Equipment

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

Improvements to buildings owned by the Proprietor 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 Statement of Comprehensive Revenue and Expense over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability. The amount recognised as an asset is depreciated over its useful life. If there is no reasonable certainty whether the school will obtain ownership at the end of the lease term, the asset is fully depreciated over the shorter of the lease term and its useful life.

Depreciation

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

The estimated useful lives of the assets are:

Furniture and equipment	5-10 years
Information and communication technology	4-5 years
Leased assets held under a Finance Lease	Term of Lease
Motor vehicles	7 years
Library resources	12.5% Diminishing value

1.9. 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. If such indication exists, the School estimates the asset's recoverable service amount. An impairment loss is recognised as 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.

In determining fair value less costs to sell the school engages an independent valuer to assess market value based on the best available 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 Statement of Comprehensive Revenue and Expense.

The reversal of an impairment loss is recognised in the Statement of Comprehensive Revenue and Expense. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable service amount since the last impairment loss was recognised.



1.10. 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.

1.11. Employee Entitlements

Short-term employee entitlements

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

Long-term employee entitlements

Employee benefits that are not expected to be settled wholly before 12 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. Remeasurements are recognised in Statement of Comprehensive Revenue and Expense in the period in which they arise.

1.12. 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.

1.13. Provision for Cyclical Maintenance

The property from which the school operates is owned by the Proprietor. 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 of the School, makes up the most significant part of the Board's responsibilities outside the day-to-day maintenance. The provision is a reasonable estimate, based on the school's best estimate of the cost of painting the school and when the School is required to be painted, based on an assessment of the school's condition.

The School carries out painting maintenance of the whole school over a variety of periods in accordance with the conditional assessment of each area of the school. The economic outflow of this is dependent on the plan established by the School to meet this obligation and is detailed in the notes and disclosures of these accounts.

1.14. Financial Instruments

The School's financial assets comprise cash and cash equivalents, accounts receivable, and investments. All of these financial assets, except for investments that are shares, are categorised as 'financial assets measured at amortised cost' for accounting purposes in accordance with financial reporting standards.

The School's financial liabilities comprise accounts payable, and finance lease liability. Financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and any gain or loss on derecognition are recognised in the Statement of Comprehensive Revenue and Expense.

1.15. Borrowings

Borrowings, on normal commercial terms, are initially recognised at the amount borrowed plus transaction costs. Interest due on the borrowings is subsequently accrued and added to the borrowings balance. Borrowings are classified as current liabilities unless the school has an unconditional right to defer settlement of the liability for at least 12 months after balance date.

1.16. 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.



1.17. Budget Figures

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

1.18. 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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Government Grants - Ministry of Education	249,190	197,640	214,159
Teachers' Salaries Grants	450,037	378,413	436,848
	<u>699,227</u>	<u>576,053</u>	<u>651,007</u>

The School has opted in to the donations scheme for this year. Total amount received was \$13,050 (2021: \$11,550).

3. Locally Raised Funds

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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Revenue			
Donations & Bequests	3,055	6,000	7,228
Fees for Extra Curricular Activities	5,515	6,140	5,957
Trading	3,279	5,100	3,173
Fundraising & Community Grants	249	2,000	-
Other Revenue	9,579	1,000	4,905
Transport Revenue	10,658	11,000	11,100
	<u>32,335</u>	<u>31,240</u>	<u>32,363</u>
Expenses			
Extra Curricular Activities Costs	4,041	2,300	2,052
Trading	3,027	3,600	3,551
Fundraising & Community Grant Costs	260	100	-
Transport (Local)	36,130	30,050	28,294
	<u>43,458</u>	<u>36,050</u>	<u>33,897</u>
<i>(Deficit)/ Surplus for the year Locally raised funds</i>	<u>(11,123)</u>	<u>(4,810)</u>	<u>(1,534)</u>

4. Learning Resources

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Curricular	16,517	20,950	17,393
Library Resources	102	200	135
Employee Benefits - Salaries	497,106	419,884	482,700
Staff Development	4,249	2,000	2,500
Depreciation	40,142	18,000	34,060
	<u>558,116</u>	<u>461,034</u>	<u>536,788</u>

5. Administration

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Audit Fee	4,635	4,800	4,500
Board Fees	1,045	500	-
Board Expenses	1,156	2,500	2,012
Communication	1,050	1,200	1,733
Consumables	11,340	14,050	10,867
Other	3,107	3,450	4,188
Employee Benefits - Salaries	43,533	33,100	33,072
Insurance	913	-	884
Service Providers, Contractors and Consultancy	3,790	3,500	3,629
	<u>70,569</u>	<u>63,100</u>	<u>60,885</u>



6. Property

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Caretaking and Cleaning Consumables	3,454	2,500	12,339
Cyclical Maintenance Provision	2,594	7,000	(9,381)
Grounds	5,834	3,500	4,574
Heat, Light and Water	14,097	10,200	13,408
Rates	8,151	4,000	6,913
Repairs and Maintenance	9,319	5,000	4,717
Use of Land and Buildings	155,000	120,000	155,000
Security	1,380	1,000	1,512
Employee Benefits - Salaries	8,805	12,000	-
	<u>208,634</u>	<u>165,200</u>	<u>189,082</u>

The use of land and buildings figure represents 5% of the school's total property value. This is used as a 'proxy' for the market rental of the property.

7. Cash and Cash Equivalents

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Bank Accounts	89,961	115,292	88,283
Cash and Cash Equivalents for Statement of Cash Flows	<u>89,961</u>	<u>115,292</u>	<u>88,283</u>

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

8. Accounts Receivable

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Receivables	-	493	493
Interest Receivable	4	-	-
Teacher Salaries Grant Receivable	41,398	36,422	36,422
	<u>41,402</u>	<u>36,915</u>	<u>36,915</u>
Receivables from Exchange Transactions	4	493	493
Receivables from Non-Exchange Transactions	41,398	36,422	36,422
	<u>41,402</u>	<u>36,915</u>	<u>36,915</u>

9. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2022						
Furniture and Equipment	49,105	44,986	(2,064)	-	(9,352)	82,675
Information and Communication Technology	28,185	6,563	-	-	(9,893)	24,855
Motor Vehicles	46,158	-	-	-	(17,278)	28,880
Leased Assets	2,746	2,874	-	-	(2,519)	3,101
Library Resources	8,409	398	(3)	-	(1,100)	7,704
Balance at 31 December 2022	<u>134,603</u>	<u>54,821</u>	<u>(2,067)</u>	<u>-</u>	<u>(40,142)</u>	<u>147,215</u>

The net carrying value of equipment held under a finance lease is \$3,101 (2021: \$2,746)

Restrictions

With the exception of the contractual restrictions relating to the above noted finance leases, there are no other restrictions over the title of the school's property, plant and equipment, nor are any property, plant and equipment pledged as security for liabilities.



	2022 Cost or Valuation	2022 Accumulated Depreciation	2022 Net Book Value	2021 Cost or Valuation	2021 Accumulated Depreciation	2021 Net Book Value
	\$	\$	\$	\$	\$	\$
Furniture and Equipment	153,261	(70,586)	82,675	121,090	(71,985)	49,105
Information and Communication Technology	68,899	(44,044)	24,855	66,899	(38,714)	28,185
Motor Vehicles	115,184	(86,304)	28,880	115,184	(69,026)	46,158
Leased Assets	7,117	(4,016)	3,101	7,775	(5,029)	2,746
Library Resources	39,665	(31,961)	7,704	39,279	(30,870)	8,409
Balance at 31 December	384,126	(236,911)	147,215	350,227	(215,624)	134,603

10. Accounts Payable

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Creditors	5,576	7,735	7,735
Accruals	5,720	4,500	4,500
Banking Staffing Overuse	1,092	-	-
Employee Entitlements - Salaries	43,329	39,077	39,077
Employee Entitlements - Leave Accrual	2,207	475	475
	<u>57,924</u>	<u>51,787</u>	<u>51,787</u>
Payables for Exchange Transactions	57,924	51,787	51,787
	<u>57,924</u>	<u>51,787</u>	<u>51,787</u>

The carrying value of payables approximates their fair value.

11. Revenue Received in Advance

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Other Revenue in Advance	850	1,179	1,179
	<u>850</u>	<u>1,179</u>	<u>1,179</u>

12. Provision for Cyclical Maintenance

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Provision at the Start of the Year	2,304	2,304	11,685
Increase to the Provision During the Year	2,449	7,000	2,304
Other Adjustments	145	-	(11,685)
Provision at the End of the Year	<u>4,898</u>	<u>9,304</u>	<u>2,304</u>
Cyclical Maintenance - Non current	4,898	9,304	2,304
	<u>4,898</u>	<u>9,304</u>	<u>2,304</u>

The School's cyclical maintenance schedule details annual painting & other significant cyclical maintenance work to be undertaken. The costs associated with this annual work will vary depending on the requirements during the year. This plan is based on the provision based on quotes given at the time of construction, agreed upon by the proprietor of the school.



13. Finance Lease Liability

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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
No Later than One Year	1,773	2,325	2,325
Later than One Year and no Later than Five Years	1,643	678	678
Future Finance Charges	(317)	(197)	(197)
	3,099	2,806	2,806
Represented by:			
Finance lease liability - Current	1,572	2,150	2,150
Finance lease liability - Non current	1,527	656	656
	3,099	2,806	2,806

14. Related Party Transactions

The School is a controlled entity of the Crown, and the Crown provides the major source of revenue to the School. The School enters into transactions with other entities also controlled by the Crown, such as government departments, state-owned enterprises and other Crown entities. Transactions with these entities are not disclosed as they occur on terms and conditions no more or less favourable than those that it is reasonable to expect the School would have adopted if dealing with that entity at arm's length.

Related party disclosures have not been made for transactions with related parties that are within a normal supplier or client/recipient relationship on terms and condition no more or less favourable than those that it is reasonable to expect the school would have adopted in dealing with the party at arm's length in the same circumstances. Further, transactions with other government agencies (for example, Government departments and Crown entities) are not disclosed as related party transactions when they are consistent with the normal operating arrangements between government agencies and undertaken on the normal terms and conditions for such transactions.

The Proprietor of the School (New Zealand Seven Day Adventists Schools Association) is a related party of the Board because the Proprietor appoints representatives to the Board, giving the Proprietor significant influence over the Board. Any services or contributions between the Board and Proprietor have been disclosed appropriately, if the Proprietor collects fund on behalf of the school (or vice versa) the amounts are disclosed.

The Proprietor provides land and buildings free of charge for use by the Board as noted in Note 1.3. The estimated value of this use during the current period is included in the Statement of Comprehensive Revenue and Expense as "Use of land and buildings".

Sam Chaff Ltd in which Arthur Owen Saunders is both a shareholder and director, \$12,487 - (incl.GST) for fuel & oil, and Network Electrical Servicing Ltd in which Ross Gibbs is both a shareholder and director, \$882 - (incl.GST) for Site wiring plan, and CCTV.

15. Remuneration

Key management personnel compensation

Key management personnel of the School include all trustees of the Board, and the Principal.

	2022 Actual \$	2021 Actual \$
<i>Board Members</i>		
Remuneration	1,045	-
<i>Leadership Team</i>		
Remuneration	112,797	110,309
Full-time equivalent members	1.00	1.00
Total key management personnel remuneration	113,842	110,309

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

Principal

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

	2022 Actual \$000	2021 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	110 - 120	100 - 120
Benefits and Other Emoluments	0 - 5	0 - 5
Termination Benefits	0 - 0	0 - 0



Other Employees

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

Remuneration \$000	2022 FTE Number	2021 FTE Number
100 -110	1.00	1.00
	<u>1.00</u>	<u>1.00</u>

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

16. 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 members, or employees during the financial year in relation to that cessation and number of persons to whom all or part of that total was payable was as follows:

	2022 Actual	2021 Actual
Total	\$ -	\$ -
Number of People	-	-

17. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2022 (Contingent liabilities and assets at 31 December 2021: nil).

Holidays Act Compliance – schools payroll

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

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

To the extent that any obligation cannot reasonably be quantified at 31 December 2022, a contingent liability for the school may exist.

18. Commitments

(a) Capital Commitments

As at 31 December 2022 the Board has not entered into any contract agreements for capital works.

(Capital commitments at 31 December 2021: nil)

(b) Operating Commitments

As at 31 December 2022 the Board has not entered into any operating contracts.

(Operating commitments at 31 December 2021: nil)

19. Financial Instruments

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

Financial assets measured at amortised cost

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Cash and Cash Equivalents	89,961	115,292	88,283
Receivables	41,402	36,915	36,915
Total Financial assets measured at amortised cost	<u>131,363</u>	<u>152,207</u>	<u>125,198</u>

Financial liabilities measured at amortised cost

Payables	57,924	51,787	51,787
Finance Leases	3,099	2,806	2,806
Total Financial liabilities measured at amortised Cost	<u>61,023</u>	<u>54,593</u>	<u>54,593</u>



20. Events After Balance Date

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

21. Comparatives

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

